TREND AND STRUCTURE OF FOREIGN TRADE OF NEPAL WITH INDIA

A THESIS

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Submitted To:

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RECOMMENDATION

This is to certify that the Thesis

Submitted by **Santosh Dahal**

Entitled "TREND AND STRUCTURE OF FOREIGN TRADE OF NEPAL WITH INDIA"

has been approved by this department in the prescribed format of Faculty of Management. This thesis is forwarded for examination.

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VIVA VOCE SHEET

We have conduct the viva voce examination of this thesis presented by

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Entitled "TREND AND STRUCTURE OF FOREIGN TRADE OF NEPAL WITH INDIA"

And found the thesis to be original work of the student written in accordance with the prescribed format. We recommend the thesis to be accepted as the partial fulfillment of the requirements for the degree of Masters of Business Studies (M.B.S).

Viva Voce Committee

Chairperson, (Research Committee) Member, (External Expert) Member, (Thesis Supervisor) Date:

DECLARATION

I hereby declare this thesis entitled "Trend and Structure of Foreign Trade of Nepal with India" submitted to Nepal commerce Campus, Faculty of Management, Tribhuvan University is my original work as partial fulfillment of the requirements for the masters of Business Studies (M.B.S.), under the supervision and guidance of Dr. Bihari Binod Pokharel, Chairperson of Research Department Nepal Commerce Campus.

January, 2009

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ABBREVIATIONS

ADB : Asian Development Bank

BOP : Balance of Payments

CBS : Central Bureau of Statistics

CEDA : Centre for Economic Development and Administration

CEDCON : Central Department of Economics

CIF : Cost, Insurance and Freight

DER : Dual Exchange Rate EPZ : Export Promotion Zone

EEE : Exporters' Exchange Entitlement

ESAF : Enhanced Structural Adjustment Facilities

FDI : Foreign Direct Investment

FNCCI: Federation of Nepalese Chambers of Commerce and

Industries

FOB : Free on Board FY : Fiscal year

GDP : Gross Domestic Product
 GNP : Gross National Product
 GON : The Government of Nepal
 IMF : International Monetary Fund

ISI : Import Substitution Industrialization

LDC : Less Development Country

MOF : Ministry of Finance

NPC : National Planning Commission

NRB : Nepal Rastra Bank

NRN : Non- Residents Nepalese OGL : Open General License

PRSC : Poverty Reduction Support Credit
PRSP : Poverty Reduction Strategy Paper
PRGF : Poverty Reduction Growth Facilities

RER : Real Exchange Rate

R & D : Research and Development

Rs : Rupees

SAARC : South Asian Association for Regional Co-operation

SAP : Structural Adjustment Program SAL : Structural Adjustment Loan

SITC : Standard International Trade Classification

ToT : Terms of Trade

TU: Tribhuvan University
TPC: Trade Promotion Centre

UN : United Nations

UNDP : United Nations Development Programme

UNCTAD : United Nations Commission for Trade and Development

USA : United States of America WTO : World Trade Organization

WB : World Bank