

# **ROLE OF FOREIGN AID IN ECONOMIC DEVELOPMENT OF NEPAL**

**A Thesis submitted to  
The Central Department of Economics  
Faculty of Humanities and Social Science  
Tribhuvan University, Kirtipur.  
Kathmandu, Nepal**

**In partial fulfillment of the requirements for the  
Degree of Master of Arts in Economics**

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**Oct. 2008**

Date:-2065/07/10

## LETTER OF RECOMMENDATION

This thesis entitled “**Role of Foreign Aid in Economic Development of Nepal**” submitted by **Mr. Ramesh Kumar Saud** is prepared under my supervision and guidance. I forward it with recommendation for approval.

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## **APPROVAL LETTER**

This thesis entitled “**Role of Foreign Aid in Economic Development of Nepal**” submitted by **Mr. Ramesh Kumar Saud** has been accepted as a partial fulfillment of the requirements for the Degree of Master of Arts in Economics.

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## **ACKNOWLEDGEMENT**

This work entitled "Role of Foreign Aid in Economic Development of Nepal" has been prepared for the partial fulfillment of requirements for degree of M.A. in Economics. Due to the time limit, the study may not have been comprehensive but the attempts have been made to give an overall picture of role of foreign aid in economic development of Nepal. The use of secondary data, using sample statistical tools, has limited the analytical aspect of the study. However, it is expected that this study may provide some idea to the concerned people.

First of all, I would like to express my personal appreciation to Prof. Dr. Madhavi Singh Shah, The Head of Department, Central Department of Economics, for her valuable suggestions, encouragement and guidance while supervising my research work.

I gratefully acknowledge for the valuable support and co-operation received from my teachers, personnel of various organizations, friends, well wishers and family members to bring out this thesis in this form.

I am thankful to my teachers Mr. Nabin Adhikari and Mr. Babu Ram Karki, who have directly contributed in analyzing data by using SPASS programme in this report.

My special thanks are to my father Mr. Sher Singh Saud and my mother Mrs. Tulasi Devi Saud who always support and encourage me to complete this document and leave me free from mental tension.

I am thankful to Creative Cyber and Communication Center, Kirtipur for Computerization of this Thesis. I am also indebted to my friend Mr. Deepak Paudel for editing the language.

I assume the full responsibility for any mistake and short comings in this Thesis work.

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## **LIST OF ABBREVIATIONS**

ADB	- Asian Development Bank
AID	-Agency for International Development
ARD	-Agriculture and Rural Development
CBS	-Central Bureau of Statistics
CS	-Census Survey
CL	-Central Library
CEDECON	-Central Department of Economics
DANID	-Danish International Development Association
DPI	-Democratic Pluralism Initiative
DTP	-Development Training Project
EEC	-European Economic Cooperation
EFEA	-Environment and Forest Enterprise Activities
ELP	-Economic Liberalization Project
EDC	-Electricity Development Center
FCHV	-Female Community Health Volunteers
FINIDA	-Finland International Development Association
FNCCI	-Federation of Nepalese Chamber of Commerce and Industries
FY	-Fiscal Year
GDP	-Gross Domestic Product
GNP	-Gross National Product
GON	-Government of Nepal
HDI	-Human Development Index
HEAL	-Health and Adult Literacy
HIID/CAER	-Harrard Institute for International Development/Consulting Assistance for Economic Reform
IDA	-International Development Association of World Bank
IMF	-International Monetary Fund
INGO	-International Non-Government Organization
IOFP	-The Institute for Forestry Project

IRIS	-Institute of Reform and the Informal Sectors
JICA	-Japan International Co-operation Agency
JSTC	-Judicial Services Training Center
MARD	-Market Access for Rural Development
MOF	-Ministry of Finance
MOWR	-Ministry of Water Resources
NDI	-National Democratic Institute
NGO	-Non Government Organization
NPC	-National Planning Commission
NRB	-Nepal Rastra Bank
NRMP	-Nepal Resources Management Project
OECD	-Organization of Economic Cooperation and Development
SARI/E	-South Asian Regional Initiative/Energy
SARI/Q	-South Asian Regional Initiative/Equity
SAARC	-South Asian Association for Regional Cooperation
SC	-Supreme Court
SAFTA	-South Asian Free Trade Association
SDC	-Swiss Development Cooperation
SEARCH	-Service Extension and Action Research
TAF	-The Asian Foundation
TU	-Tribhuvan University
UNDP	-United Nation Development Program
USAEP	-Asian Environment Partnership
WB	-World Bank
WHO	-World Health Organization