CNI
NEPAL
ECONOMY INSIGHTS

MONTHLY SERIES

SHRAWAN 2081

IMPORT AND EXPORT

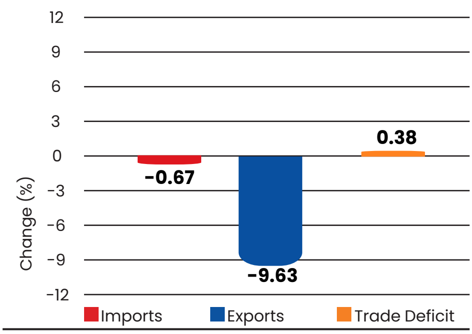
NPR in Billion

Period → Heading ↓	FY 2080/81*	FY 2081/82*	Change (%)
Imports	129.24	128.38	-0.67
Exports	13.53	12.23	-9.63
Trade Deficit	115.71	116.15	0.38

*As of Shrawan 2081/82 *Source: Department of Customs*

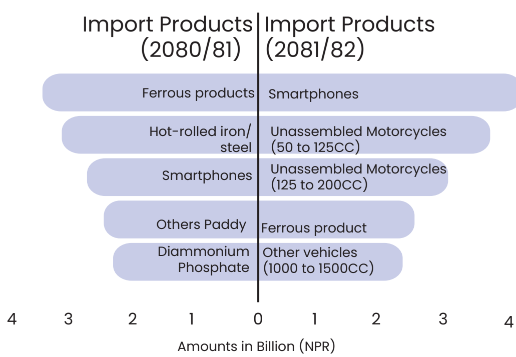
In the first month of FY 2081/82, imports shows a decline of 0.67% compared to FY 80/81. Export also decreased by 9.63%. On the other hand, trade deficit increased by 0.38%.

TRADE INDICATORS



MAJOR IMPORT OTHER THAN FUEL AND OIL

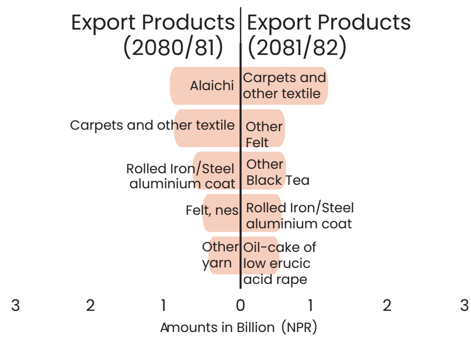
Top import products (2080/81)*	Top import products (2081/82)*
Ferrous product	Smartphones
Hot-rolled iron/steel	Unassembled Motorcycles (50 to 125CC)
Smartphones	Unassembled Motorcycles (125 to 200CC)
Others Paddy	Ferrous product
Diammonium Phosphate	Other vehicles (1000 to 1500CC)



MAJOR EXPORT OTHER THAN FUEL AND OIL

Top export products (2080/81)*	Top export products (2081/82)*
Alaichi	Carpets and other textiles
Carpets and other textiles	Other Felt
Rolled Iron/Steel aluminium coat	Other Black Tea
Felt, nes	Rolled Iron/Steel aluminium coat
Other yarn	Oil-cake of low erucic acid rape

*As of Shrawan 2081/82 *Source: Department of Customs*



During the first month of FY 2081/82, the top three imports other than fuel and oil were smartphones, unassembled motorcycles (50 to 125 CC) and unassembled motorcycles (125 to 200 CC). In the same period of FY 2080/81 the top three imports other than fuel and oil were ferrous products, hot-rolled iron/steel and smartphones.

Likewise, in the first month of FY 2081/82, the top three exports other than fuel and oil were carpet and other textiles, other felt and other black tea. In the same period of FY 2080/81 the top three exports other than fuel and oil were alaichi, carpet and other textiles and Rolled Iron/Steel aluminium coat

GOVERNMENT REVENUE (YOY)

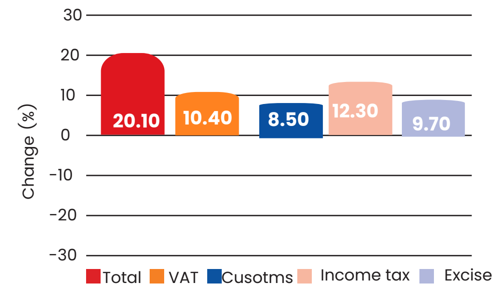
NPR in Billion

Heading	Total Revenue (FY 2080/81)*	Total Revenue (FY 2081/82)*	Change (%)
Total	78.87	94.74	20.10
VAT	23.86	26.34	10.40
Customs	14.65	15.89	8.50
Income Tax	20.33	22.82	12.30
Excise	11.03	12.10	9.70

Source: Nepal Rastra Bank

*As of Shrawan 2081/82

GOVERNMENT REVENUE



During the current fiscal year there has been rise in the governemnet revenue by 20.10% compared to previous FY2080/81. The excise duty collection also experienced rise by 9.70%

GOVERNMENT EXPENDITURE

NPR in Billion

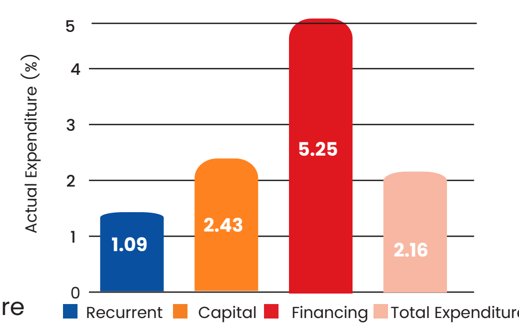
Heading	Target	Actual Expenditure*	Actual Expenditure%
Recurrent	1140.66	12.38	1.09%
Capital	352.35	8.55	2.43%
Financing	367.28	19.27	5.25%
Total Expenditure	1860.3	40.21	2.16%

*As of Shrawan 2081/82

Source: FCGO

In the first month of FY 2081/82 the government has spent 2.43% of the targeted capital expenditure while in the same period of previous year it was 0.27%.

GOVERNMENT EXPENDITURE STATUS



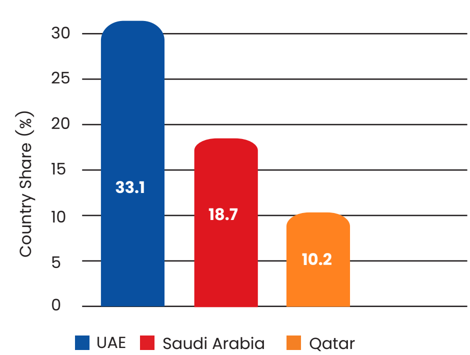
FOREIGN EMPLOYMENT

Country	No. of Individuals	Country Share
UAE	12238	33.1
Saudi Arabia	6900	18.7
Qatar	3763	10.2.

*As of Shrawan 2081/82

Source: : NRB

In FY 2081/82, the number of Nepali workers, both institutional and individual, taking first time approval for foreign employment recorded 36928. Notably, the United Arab Emirates (UAE) emerged as the predominant destination, commanding a significant share of 33.1%. Following closely, Saudi Arabia secured the second position with 18.7% share, while Qatar stood at the third position with a share of 10.2%.



FINANCIAL INDICATORS

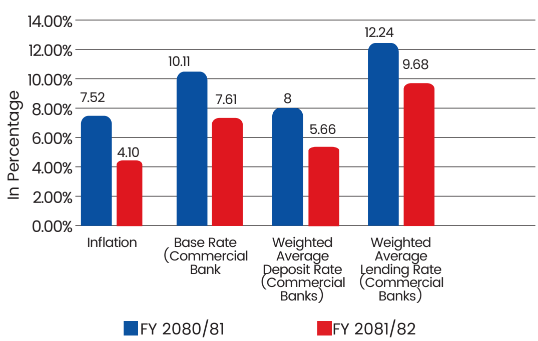
Headings	FY 2080/81	FY 2081/82
Inflation	7.52%	4.10%
Forex reserve (USD in billion)	11.85	15.58
Forex reserve Adequacy (Goods and services) in months	10.3	13.5
Base Rate (Commercial Bank)	10.11%	7.61%
Weighted Average Deposit Rate (Commercial Banks)	8%	5.66%
Weighted Average Lending Rate (Commercial Banks)	12.24%	9.68%
Total deposit (NPR in billion)	5576.8	6408.9
BFIs Credit to Private Sector (NPR in billion)	4792.7	5088.1
Remittance (NPR in billion)	116.02	136.9
BOP (NPR in billion)	32.9	40.9

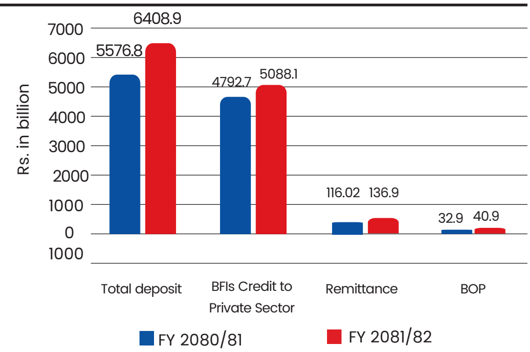
*As of Shrawan 2081/82

Source: Nepal Rastra Bank

Inflation decreased to 4.10% in FY 2081/82 as compared to 7.52% in the previous fiscal year. The BoP situation is surplus of NPR 40.9 billion, it was NPR 32.9 billion surplus in the previous fiscal year. During the period total deposit increased by 14.92% however, the private sector credit increased by 6.16% on y-o-y basis.

FINANCIAL INDICATORS





TOURISM

Shrawan 2080/81	Shrawan 2081/82	Growth (%)
67153	72717	8.29%

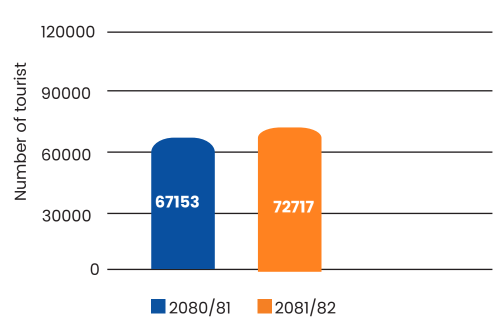
*As of Shrawan 2081/82

Source: NTB

There has been an increment of 8.29% in the arrival of tourists in the given period compared to the same period last year.

Travel income made in the period was NPR 4.76 billion whereas travel payments was NPR 22.5 billion.

TOURIST ARRIVAL



REMITTANCE

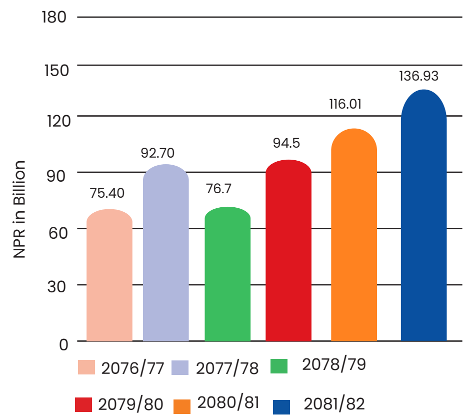
Fiscal Year	Remittance in NPR Billion
2076/77	75.40
2077/78	92.70
2078/79	76.7
2079/80	94.5
2080/81	116.01
2081/82	136.93

*As of Shrawan 2081/82

Source: Nepal Rastra Bank

In the first month of FY 2081/82, NPR 136.93 billion of remittance entered in the country.

REMITTANCE



FUEL (GAS AND OIL)

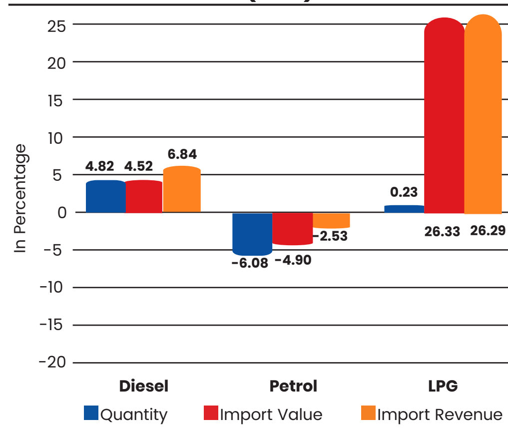
Description	Import Quantity	Import Value	Import Revenue
Diesel	4.82%	4.52%	6.84%
Petrol	-6.08	-4.90%	-2.53%
Liquified Petroleum (LPG)	0.23%	26.33%	26.29%

*As of Shrawan 2081/82

Source: Department of Customs

In the first month of FY 2081/82, the import of diesel has increased by 4.52% compared to that of FY 2080/81.

CHANGE IN MAJOR PETROLEUM PRODUCTS IMPORT (YoY)



FOREIGN DIRECT INVESTMENT

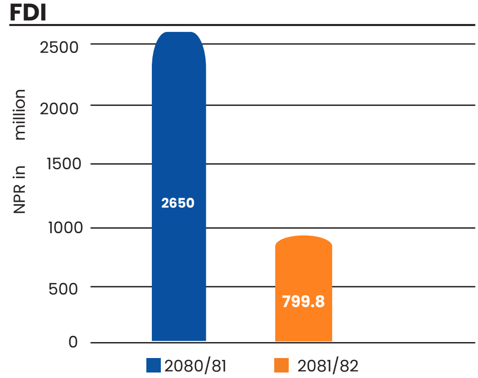
Shrawan (FY 2080/81)	Shrawan (FY 2081/82)
2650 (NPR in million)	799.8 (NPR in million)

*As of Shrawan 2081/82

Source: Nepal Rastra Bank

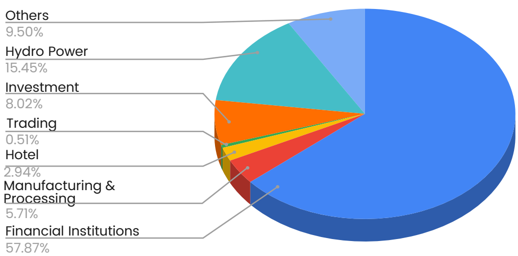
FDI decreased by 231.33% in the first month of FY 2081/82 compared to previous fiscal year

FDI



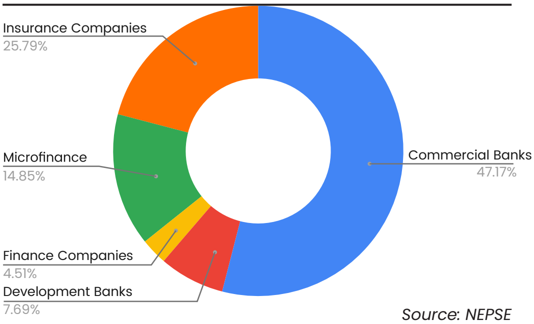
STOCK MARKET

MARKET CAPITALIZATION



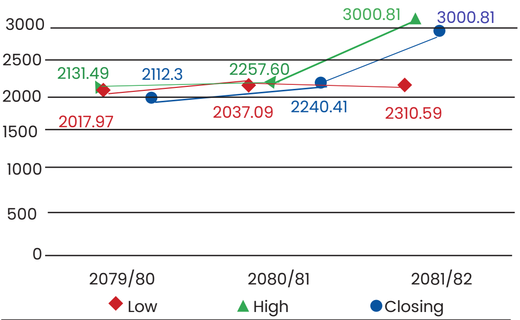
Source: NEPSE

FINANCIAL INSTITUTIONS

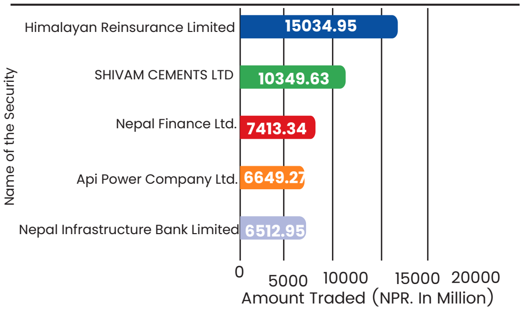


Source: NEPSE

NEPSE INDEX



TOP 5 SHARES BY TURNOVER



Source: NEPSE

CNI NEPAL ECONOMY INSIGHTS

"CNI Nepal Economy Insights" is published with an aim of informing about the macroeconomic situation of the country every month. The data used in the publication are received from Nepal Rastra Bank, Financial Comptroller General Office, Department of Customs, Department of Immigration, Nepal Electricity Authority and other regulatory bodies.

This publication was prepared under the leadership of Vice President, Mr. Birendra Raj Pandey by CNI Research Cell- Mr. Ravi Prajapati, Director, Ms. Rashmi Poudyal, Senior Officer and Mr. Chetman Syangtan, Executive.

CONFEDERATION OF NEPALESE INDUSTRIES (CNI)
P.O. Box No. 21056, Trade Tower, 5th floor, Thapathali, Kathmandu
Tel: 977-01-5111122/5111123 | Fax: 977-01-5111125
Email: cni@cnind.org | Website: www.cnind.org