CNI
NEPAL
ECONOMY INSIGHTS

MONTHLY SERIES

ASHADH 2081

IMPORT AND EXPORT

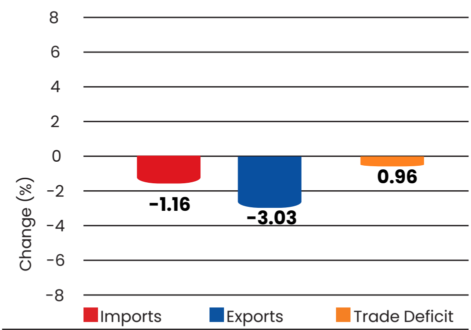
NPR in Billion

Period → Heading ↓	FY 2079/80*	FY 2080/81*	Change (%)
Imports	1611.73	1592.98	-1.16
Exports	157.14	152.38	-3.03
Trade Deficit	1454.59	1440.60	-0.96

*As of end of the FY *Source: Department of Customs*

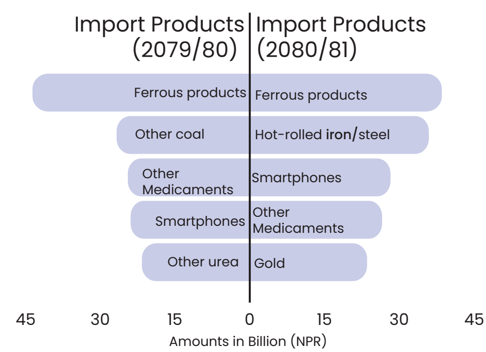
Imports in FY 2080/81 shows a decline of 1.16% compared to FY 79/80. Export also decreased by 3.03%. Similarly, trade deficit dropped by 0.96%.

TRADE INDICATORS



MAJOR IMPORT OTHER THAN FUEL AND OIL

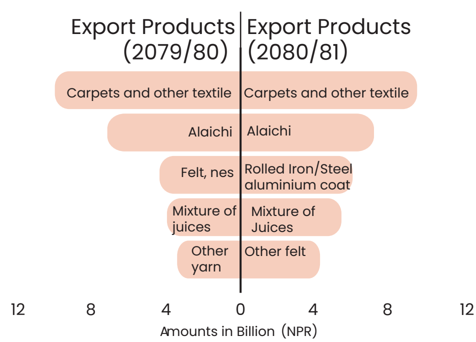
Top import products (2079/80)*	Top import products (2080/81)*
Ferrous products	Ferrous product
Other Coals	Hot-rolled iron/steel
Other Medicaments	Smartphones
Smartphones	Other Medicaments
Other urea	Gold



MAJOR EXPORT OTHER THAN FUEL AND OIL

Top export products (2079/80)*	Top export products (2080/81)*
Carpets and other textiles	Carpets and other textiles
Alaichi	Alaichi
Felt, nes	Rolled Iron/Steel aluminium coat
Mixture of Juices	Mixture of Juices
Other yarn	Other felt

*As of end of the FY *Source: Department of Customs*



During FY 2080/81, the top three imports other than fuel and oil were ferrous products, hot-rolled iron/steel and smartphoness. In FY 2079/80, the major imports other than fuel and oil were ferrous products, other coals and other medicaments.

Likewise, in FY 2080/81, the top three exports other than fuel and oil were carpet and other textile, alaichi and rolled iron/steel aluminium cot . In FY 2079/80, the major exports other than edible oil were carpet and other textile, alaichi and felt,nes.

GOVERNMENT REVENUE (YOY)

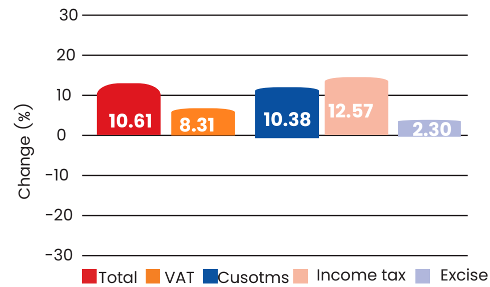
NPR in Billion

Heading	Total Revenue (FY 2079/80)*	Total Revenue (FY 2080/81)*	Change (%)
Total	957.35	1058.90	10.61
VAT	286.63	310.45	8.31
Customs	182.12	201.02	10.38
Income Tax	251.81	283.47	12.57
Excise	143.07	146.35	2.30

Source: Nepal Rastra Bank

*As of end of the FY

GOVERNMENT REVENUE



During the current fiscal year there has been rise in the governemnet revenue by 10.61% compared to previous FY2079/80. The excise duty collection also experienced rise by 2.30%

GOVERNMENT EXPENDITURE

NPR in Billion

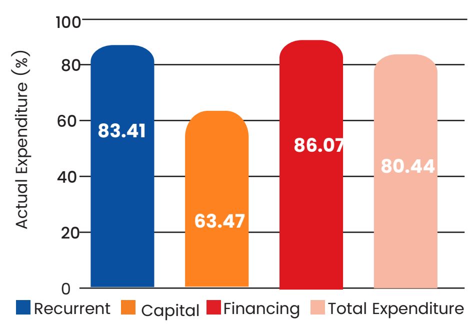
Heading	Target	Actual Expenditure*	Actual Expenditure%
Recurrent	1141.78	952.41	83.41%
Capital	302.07	191.72	63.47%
Financing	307.45	264.63	86.07%
Total Expenditure	1751.3	1408.76	80.44%

*As of end of the FY

Source: FCGO

In the fiscal year 2080/81 the government has spent 63.47% of the targeted capital expenditure while in the same period of previous year it was 61.44%.

GOVERNMENT EXPENDITURE STATUS

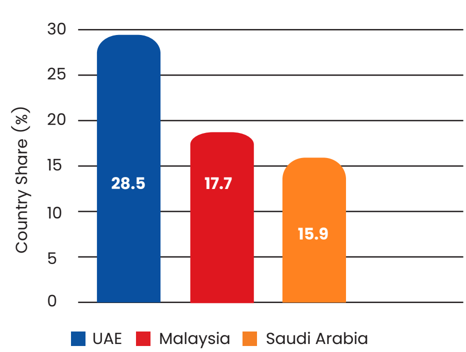


FOREIGN EMPLOYMENT

Country	No. of Individuals	Country Share
UAE	1,31,026	28.5
Malaysia	81,382	17.7
Saudi Arabia	73,095	15.9

*As of end of the FY

Source: : NRB



In FY 2080/81, the number of Nepali workers, both institutional and individual, taking first time approval for foreign employment recorded 460103. Notably, the United Arab Emirates (UAE) emerged as the predominant destination, commanding a significant share of 28.5%. Following closely, Malaysia secured the second position with an 17.7% share, while Saudi Arabia stood at the third position with a share of 15.9%.

FINANCIAL INDICATORS

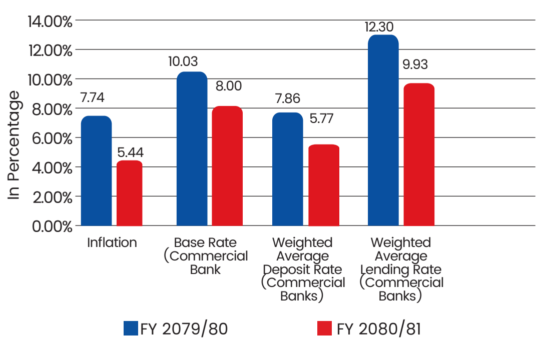
Headings	FY 2079/80*	FY 2080/81*
Inflation	7.74%	5.44%
Forex reserve (USD in billion)	11.74	15.27
Forex reserve Adequacy (Goods and services) in months	10	13
Base Rate (Commercial Bank)	10.03%	8.00%
Weighted Average Deposit Rate (Commercial Banks)	7.86%	5.77%
Weighted Average Lending Rate (Commercial Banks)	12.30%	9.93%
Total deposit (NPR in billion)	5710.0	6452.4
BFIs Credit to Private Sector (NPR in billion)	4797.0	5074.0
Remittance (NPR in billion)	1240.7	1445.3
BOP (NPR in billion)	285.8	502.5

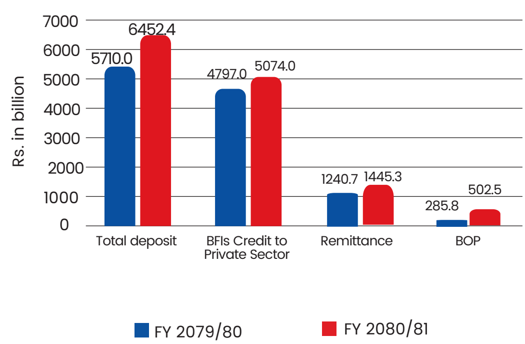
*As of end of the FY

Source: Nepal Rastra Bank

Inflation decreased to 5.44% in FY 2080/81 as compared to 7.74% in the previous fiscal year. The BoP situation is surplus of NPR 502.5 billion, it was NPR 285.8 billion surplus in the previous fiscal year. During the period total deposit increased by 13% however, the private sector credit increased by 5.77% on y-o-y basis.

FINANCIAL INDICATORS





TOURISM

2079/80*	2080/81*	Growth (%)
862992	1128284	30.74%

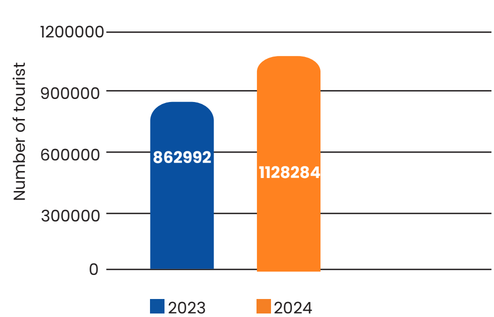
*As of end of the FY

Source: NTB

There has been an increament of 30.74% in the arrival of tourists in the given period compared to the same period last year.

Travel income made in the period was NPR 82.33 billion whereas travel payments was Rs. 189.43 billion.

TOURIST ARRIVAL



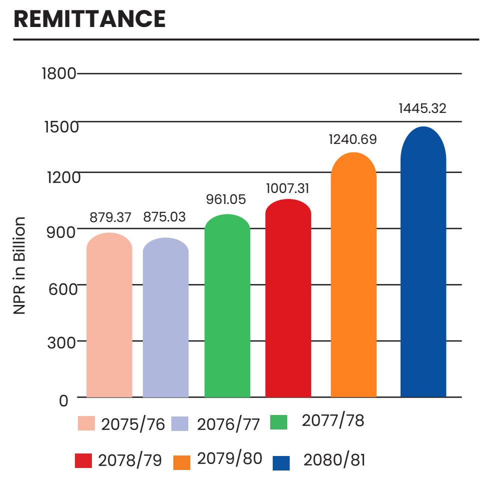
REMITTANCE

Fiscal Year	Remittance in NPR Billion
2075/76	879.37
2076/77	875.03
2077/78	961.05
2078/79	1007.31
2079/80	1240.69
2080/81	1445.32

*As of end of the FY

Source: Nepal Rastra Bank

In FY 2080/81, NPR 1445.32 billion of remittance entered in the country.



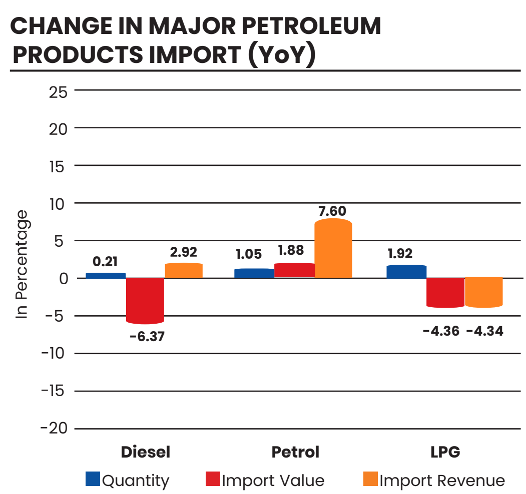
FUEL (GAS AND OIL)

Description	Import Quantity	Import Value	Import Revenue
Diesel	0.21%	-6.37%	2.92%
Petrol	1.05%	1.88%	7.60%
Liquified Petroleum (LPG)	1.92%	-4.36%	-4.34%

*As of end of the FY

Source: Department of Customs

In the FY 2080/81 import of diesel has increased by 0.21% compared to FY 2079/80.



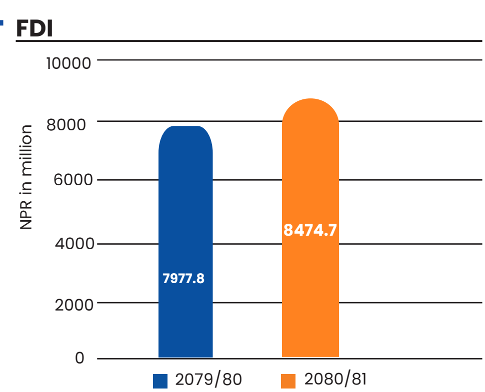
FOREIGN DIRECT INVESTMENT

Asadh (FY 2079/80)	Asadh(FY2080/81)
7977.8 (NPR in million)	8474.7 (NPR in million)

*As of end of the FY

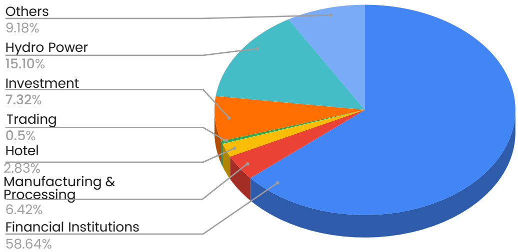
Source: Nepal Rastra Bank

FDI increased by 6.23% in the FY 2080/81 compared to previous fiscal year



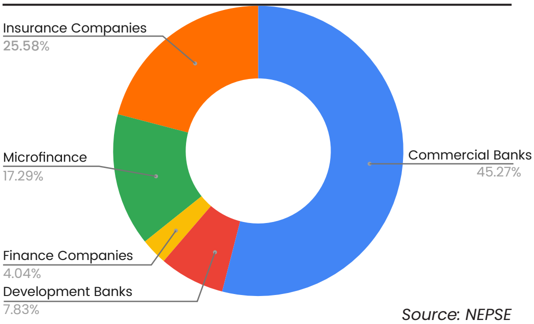
STOCK MARKET

MARKET CAPITALIZATION



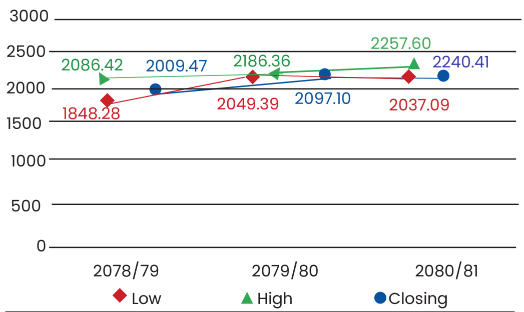
Source: NEPSE

FINANCIAL INSTITUTIONS

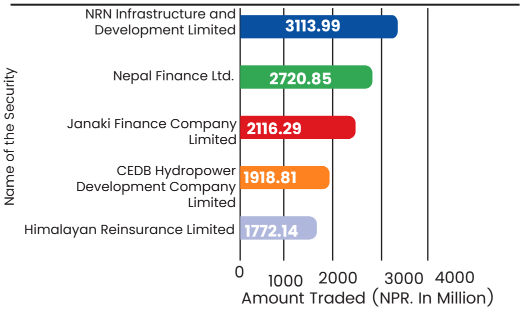


Source: NEPSE

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.

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