CNI NEPAL ECONOMY INSIGHTS

MONTHLY SERIES

Digital Copy

Falgun 2081

IMPORT AND EXPORT

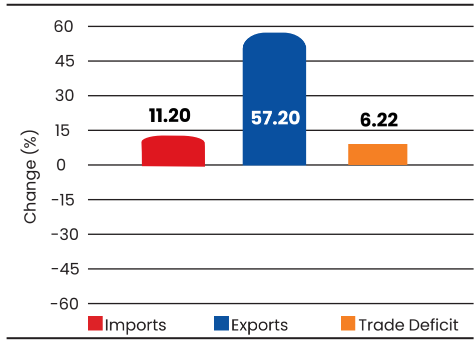
NPR in Billion

Period → Heading ↓	FY 2080/81*	FY 2081/82*	Change (%)
Imports	1030.22	1145.57	11.20
Exports	100.62	158.17	57.20
Trade Deficit	929.61	987.39	6.22

*As of Falgun *Department of Customs*

In the eighth month of FY 2081/82, imports increased by 11.20% compared to FY 80/81 Likewise, export also increased by 57.20%. Trade deficit has increased by 6.22%.

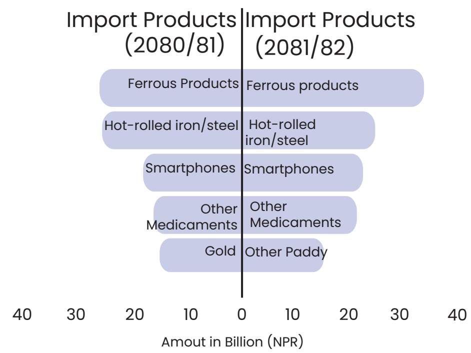
TRADE INDICATORS



MAJOR IMPORT OTHER THAN FUEL AND OIL

Top import products (2080/81)*	Top import products (2081/82)*
Ferrous product	Ferrous product
Hot rolled iron/steel	Hot rolled iron/steel
Smartphone	Smartphone
Other Medicaments	Other-Medicaments
Gold	Other Paddy

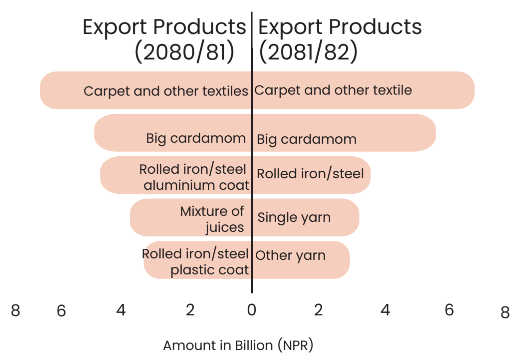
*As of Falgun



MAJOR EXPORT OTHER THAN FUEL AND OIL

Top export products (2080/81)*	Top export products (2081/82)*
Carpets and other textiles	Carpets and other textiles
Big cardamom	Big cardamom
Rolled iron/steel Aluminium coat	Rolled iron/steel Aluminium coat
Mixture of juices	Single yarn
Rolled iron/steel plastic coat	Other yarn

*As of Falgun *Source: Department of Customs*



During the eighth month of FY 2081/82, the top three imports other than fuel and oil were ferrous products, hot rolled iron/steel and smartphones. In the same period of FY 2080/81 the top three imports were ferrous products, hot rolled iron/steel and smartphones.

Likewise, in the eighth month of FY 2081/82, the top three exports other than fuel and oil were carpets and textiles, big cardamom and other rolled iron/steel. In the same period of FY 2080/81 top three exports were carpets and other textiles, big cardamom and rolled iron/steel aluminium coat.

GOVERNMENT REVENUE (YOY)

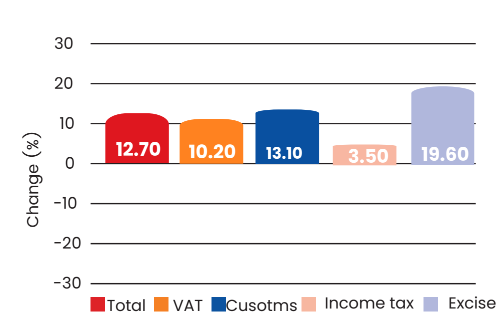
NPR in Billion

Heading	Total Revenue (FY 2080/81)*	Total Revenue (FY 2081/82)*	Change (%)
Total	639.1	720.4	12.70
VAT	190.7	210.1	10.20
Customs	127.5	144.2	13.10
Income Tax	167.3	173.3	3.50
Excise	91.1	108.9	19.60

*As of Falgun

Source: Nepal Rastra Bank

GOVERNMENT REVENUE



There has been increase in government revenue by 12.70 % in current FY 2081/82 as compared to previous FY 2080/81. The excise duty collection also experienced rise by 19.60%.

GOVERNMENT EXPENDITURE

NPR in Billion

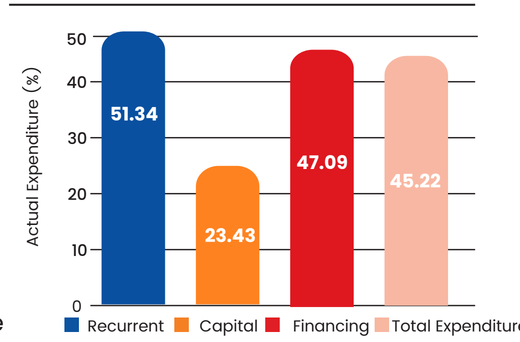
Heading	Annual Target	Actual Expenditure*	Actual Expenditure%
Recurrent	1140.66	585.62	51.34 %
Capital	352.35	82.57	23.43 %
Financing	367.28	172.96	47.09 %
Total Expenditure	1860.3	841.15	45.22 %

* As of Falgun 2081/82

Source: FCGO

In the eighth month of FY 2081/82 government has spent 23.43% of targeted capital expenditure while in the same period of previous FY it was 26.89%.

GOVERNMENT EXPENDITURE STATUS



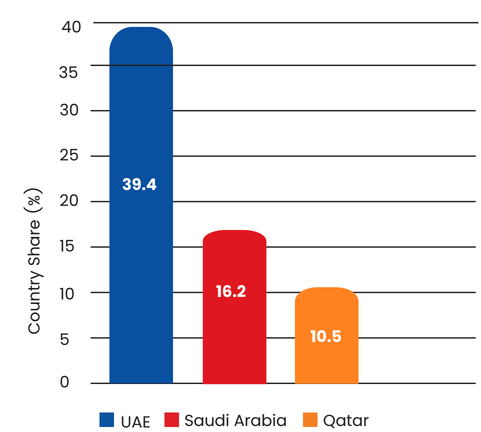
FOREIGN EMPLOYMENT

Country	No. of Individuals	Country Share
UAE	124794	39.4
Saudi Arabia	51426	16.2
Qatar	33364	10.5

*As of Falgun 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 317068 in the same period of previous FY 2080/81 it was 285352 only. Notably, the United Arab Emirates (UAE) emerged as the predominant destination, commanding a significant share of 39.4%. Following by Saudi Arabia which secured the second position with an 16.2% share, while Qatar stood at the third position with a share of 10.5%.



FINANCIAL INDICATORS

Headings	FY 2080/81*	FY 2081/82*
Inflation	4.82	3.75
Forex reserve (USD in billion)	14.14	17.27
Forex reserve Adequacy (Goods and services) in months	12.4	14.30
Base Rate (Commercial Bank)	8.77%	6.34%
Weighted Average Deposit Rate (Commercial Banks)	6.74%	4.54%
Weighted Average Lending Rate (Commercial Banks)	10.78%	8.40%
Total deposit (NPR in billion)	6145.9	6729.60
BFIs Credit to Private Sector (NPR in billion)	4996.5	5378.80
Remittance (NPR in billion)	961.3	1051.80
BOP (NPR in billion)	327.6	310.40

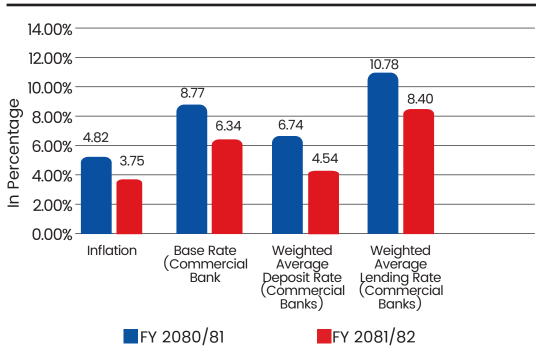
*As of Falgun

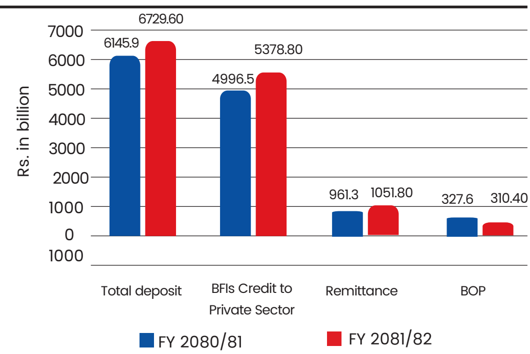
Source: Nepal Rastra Bank

Inflation decreased to 3.75% in the first eight months of FY 2081/82 compared to 4.82% in the same period of previous fiscal year.

The BoP situation is surplus with NPR 310.40 billion, it was NPR 327.6 billion surplus in the previous fiscal year. During the period total deposit increased by 9.50%. The private sector credit also increased by 7.65% only on y-o-y basis.

FINANCIAL INDICATORS





TOURISM

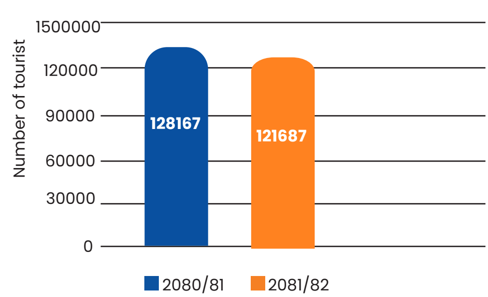
Falgun 2080/81	Falgun 2081/82	Growth (%)
128167	121687	-5.06%

Source: NTB

There has been decline of 5.06% on the arrival of tourists in the given period compared to the same period of last year.

Travel income made during the period was NPR 56.7 billion whereas travel payment was NPR 148.11 billion.

TOURIST ARRIVAL



REMITTANCE

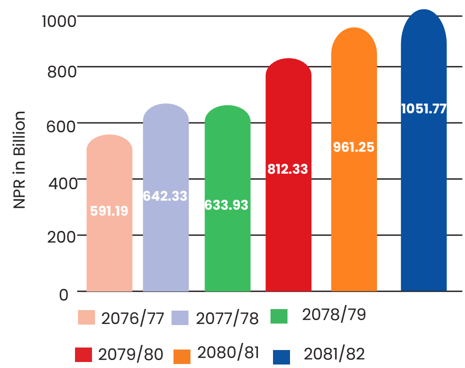
Fiscal Year	Remittance in NPR Billion
2076/77	591.19
2077/78	642.33
2078/79	633.93
2079/80	812.33
2080/81	961.25
2081/82	1051.77

*As of Falgun 2081/82

Source: Nepal Rastra Bank

In the eighth month of FY 2081/82, NPR 1051.77 billion remittance entered in the country.

REMITTANCE



FUEL (GAS AND OIL)

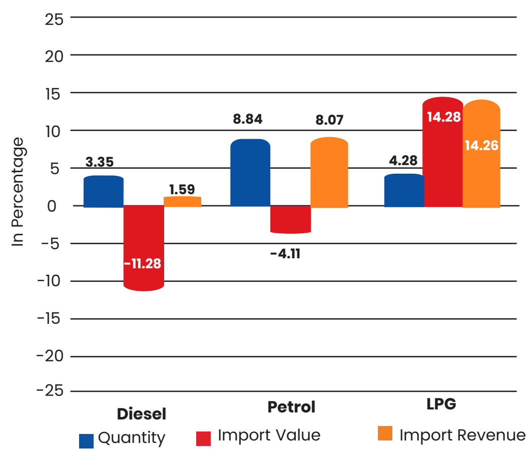
Description	Import Quantity	Import Value	Import Revenue
Diesel	3.35%	-11.28%	1.59%
Petrol	8.84%	-4.11%	8.07%
Liquidified petroleum gas (LPG)	4.28%	14.28%	14.26%

*As of Falgun 2081/82

Source: Department of Customs

In the eighth month of FY 2081/82 the import of diesel increased by 3.35% compared to that of FY 2080/81.

CHANGE IN MAJOR PETROLEUM PRODUCTS IMPORT (YoY)



Public Debt

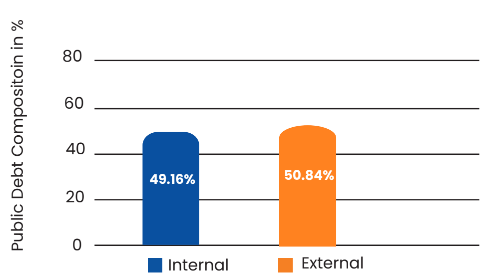
Internal Debt (NPR, Bn)	External Debt (NPR, Bn)
1315.58	1360.46

*As of Falgun

Source: PDMO

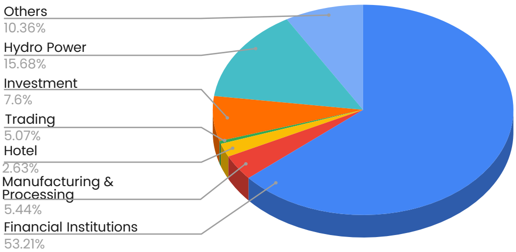
In the first eighth months of FY 2081/82, the total public debt reached NPR 2676.04 billion. Of this, internal debt accounted for 49.16%, while external debt constituted 50.84%.

Public Debt



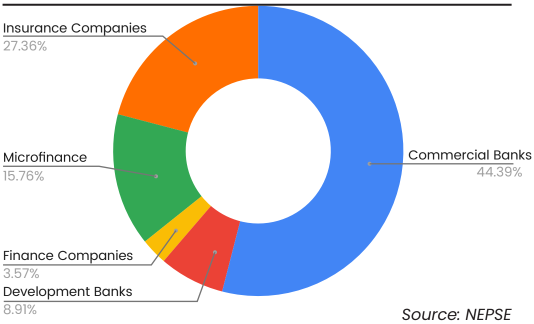
STOCK MARKET

MARKET CAPITALIZATION



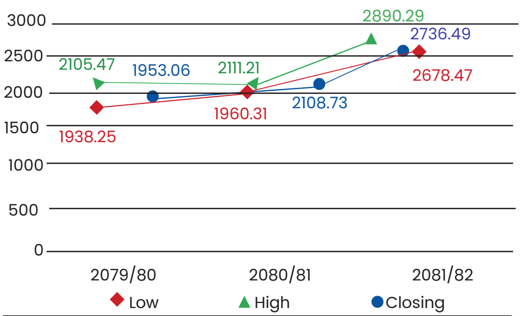
Source: NEPSE

FINANCIAL INSTITUTIONS

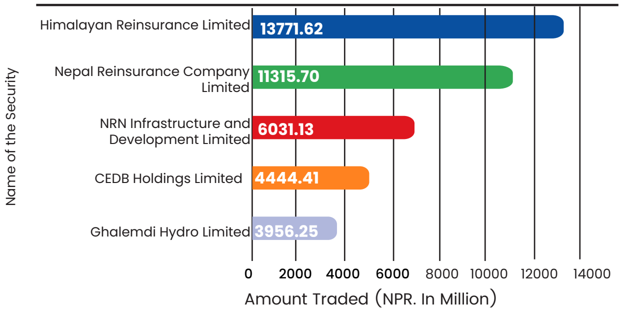


Source: NEPSE

NEPSE INDEX



TOP 5 SHARES BY TRADE AMOUNT



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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