CNI
NEPAL
ECONOMY INSIGHTS

MONTHLY SERIES

BAISAKH 2081

IMPORT AND EXPORT

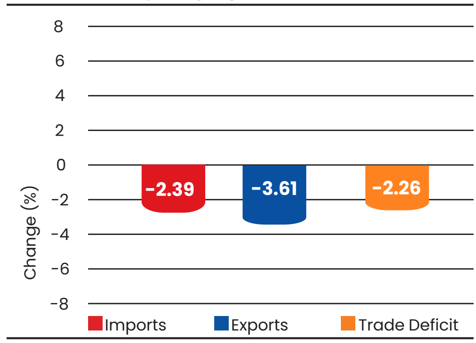
NPR in Billion

Period → Heading ↓	FY 2079/80*	FY 2080/81*	Change (%)
Imports	1335.32	1303.00	-2.39
Exports	130.90	126.17	-3.61
Trade Deficit	1204.42	1177.18	-2.26

*As of Baisakh 2080/81 *Source: Department of Customs*

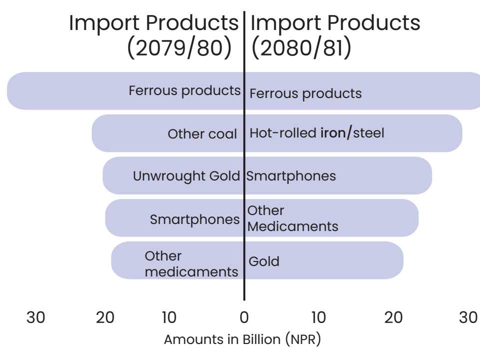
In the first ten months of FY 2080/81 import decreased by 2.39 % compared to FY 2079/ 80. Export also declined by 3.61%. The trade deficit too decreased by 2.26%.

TRADE INDICATORS



MAJOR IMPORT OTHER THAN FUEL AND OIL

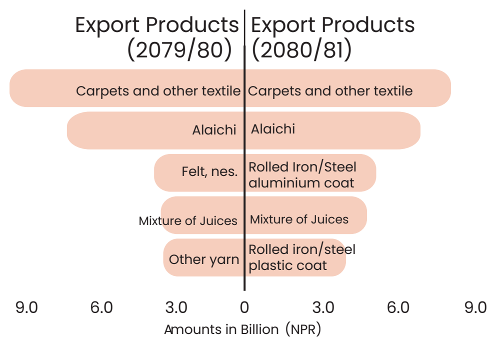
Top import products (2079/80)*	Top import products (2080/81)*
Ferrous products	Ferrous product
Other coals	Hot-rolled iron/steel
Unwrought gold	Smartphones
Smartphones	Other Medicaments
Other medicaments	Gold



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	Rolled iron/steel plastic coat

*As of Baisakh 2080/81 *Source :Department of Customs*



During the first ten months of FY 2080/81, the top three imports other than fuel and oil were ferrous products, hot-rolled iron/steel and smartphones. In FY 2079/80, the major imports other than fuel and oil were ferrous products, other coals and unwrought gold .

Likewise, in the first ten months of 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)

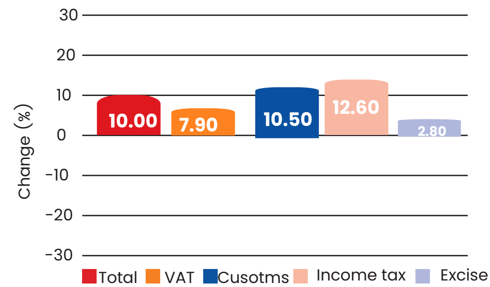
NPR in Billion

Heading	Total Revenue (FY 2079/80)	Total Revenue (FY 2080/81)	Change (%)
Total	756.25	831.93	10.00
VAT	226.69	244.63	7.90
Customs	146.94	162.39	10.50
Income Tax	193.33	217.70	12.60
Excise	116.18	119.38	2.80

Source: Nepal Rastra Bank

*As of Baisakh 2080/81

GOVERNMENT REVENUE



During the first ten months of current fiscal year, there has been rise in government revenue by 10% compared to previous FY. The excise duty collection also experienced rise by 2.80%

GOVERNMENT EXPENDITURE

NPR in Billion

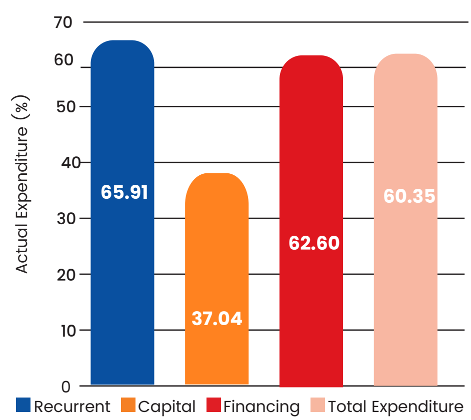
Heading	Target	Actual Expenditure*	Actual Expenditure%
Recurrent	1141.78	752.56	65.91
Capital	302.07	111.88	37.04
Financing	307.45	192.45	62.60
Total Expenditure	1751.31	1056.89	60.35

*As of Baisakh 2080/81

Source: FCGO

In the first ten months of fiscal year 2080/81 government has spent 37.04% of the targeted capital expenditure while in the same period of previous year it was 33.04%.

GOVERNMENT EXPENDITURE STATUS



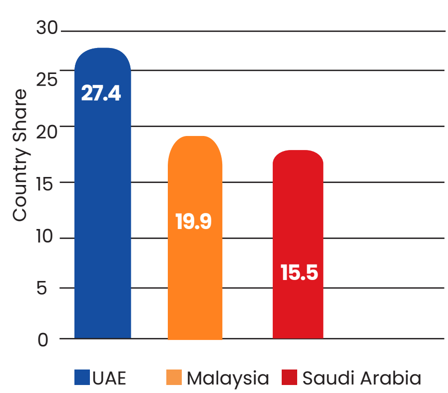
FOREIGN EMPLOYMENT

Country	No. of Individual	Country Share
UAE	102844	27.4%
Malaysia	74707	19.9%
Saudi Arabia	58258	15.5%
Total	374887	

*As of Baisakh 2080/81

Source: Nepal Rastra Bank

In the first ten months of fiscal year 2080/81, the number of Nepali workers, both institutional and individual, taking first time approval for foreign employment recorded 374,887. Notably, the United Arab Emirates (UAE) emerged as the predominant destination, commanding a significant share of 27.4%. Following closely, Malaysia secured the second position with an 19.9% share, while Saudi Arabia stood at the third position with a share of 15.5%.



FINANCIAL INDICATORS

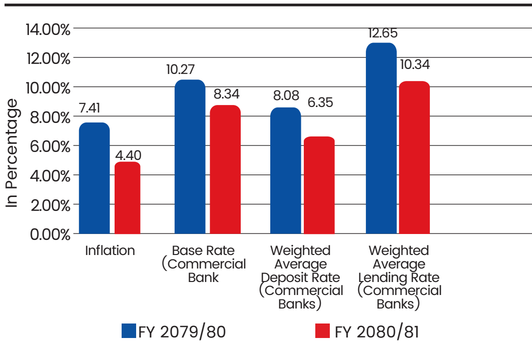
Headings	FY 2079/80	FY 2080/81
Inflation	7.41%	4.40%
Forex reserve (USD in billion)	11.21	14.54
Forex reserve Adequacy (Goods and services) in months	9.7	12.6
Base Rate (Commercial Bank)	10.27%	8.34%
Weighted Average Deposit Rate (Commercial Banks)	8.08%	6.35%
Weighted Average Lending Rate (Commercial Banks)	12.65%	10.34%
Total deposit (NPR in billion)	5453.5	6153.1
BFIs Credit to Private Sector (NPR in billion)	4774.3	5022.3
Remittance (NPR in billion)	1005.2	1198.6
BOP (NPR in billion)	214.7	392.6

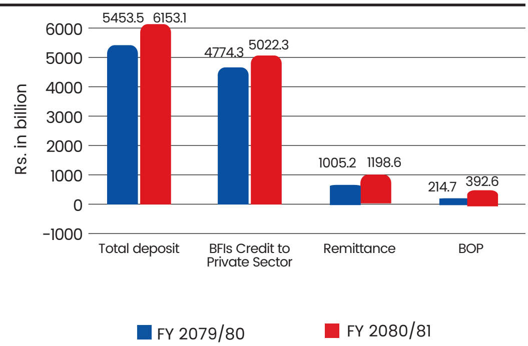
*As of Baisakh 2080/81

Source: Nepal Rastra Bank

Inflation decreased to 4.40% in first ten months of FY 2080/81 as compared to 7.41% in the previous fiscal year. The BoP situation is surplus of NPR 392.6 billion, it was NPR 214.7 billion surplus in the same period of previous fiscal year. During the period total deposit increased by 12.83% however, the private sector credit increased by 5.19% only.

FINANCIAL INDICATORS





TOURISM

May 2023	May 2024	Growth (%)
77703	90211	16.10%

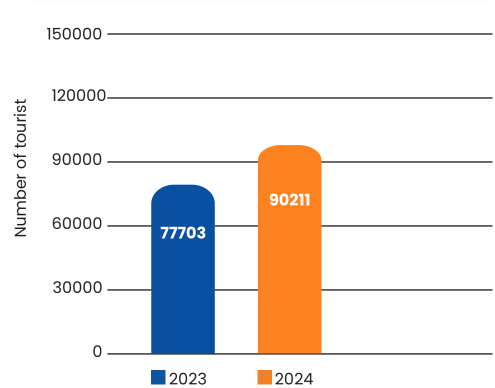
*In the month of May

Source: NTB

There has been an increment of 16.10% in the arrival of tourists in the given period compared to the same period last year.

Travel income made in the period was NPR 69.41 billion whereas travel payments was Rs. 156.95 billion.

TOURIST ARRIVAL



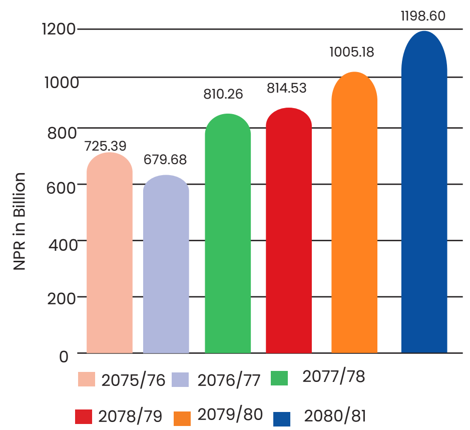
REMITTANCE

Fiscal Year	Remittance in NPR Billion
2075/76	725.39
2076/77	679.68
2077/78	810.26
2078/79	814.53
2079/80	1005.18
2080/81	1198.60

*As of Baisakh 2080/81 *Source: Nepal Rastra Bank*

In first ten months of FY 2080/81, NPR 1198.60 billion of remittance entered in the country.

REMITTANCE



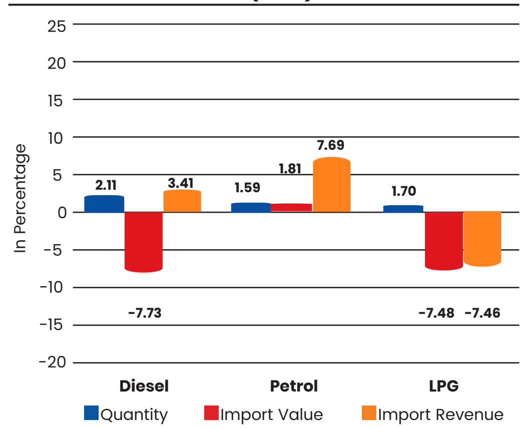
FUEL (GAS AND OIL)

Description	Import Quantity	Import Value	Import Revenue
Diesel	2.11%	-7.73%	3.41%
Petrol	1.59%	1.81%	7.69%
Liquified Petroleum (LPG)	1.70%	-7.48%	-7.46%

*As of Baisakh 2080/81 *Source: Department of Customs*

In the first ten months of FY 2080/81 import of diesel has increased by 2.11% compared to that of FY 2079/80.

CHANGE IN MAJOR PETROLEUM PRODUCTS IMPORT (YoY)



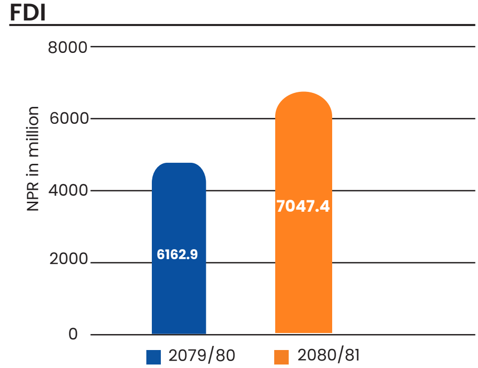
FOREIGN DIRECT INVESTMENT

Baisakh (FY2079/80)	Baisakh (FY 2080/81)
6162.9 (NPR in million)	7047.4 (NPR in million)

*As of Baisakh 2080/81 *Source: Nepal Rastra Bank*

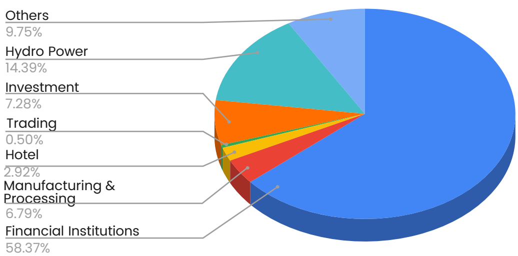
FDI increased by 14.35% in the first ten months of current fiscal year compared to the previous fiscal year.

FDI



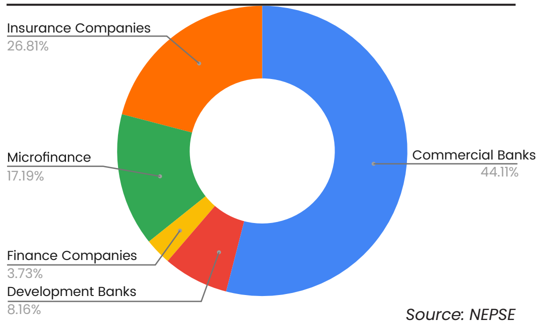
STOCK MARKET

MARKET CAPITALIZATION



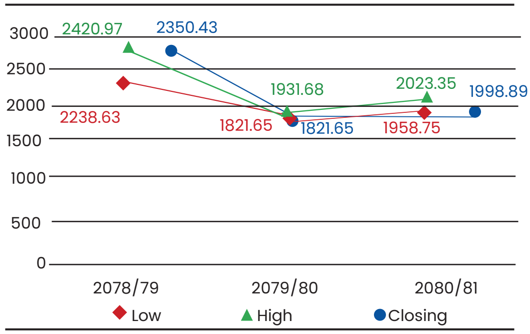
Source: NEPSE

FINANCIAL INSTITUTIONS

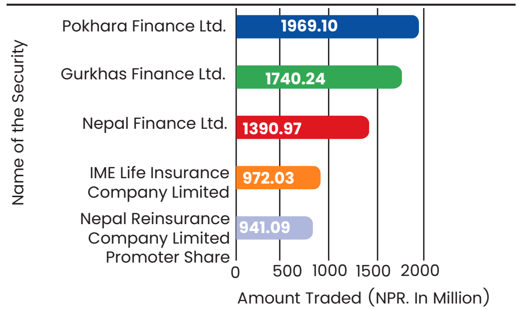


Source: NEPSE

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.

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