



Division on Investment, Technology and Enterprise Development

## World Investment Report 2006

### *FDI from developing and transition economies: implications for development*

Country fact sheet:

**Nepal**

**EMBARGO**

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17:00 hrs GMT on 16 October 2006.

### Foreign direct investment (FDI) overview, selected years

(Millions of dollars and percentages)

FDI flows	1990-2000	2002	2003	2004	2005	as a percentage of gross fixed capital formation			
	(Annual average)					1990-2000	2003	2004	2005
						(Annual average)			
<b>Nepal</b>									
<b>Inward</b>	11	- 6	15	-	5	1.2	1.3	-	0.4
<b>Outward</b>	..	-	-	-	-	..	-	-	-
<i>Memorandum</i>									
Bangladesh									
Inward	190	328	350	460	692	2.5	2.9	3.4	4.9
Outward	4	4	6	6	10	-	0.1	-	0.1
China									
Inward	30 104	52 743	53 505	60 630	72 406	11.3	8.6	8.0	9.2
Outward	2 195	2 518	- 152	1 805	11 306	1.0	-	0.2	1.4
South Asia									
Inward	2 533	6 982	5 729	7 301	9 765	2.3	3.5	3.4	4.3
Outward	124	1 722	1 378	2 092	1 456	-	0.8	1.0	0.6
Asia and Oceania									
Inward	76 616	96 244	110 489	157 328	199 951	8.0	7.7	9.4	11.1
Outward	37 352	34 726	18 995	83 446	83 584	3.9	1.4	5.0	4.7
Developing economies									
Inward	134 670	163 583	175 138	275 032	334 285	8.9	9.3	10.7	12.8
Outward	56 580	49 742	35 566	112 833	117 463	3.3	1.6	4.8	5.1
World									
Inward	495 391	617 732	557 869	710 755	916 277	7.6	7.3	7.7	9.4
Outward	492 566	539 540	561 104	813 068	778 725	7.7	7.4	9.3	8.3
FDI stocks	1980	1990	2000	2004	2005	as a percentage of gross domestic product			
						1990	2000	2004	2005
<b>Nepal</b>									
<b>Inward</b>	1	12	72	125	129	0.3	1.3	1.9	1.7
<b>Outward</b>	-	-	-	-	-	-	-	-	-
<i>Memorandum</i>									
Bangladesh									
Inward	308	324	2 162	3 098	3 508	1.0	4.4	5.0	5.7
Outward	..	46	69	95	104	0.1	0.1	0.2	0.2
China									
Inward	1 074	20 691	193 348	245 467	317 873	5.4	17.9	14.9	14.3
Outward	..	4 455	27 768	35 005	46 311	1.2	2.6	2.1	2.1
South Asia									
Inward	1 699	4 602	28 414	52 499	61 982	1.1	4.7	6.0	6.2
Outward	118	423	2 503	8 037	10 617	0.1	0.4	0.9	1.1
Asia and Oceania									
Inward	58 668	193 774	1 066 419	1 310 910	1 555 076	9.0	26.5	23.9	23.2
Outward	16 351	68 230	614 605	755 520	874 305	3.3	15.3	13.8	13.0
Developing economies									
Inward	137 147	370 314	1 756 394	2 349 348	2 756 916	9.8	26.3	27.9	27.0
Outward	72 307	148 715	871 040	1 120 008	1 273 612	4.1	13.0	13.3	12.5
World									
Inward	561 403	1 789 303	5 802 933	9 544 887	10 129 739	8.5	18.3	23.3	22.7
Outward	571 228	1 791 092	6 471 435	10 325 240	10 671 889	8.6	20.5	25.2	23.9

Source: UNCTAD, *World Investment Report 2006*; [www.unctad.org/wir](http://www.unctad.org/wir) or [www.unctad.org/fdistatistics](http://www.unctad.org/fdistatistics)

For details, see "definitions and sources" in annex B and annex tables B. 1-3 in WIR06.

## Cross-border merger and acquisition overview, 1990-2005

(Millions of dollars)

	Sales				Purchases			
	1990-2000	2003	2004	2005	1990-2000	2003	2004	2005
	(Annual average)				(Annual average)			
<b>Nepal</b>	<b>8</b>	-	-	-	..	-	-	-
<i>Memorandum</i>								
Bangladesh	..	437	60	143	12	-	-	-
China	339	3 820	6 768	8 253	280	1 647	1 125	5 279
South Asia	201	1 461	2 218	4 564	77	1 362	877	2 649
Asia and Oceania	4 757	21 654	24 820	59 450	5 531	18 533	20 604	53 601
Developing economies	12 561	40 166	54 700	100 633	9 128	31 060	39 809	83 150
World	117 889	296 988	380 598	716 302	117 889	296 988	380 598	716 302

Source: UNCTAD, *World Investment Report 2006*; [www.unctad.org/wir](http://www.unctad.org/wir) or [www.unctad.org/fdistatistics](http://www.unctad.org/fdistatistics)

For details, see "definitions and sources" in annex B and annex tables B. 4 and 6 in *WIR06*.

### Inward FDI Performance and Potential Index rankings, 1990-2005<sup>a</sup>

Economy	Inward FDI Performance Index				Inward FDI Potential Index				
	1990	2000	2004	2005	1990	2000	2003	2004	2005
Japan	110	128	134	131	Malawi	93	127	133	132
Kuwait	104	129	138	132	Guinea	84	120	123	133
Iran, Islamic Rep. of	117	133	130	133	Zambia	98	133	136	134
Malawi	41	96	135	134	Madagascar	100	126	132	135
<b>Nepal</b>	<b>100</b>	<b>131</b>	<b>136</b>	<b>135</b>	Benin	113	132	134	136
Libyan Arab Jamahiriya	70	135	139	136	<b>Nepal</b>	<b>109</b>	<b>129</b>	<b>135</b>	<b>137</b>
Cameroon	119	134	137	137	Haiti	117	134	137	138
Bolivia	33	12	44	138	Sierra Leone	101	140	139	139
Yemen	120	139	117	139	Congo, Dem. Rep	105	139	140	140
Denmark	56	11	140	140	Zimbabwe	82	135	138	141

Source: UNCTAD, *World Investment Report 2006*; [www.unctad.org/wir](http://www.unctad.org/wir) or [www.unctad.org/fdistatistics](http://www.unctad.org/fdistatistics)

Note: Covering 141 economies. The performance index is based on the country's share in global FDI inflows and GDP. The potential index is based on 12 economic and policy variables. Country order is based on the ranking of 2005, for Inward FDI Performance Index, and 2004, for Inward FDI Potential Index.

<sup>a</sup> Three-year moving averages, using data for the three previous years, including the year in question

For details, see annex table A.I.9. in *WIR06*.

### Outward FDI Performance Index ranking, 1990-2005

Economy	1990	2000	2004	2005
Georgia	98	126	126	126
Honduras	99	127	127	127
Mongolia	100	128	128	128
Myanmar	101	129	129	129
<b>Nepal</b>	<b>102</b>	<b>130</b>	<b>130</b>	<b>130</b>
Sierra Leone	103	131	131	131
Sudan	104	132	132	132
Suriname	105	133	133	133
Syrian Arab Republic	106	134	134	134
Tajikistan	107	135	135	135

Source: UNCTAD, *World Investment Report 2006*; [www.unctad.org/wir](http://www.unctad.org/wir) or [www.unctad.org/fdistatistics](http://www.unctad.org/fdistatistics)

Note: Covering 141 economies. The performance index is based on the country's share in global FDI outward stocks and GDP. Country order is based on the ranking of 2005.

<sup>a</sup> Three-year moving averages, using data for the three previous years, including the year in question

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This fact sheet and additional information on the *World Investment Report 2006* and the Report itself can be found at the following URL:

<http://www.unctad.org/wir>

The sources for all this information are the *World Investment Report 2006* and UNCTAD databases on FDI/TNC, cross-border M&As and BITs and DTTs. These databases can be found at the following URL:

<http://www.unctad.org/fdistatistics>

The *World Investment Report 2006* (WIR06) (Sales No. E. 06.II.D.11, ISBN: 92-1-112703-4) may be obtained from UN Sales Offices at the below mentioned addresses or from UN sales agents in many countries.

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