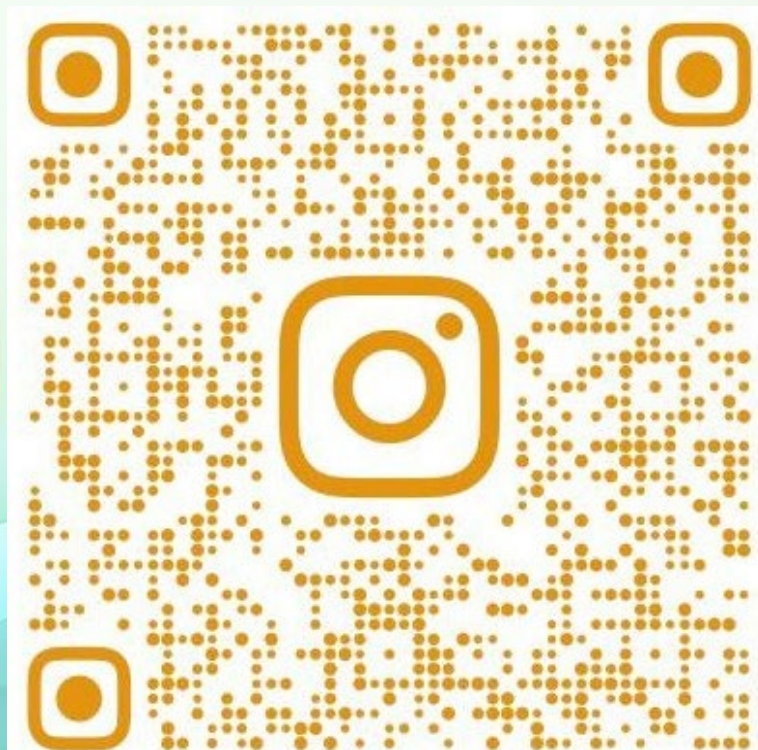


# Investment Opportunity in Nepal: Energy Sector

**Embaixador Nirmal Raj Kafle**

**Embaixada do Nepal,  
Brasilia, Brazil**



***Siga-nos***  
***@nepalinbrazil***



# Brazil and Nepal:

- **Nepal and Brazil enjoy excellent state of bilateral relations**
- **The diplomatic relations were established in 1976.**
- **Nepal's Embassy in Brasilia is in service since 2010.**
- **Brazil opened its Embassy in Kathmandu in 2011.**
- **Brazil is supporting Nepal in various sectors, under the South-South Cooperation.**
- **Climate change, multilateralism, rules-based international order are some agendas we have been working together.**

**nepal** for

**EVERYONE**

**EVERY  
PURPOSE**

**ALL  
SEASONS**

**Investment, Trade and Tourism**



# Geographical Distribution



**Tourism, hydro, solar**

**Hotel industry, hydro, wind**

**Nature, agro industry**



# Mountain Range of Nepal continues to attract Brazilians...

- Breathtaking trekking trails
- Mountaineering experiences
- Investment potentials





# Trade opportunities

## Nepal exports-

Handicrafts, tea, carpets,  
garments, herbs, software

## Nepal imports-

Soya, food, sugar,  
machinery, technologies



# Nepal: An Investment Destination



- Graduation from LDC status by 2026
- Middle-income by 2030
- SDGs by 2030 (Investment required: USD 17 bn)



- Financing Gap- USD 5 billion
- FDI and PPP as means
- Priorities: Industry, Energy, Infrastructure, Agriculture and Tourism

# Prospective areas

- **Tourism:** Airports, Hotels, Adventure, MICE
- **Energy and mining:** Hydropower, Wind/Solar
- **Agro-Processing:** Fertilizer, Value Chains
- **Manufacturing:** SEZ, Garments, Handicrafts, Electronics
- **Health, Education:** Hospitals, Tech Institutes, Pharmaceuticals
- **Construction:** Roads, Airports, Railways, Cable Cars
- **New areas:** BPO, Software



# Why Invest and Trade in Nepal

- **Ecology**

- Emerging economy with lucrative areas

- Population (workforce, consumers)

- Double Tax Avoidance, Investment Agreements

- **Infrastructure**

- One Point Service Centre

- Single Window to facilitate trade

- Banking, financial, stock and insurance

- **Incentives**

- Liberal investment policies

- Generous tax and repatriation laws

- Easy visa processing

# Energy Sector of Nepal

- **Geography and snow-fed rivers**
- **Total capacity: from 42,000 to 83,000 Mega Watts**
- **Current installed capacity: over 3,000 MW**
- **About 75% of the supply is generated internally, and the rest is imported from India. Nepal can export electricity to India and Bangladesh**
- **Solar and wind with large potentials, with the current production being only about 100 MW**



# Major river systems

**There are four main river systems in Nepal:**

**(i) Mahakali      (ii) Karnali      (iii)  
Gandaki;      (iv) Koshi system**

- **All originate in the Himalayas with significant flows for run-of-the-river**
- **Medium-sized rivers originate in the Mahabharat range, ideal for dam type too**
- **Together, they have tremendous potential for hydropower development**





# Key Agencies to contacts

- **Ministry of Energy – policy development and support to energy sector**
- **Nepal Electricity Authority – production and transmission of electricity**
- **Nepal Investment Board –large infrastructure projects, including hydropower projects above 500 MW**
- **Private sector, represented by:**
  - **Federation of Nepalese Chambers of Commerce and Industry (FNCCI) [www.fncci.org](http://www.fncci.org)**
  - **Confederation of Nepalese Industries (CNI) [www.cnind.org](http://www.cnind.org)**

# Doing business in Nepal

## Ranking and Ratings

Index	2010	2019
Competitiveness Index	125th (47.8 %)	108th (51.6 %)
Trade Openness Index (% of GDP)	45	55
Rule of Law Index (- 2.5 weak and 2.5 strong)	-0.95	-0.54
Cost of Starting Business (% of income per capita)	46.6	20
Investment Forecast Index	38.3%	62.3%
Ease of Doing Business Index	110th	94th

# In Nepal: SPIRITUALISM MEETS MODERNISM

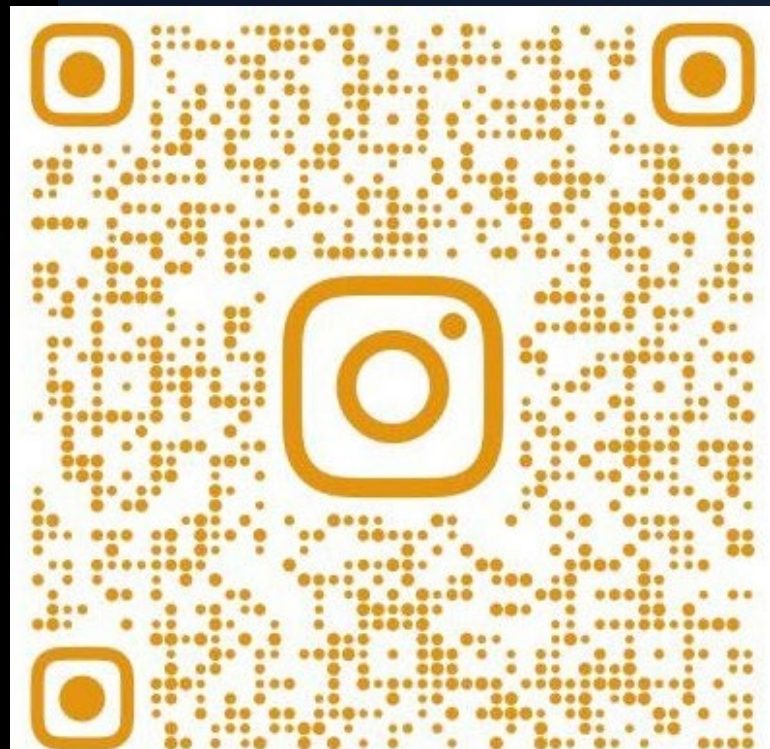
Living culture, natural paradise and vibrant cities

Respect for Brazil and Brazilians

Friendly people and hospitable culture







← *Siga-nos*  
*@nepalinbrazil*

**nepal**

**awaits...**

**Obrigado!! Namaste!!!**

