

INDUSTRIAL FACTOR COSTS Some Highlights

1. Cost of Industrial Sites:

| | | | |
|----------------------|---------------|----|-----------|
| a) Kathmandu | Rs. 30,00,000 | To | 80,00,000 |
| b) Outside Kathmandu | | | |
| Lalitpur | Rs. 2,000,000 | To | 4,000,000 |
| Bhaktapur | Rs. 2,000,000 | To | 4,000,000 |
| Hetauda | Rs. 1,000,000 | To | 2,000,000 |
| Pokhara | Rs. 1,000,000 | To | 2,000,000 |
| Butwal | Rs. 1,000,000 | To | 2,000,000 |
| Dharan | Rs. 1,000,000 | To | 2,000,000 |
| Nepalgunj | Rs. 500,000 | To | 1,000,000 |
| Surkhet | Rs. 300,000 | To | 500,000 |
| Biratnagar | Rs. 2,000,000 | To | 4,000,000 |
| Birgunj | Rs. 2,000,000 | To | 4,000,000 |
| Banepa, Dhulikhel | Rs. 1,000,000 | To | 2,000,000 |

Note: Per Ropani, i.e. 5,476 sq.ft.

2. Construction Costs:

- a) Factory Building Rs. 700 - 900 per sq.ft.
- b) Office Building Rs. 900 - 1100 per sq.ft.
- c) Material Cost (Average):
 - i. Aluminum Plain Sheet (of different sizes) - Rs.22 - 23 / Square foot.
 - ii. Galvanized Iron sheet - Plain / Corrugated / Color (of different gauge and size):
Plain and Corrugated- Rs.3700-8600 / Bundle, Color - Rs.5200-10500 / Bundle
 - iii. Bricks-Non machine- Rs.2600-3900 / Thousand Pieces
Machine made- Rs.4700- 6000 per Thousand Pieces
 - iv. Cement (of different quality & companies) – Rs.450-500 per bag (50 kg)
White Cement (of companies)- Rs.1150 per bag
 - v. Glass – White Rs.36-78 / Square foot
Color Rs.55- 230 / Square foot
 - vi. Marble (Godabari) polished of different sizes) – Rs.55 -181 per Sq. Ft.
 - vii. Marble (Rajasthani) polished of different sizes) – Rs.135 -1256 per Sq. Ft.
 - viii. Plywood Commercial (of different sizes) – Rs.14-53 per Sq. ft.
Teak Ply (of different sizes) – Rs.42-55 per Sq ft.
 - ix. Sand - Rs.21-30 / Cu.ft.
 - x. Stone Aggregates (of different sizes) - Rs.23- 42 per Cu. Ft.
 - xi. Tiles - Mosaic/Glaze/Border (of different sizes) – Rs.56-140 per Sq. ft.
Roofing Tiles (of different category) – Rs.13 -15
 - xii. Torsteel (TMT/TOR/MS) Rods (of different sizes) - Rs.92-97per Kg.
 - xiii. Wooden plank (of different sizes)–Rs.1200-1600 / Sq. ft.

Note: It would be appropriate to add 25 percent of above cost to take account of social costs.

Source: Department of Industries and Kathmandu District Development Committee.

3. **Electricity Tariff (Industrial)**

(Effective from August 17, 2001):

| <u>Sub Category</u> | <u>Demand fee (Rs. / kVA)</u> | <u>Energy Charge (Rs. / Unit)</u> |
|---------------------------------|-----------------------------------|---------------------------------------|
| A. Low Voltage (400/230 volt) | | |
| - Rural and Cottage | 45.00 | 5.45 |
| - Small Industry | 90.00 | 6.60 |
| B. Medium Voltage (11 kV) | 190.00 | 5.90 |
| C. Medium Voltage (33 kV) | 190.00 | 5.80 |
| D. High Voltage (66 kV & above) | 175.00 | 4.60 |

Note: -If demand meter reads Kilo Watts (kW) then kVA = kW/0.8., 10 % discount in the total bill amount will be given to the Government of Nepal approved Industrial Districts.

Source: Nepal Electricity Authority.

4. **Fuel Rate:** (As of December 26 2008)

| Products | Approximate Retail Selling Price at Kathmandu (Retail Prices are decontrolled and Inclusive of VAT) | Remarks |
|---|--|---|
| a) Petrol | Rs.80.50 / liter | Nepal Government will adjust the price of petroleum products as per international market. |
| b) Diesel | Rs.59.50 / litre | |
| c) LPG | Rs.1150.0 / cylinder | |
| d) Aviation Turbine Fuel - - Duty paid - Bonded | Rs.80.00 / liter US \$1000.00/ KL. | |
| e) Kerosene | Rs.59.50 / litre | |

Source: Nepal Oil Corporation Ltd.

5. **Salaries and Wages (average per month):**

| | | | |
|--|------------|---|--------|
| a) Managerial Grade | Rs.25,000 | - | 50,000 |
| b) Engineers | Rs.20,000 | - | 30,000 |
| c) Technical Operator | Rs.10,000 | - | 15,000 |
| d) Junior Operator | Rs. 6,000 | - | 8,000 |
| e) Office Assistant | Rs. 6,000 | - | 8,000 |
| f) Clerical Grade | Rs. 5,000 | - | 7,000 |
| g) Labor (as per Nepal Gazette published in 2065-8-23) | | | |
| Highly Skilled | Rs. 4950.0 | | |
| Skilled | Rs. 4760.0 | | |
| Semi skilled | Rs. 4650.0 | | |
| Unskilled | Rs. 4600.0 | | |

Note: It would be appropriate to add 25 percent of above salaries to take account of fringe benefits.

6. **Rents - Office and Residential sites:**

| | |
|------------------------|----------------------------------|
| Kathmandu: Residential | Rs. 15,000 - 40,000 per month |
| Office | Rs. 30 - 50 per sq.ft. per month |
| Butwal - Office | Rs. 10 - 20 per sq.ft. per month |
| Hetauda - Office | Rs. 10 - 20 per sq.ft. per month |
| Pokhara - Office | Rs. 10 - 20 per sq.ft. per month |
| Biratnagar - Office | Rs. 10 - 20 per sq.ft. per month |
| Birgunj - Office | Rs. 10 - 20 per sq.ft. per month |

Note: Depending upon location, rent may be 25 percent plus / minus.

Source: Department of Industries, other various sources.

7. Water Tariffs: (Effective from Asoj 2061 (September/October 2004):

Taps with meter

| Size of the Tap | Consumption (Liter) | Minimum Charge Rs./Month | Charge on exceeding minimum consumption Rs./ Kl. | Main Tap Rs./Month | Branch Tap Rs./Month |
|-----------------|---------------------|--------------------------|--|--------------------|----------------------|
| ½" | Up to 10000 | 50.00 | 15.00 | 360.00 | 100.00 |
| ¾ " | Up to 27000 | 810.00 | 30.00 | 1950.00 | 650.00 |
| 1" | Up to 56000 | 1680.00 | 30.00 | 4050.00 | 1115.00 |
| 1 ½" | Up to 155000 | 4650.00 | 30.00 | 11160.00 | 3000.00 |
| 2" | Up to 320000 | 9600.00 | 30.00 | 23040.00 | 5000.00 |
| 3" | Up to 881000 | 26430.00 | 30.00 | 63450.00 | 14830.00 |
| 4" | Up to 1810000 | 54300.00 | 30.00 | 130320.00 | 30000.00 |

Note: a. Minimum monthly charge Rs. 50 is charged on the consumption of 10,000 litres. b. Monthly Charge for Public tap is Rs. 990.00. c. Sewerage Charge is 50% of the billing amount of water rate.

Source: Nepal Water Supply and Sewerage Corporation.

8. Freight by Road:

| Sector | Open Truck | | Trailer | | Container | |
|----------------------|--------------|---------------------------|--------------|---------------------------|--------------|---------------------------|
| | NRs. / M.Ton | Minimum Chargeable Weight | NRs. / M.Ton | Minimum Chargeable Weight | NRs. / M.Ton | Minimum Chargeable Weight |
| Calcutta-Birgunj | 1900 | 9 M. Ton | 2200 | 18 M. Ton | 2000 | 9 M. Ton |
| Calcutta-Biratnagar | 1400 | 9 M. Ton | 1800 | 18 M. Ton | 1600 | 9 M. Ton |
| Birgunj-Kathmandu | 1200 | 10 M. Ton | 3200 | 15 M. Ton | 1300 | 10 M. Ton |
| Biratnagar-Kathmandu | 1900 | 10 M. Ton | 4800 | 15 M. Ton | 2200 | 10 M. Ton |

Transport rates (9 MT Full Truck)

From Various Stations of India to Various Stations in Nepal

| Places and City | Rates (NRs.) | Places and City | Rates (NRs.) | |
|--|--------------|--|--|-------|
| Bangalore to | Hetauda | 64000 | Calcutta to Raxaul | 21000 |
| Ahmedabad to | | 46000 | Calcutta to Bhairahawa | 25000 |
| Baroda to | | 51000 | Delhi / Agra / Faridabad / Koshi to Kathmandu via Raxaul | 42000 |
| Delhi to | | 32000 | | |
| Bombay to | | 48000 | Sunauli to different Stations in India | |
| Bombay to Kathmandu via Bhairahawa | 64000 | Chandigarh | 24000 | |
| Bombay to Kathmandu via Raxaul | 62000 | Lucknow | 10000 | |
| Delhi to Kathmandu via Bhairahawa | 30000 | Jaipur | 20000 | |
| Bangalore to Kathmandu via Bhairahawa | 62000 | Delhi | 18000 | |
| Raxaul to different stations in India | | Kakarvitta to different stations in India | | |
| Calcutta | 22000 | Guwahati | 26000 | |
| Patna | 7000 | Sillong | 33000 | |
| Ranchi | 12000 | Dibrugarh | 33000 | |
| Jamshedpur | 14000 | Silchar | 43000 | |
| Kanpur | 14000 | Tinsukia | 33000 | |
| Ahmedabad | 33000 | | | |
| Ludhiyana | 27000 | | | |
| Bombay | 36000 | | | |

Sources: Business Manager for Managers and updates from Interstate Multimodal Transport Pvt. Ltd. The figures are rounded up to 100.

9. Air Freight: (Weight limit up to 20 Kg.)

Value in NRs.

| S.N. | Destination Country | Minimum Charge up to 500 gms. | Additional per 500 gms.. | Estimated Delivery Time Days | S.N. | Destination Country | Minimum Charge up to 500 gms. | Additional per 500 gms. /NRs. | Estimated Delivery Time Days |
|------------|---------------------|--------------------------------|--------------------------|------------------------------|------|-------------------------|-------------------------------|-------------------------------|------------------------------|
| 1. | Bhutan | 750 | 200 | 3-7 | 2. | Egypt | 1200 | 300 | 7-10 |
| 3. | Bangladesh | 900 | 200 | 4-10 | 4. | Ireland | 1200 | 350 | 7-10 |
| 5. | Brunei | 900 | 200 | 7-10 | 6. | Spain | 1200 | 350 | 7-10 |
| 7. | Hong Kong | 900 | 250 | 5-7 | 8. | USA | 1200 | 350 | 7-10 |
| 9. | Japan | 900 | 300 | 5-7 | 10. | Yemen | 1200 | 300 | 7-10 |
| 11. | Malaysia | 900 | 250 | 5-10 | 12. | Israel | 1250 | 300 | 7-15 |
| 13. | Pakistan | 900 | 250 | 5-10 | 14. | Philippines | 1250 | 300 | 7-10 |
| 15. | Singapore | 900 | 250 | 5-10 | 16. | Fiji | 1350 | 350 | 7-10 |
| 17. | Sri Lanka | 900 | 250 | 7-10 | 18. | Kuwait | 1350 | 250 | 7-15 |
| 19. | Thailand | 900 | 250 | 3-7 | 20. | Turkey | 1350 | 350 | 7-10 |
| 21. | China | 950 | 300 | 7-10 | 22. | Denmark | 1400 | 350 | 7-10 |
| 23. | Indonesia | 950 | 300 | 7-10 | 24. | Italy | 1500 | 350 | 7-10 |
| 25. | S. Korea | 950 | 300 | 5-10 | 26. | UK | 1500 | 300 | 7-10 |
| 27. | Maldives | 950 | 250 | 7-10 | 28. | Canada | 1550 | 350 | 7-12 |
| 29. | Qatar | 1050 | 250 | 3-10 | 30. | Germany | 1600 | 350 | 7-10 |
| 31. | UAE | 1050 | 300 | 5-7 | 32. | Netherlands | 1650 | 350 | 7-10 |
| 33. | Australia | 1100 | 350 | 5-10 | 34. | Switzerland | 1700 | 350 | 7-10 |
| 35. | Myanmar | 1100 | 250 | 7-10 | 36. | Norway | 1900 | 350 | 7-10 |
| 37. | New Zealand | 1100 | 350 | 7-10 | | | | | |
| 38. | India | Minimum up to 200 gms. Rs. 200 | | | | Additional per 200 gms. | | 100 | 3-15 |

For Merchandise Items Add Rs.50 Up to 2 Kgs. and Rs.150 more than 2 Kgs.

Source: Express Mail Service, General Post office.

10. Current Lending Rates of Commercial Banks:

(As of end of July 2008):

(Negotiable depending upon volume and other business)

| S.N. | Types of Loan | Interest Rate in % |
|------|------------------------------------|--------------------------------|
| a. | Commercial Loan | 8.0 – 13.50 |
| b. | Deprived Sector Loan | 4.0 – 11.0 |
| c. | Priority Sector Loan | 9.5 – 13.0 |
| d. | Over Draft Facility | 6.5 – 13.5 |
| e. | Term Loan | 8.0 – 13.0 |
| f. | Working Capital Loan | 8.0 – 13.5 |
| g. | Loan Against Nepal Government Bond | 6.0 – 11.0 |
| h. | Loan Against Bank Guarantee | 6.5 – 10.5 |
| i. | Loan Against Other Guarantee | 6.5 – 11.0 |
| j. | Loan Against Fixed Deposit | +1.0 – 3.0 % over deposit rate |
| k. | Import Finance | 7.0 – 12.0 |
| l. | Hire Purchase Loan | 6.5 – 12.0 |
| m. | Export Credit | 5.0 – 11.5 |
| n. | Industrial Loan | 7.0 – 11.5 |

Source: Homepage of Nepal Rastra Bank.

11. Telephone Services:

1. Basic Telephone Service:

- Nepal Doorsanchar Company Limited (NDCL)
- United Telecom Ltd.

2. Cellular Mobile Services:

- Nepal Doorsanchar Company Limited (NDCL)
- Spice Nepal Pvt. Ltd.

3. Value Added Services on above system:

Internet (with or without email), Audio / Video Text/Voice Mail, Fax Mail, VSAT, Audio/Video Conferencing, Pay Phone, Prepaid Calling Card, Local Data Network (Business Use), Radio Paging Services, Trunk Mobile Radio, GMPCS, Limited Mobility etc.

Glimpse of Licensing Activities of Telecom Services:

| S. N. | Services / Fiscal Year | Up to 2060/61 | 061/62 | 062/63 | 063/64 | 064/65 | Total | License Cancelled | Existing |
|--------------|--------------------------|---------------|-----------|-----------|-----------|----------|------------|-------------------|------------|
| 1 | Basic Telephone | 2 | - | - | - | - | 2 | 0 | 2 |
| 2 | Cellular Mobile | 1 | 1 | - | - | - | 2 | 0 | 2 |
| 3 | Internet (with e-mail) | 26 | 6 | 7 | 3 | 3 | 45 | 10 | 35 |
| 4 | Radio Paging | 8 | - | - | - | - | 8 | 8 | 0 |
| 5 | VSAT Network Providers | 10 | - | - | 2 | - | 12 | 5 | 7 |
| 6 | VSAT Service Users | 70 | 6 | 41 | 7 | - | 124 | 14 | 110 |
| 7 | Fax Mail | 6 | - | - | - | - | 6 | 6 | 0 |
| 8 | Video Conferencing | 1 | - | - | - | - | 1 | 0 | 1 |
| 9 | GMPCS | 2 | - | - | 1 | - | 3 | 0 | 3 |
| 10 | Rural Telecom Services | 1 | - | - | - | - | 1 | 0 | 1 |
| 11 | Local Data Network | 1 | - | - | - | - | 1 | 0 | 1 |
| 12 | Limited Mobility Service | 0 | - | 2 | 4 | 2 | 8 | 0 | 8 |
| Total | | 128 | 13 | 50 | 17 | 5 | 213 | 43 | 170 |

Technology used by NDCL to serve VDCs

| S.N. | Services | Descriptions |
|------|-------------------------------------|---|
| 1. | Digital C-DOT (wire line) exchanges | 25/3676 (Exchange/Capacity) |
| 2. | MARTS | 158/1086 (Marts Terminals/ Telephone Subscribers) |
| 3. | VHF/UHF radio | 484 (Telephone Subscribers) |
| 4. | Digital microwave (JICA project) | 4/56 (Rural Station/Subscriber) |
| 5. | HF radio | 4 |
| 6. | VSAT | 424/718 (Terminals/Telephone lines) |
| 7. | VDCs served with at least one PCO | 2888 |
| 8. | Telex Service | 256/70 (Capacity/Distribution) |

Telecom Statistics at a glance

Subscriber base- (as of 14 January, 2008):

| S.N. | Service | Subscribers |
|------|---|--|
| 1. | Fixed line telephone (PSTN+VSAT+ MARTS+VHF) | 5,24,443 |
| 2. | Mobile Telephone (NDCL + SNPL) | 14,93,269 + 10,06,855 = 25,00,124 |
| 3. | Post-paid mobile (NDCL + SNPL) | 1,09,735 + 6,052 = 1,15,787 |
| 4. | Pre-paid mobile (NDCL + SNPL) including GSM, CDMA and WCDMA | 13,83,534, + 10,00,803 = 23,84,337 |
| 5. | Wireless in Local Loop (NDCL + UTL) | 1,58,852 + 1,05,694 = 2,64,546 (Including Limited Mobility) |
| 6. | Limited Mobility (UTL only) | 46,265 |
| 7. | Internet (with E-mail) | 5,004 |
| 8. | GMPCS (Constellation + AVCO + I4 Tech. | 1005 + 268 + 83 = 1,401 |
| 9. | VSAT user | 110 |

NDCL: Nepal Doorsanchar Company Limited; SNPL: Spice Nepal Private Limited, UTL: United Telecom Limited

Performance of Rural Telecom Service:

| Region | Total VDC | VDCs Served with at least one PCO | |
|--------------------------------|-----------|-----------------------------------|-----------|
| | | By STM* | By NDCL * |
| Nepal | 3915 | 623 (2138 VDCs) | 2888 |
| Eastern Development Region | 893 | 530 | -- |
| Central Development Region | 1199 | 2 | -- |
| Western Development Region | 865 | 63 | -- |
| Mid-Western Development Region | 575 | 6 | -- |
| Far-Western Development Region | 383 | -- | -- |

Note:* Some of the VDCs are overlapped.

STM Telecom Sanchar Pvt Ltd is a leading telecom operator in Nepal since its inception in 2003. Under license from Nepal Telecommunications Authority (NTA), STM provides basic subscriber line, international long distance, payphone, internet and tele center services in Nepal.

I. PSTN (Public Switched Telephone Network) / C Telephone Services -Nepal Telecom (NTC):

a. PSTN / C- Phone

- | | <u>Rate</u> |
|--|-------------|
| • Minimum Monthly Rental for Land Line Local Telephone (with 175 free calls) | Rs. 200.0 |
| • Charge for excess call (more than 175 free calls) per calls | Rs. 1.0 |
| • Charge for a call to Mobile from Local Exchange per minute | Rs. 1.0 |

b. Domestic Long Distance (STD) Tariff Rate

- | | <u>Call Duration</u> | <u>per Call</u> | <u>per Pulse</u> |
|---|-------------------------|-----------------|------------------|
| • Calls made from one district to another district within one Zone for whole 24 hours | | | Re.1.0 |
| • From 0 to 50 Km distance | 30 to 60 secs. per call | Rs. 1.0 to 2.0 | Re 1.0 |
| • From 50 Km and above distance | 17 to 40 secs. per call | Rs. 1.5 to 3.5 | Re 1.0 |

Note: Additional charge of Rs. 1.00 per minute on above STD charge from Nepal Telecom Network to SNPL network shall be added to every STD call made.

c. International (ISD) Call tariff and group classification:

- | | <u>Call Duration</u> | <u>Per Call</u> | <u>Per Pulse</u> |
|---|-----------------------|-----------------|------------------|
| • SAARC Countries except Afghanistan | 3 to 4 secs. per call | Rs.15.0 to 20.0 | Re.1.0 |
| • India Trans boarder Call (Biratnagar and Birgunj Boarder sector only) | 12 secs per call | Rs. 5.00 | Re.1.0 |
| • Remaining Other Countries (<i>access code 00</i>) with Afghanistan | 3.6 secs. per call | Rs.50.0 | Rs.3.0 |
| • Budget Call (except SAARC Countries) (<i>With access code "1425" & "1445"</i>) | 2.4 secs. per call | Rs.25.0 | Re.1.0 |
| • USA and Canada (<i>With access code "1424" using prepaid calling card</i>) | 7.5 secs. per call | Rs.8.0 | Re 1.0 |

II. Mobile Service:

1. GSM Postpaid and Prepaid Mobile Service :

NTC "Namastee" Post paid Mobile Tariff (Monthly Rental):

| | | | |
|-------|-------------|------------|------------|
| Voice | Rs. 500.00* | Fax | Rs. 200.00 |
| Data | Rs. 200.00 | Multiparty | Rs. 100.00 |

* Free Talk Time worth Rs.500.00 in monthly charge of Rs.500.00

| | | | |
|----------------------------|-----------------|---------------------------|-----------------|
| Post paid outgoing charges | Rs. 1.00 - 2.40 | Pre paid outgoing charges | Rs. 2.00 - 3.20 |
|----------------------------|-----------------|---------------------------|-----------------|

III. Sky Phone Service:

- Local Call Charges Rs. 2.00 - 3.00/ minute
- STD Charges Rs. 4.00 - 5.00/ minute

IV. VSAT Service:

- Rs.4.00 is charged for calling into VSAT telephone from Local and ISD call. For International trunk, additional Rs. 4.00 / minute is charged in prevailing ISD rate.

Note: 26 percent (approx.) of Government tax is imposed on above rates.

Source: Nepal Telecom Authority

12. Deposit Fee for New License for Foreign Investment:

| <u>Fixed Capital: (NRs.)</u> | <u>Amount (NRs.)</u> |
|-----------------------------------|----------------------|
| Up to 500,000 | 1, 000 |
| Above 500,000 up to 1 million | 2, 000 |
| Above 1 million up to 2.5 million | 4, 000 |
| Above 2.5 million up to 5 million | 7, 000 |
| Above 5 million up to 10 million | 10,000 |
| Above 10 million | 20,000 |

13. Company Registration Fees:

a) **Public Limited Company:**

| <u>Authorized Capital (NRs.)</u> | <u>Amount (NRs.)</u> |
|-------------------------------------|----------------------|
| Up to 10 million | 15,000 |
| Above 10 million up to 100 million | 40,000 |
| Above 100 million up to 200 million | 70,000 |
| Above 200 million up to 300 million | 1,00,000 |
| Above 300 million up to 400 million | 1,30,000 |
| Above 400 million up to 500 million | 1,60,000 |
| Above 500 million | 3000 per 10 million |

b) **Private Limited Company**

| <u>Authorized Capital / (NRs.)</u> | <u>Amount (NRs.)</u> |
|------------------------------------|----------------------|
| Up to 100,000 | 1,000 |
| Above 100,000 up to 500,000 | 4,500 |
| Above 500,000 up to 2.5 million | 9,500 |
| Above 2.5 million up to 10 million | 16, 000 |
| Above 10 million up to 20 million | 19,000 |
| Above 20 million up to 30 million | 22,000 |
| Above 30 million up to 40 million | 25,000 |
| Above 40 million up to 50 million | 28,000 |
| Above 50 million up to 60 million | 31,000 |
| Above 60 million up to 70 million | 34,000 |
| Above 70 million up to 80 million | 37,000 |
| Above 80 million up to 90 million | 40,000 |
| Above 90 million up to 100 million | 43,000 |
| Above 100 million | Rs.30 per 100,000 |

c) **Private Firm / Partnership Firm**

| <u>Total Capital (NRs.)</u> | <u>Amount (NRs.)</u> | <u>Renewal fee (NRs.)</u> |
|---------------------------------|----------------------|---------------------------|
| Up to 1,00,000 | 600 | 100 |
| Above 1,00,000 up to 3,00,000 | 2,000 | 125 |
| Above 3,00,000 up to 5,00,000 | 4,000 | 150 |
| Above 5,00,000 up to 1 million | 7,500 | 200 |
| Above 1 million up to 5 million | 10,000 | 250 |
| Above 5 million | 15,000 | 300 |

d) **Branch Office of a Foreign Company**

If the investment amount is not declared As per the rate for Public Limited Company

Lump sum amount of NRs.100, 000/-

e) **Liaison/Contact Office of a Foreign Company**

Lump sum amount of NRs.50, 000/-

f) **Non-Profit Organization**

Lump sum amount of NRs.15, 000/-

14. Application, Registration, Renewal Fee for Patent, Design and Trademark:

| Types of Fee | Patent (NRs.) | Design (NRs.) | Trademark (NRs.) |
|------------------|---------------|---------------|------------------|
| i. Application | 2000.0 | 1000.0 | 1000.0 |
| ii. Registration | 10000.0 | 7000.0 | 5000.0 |
| iii. Renewal: | | | |
| For 1st term | 5000.0 | 1000.0 | -- |
| For 2nd term | 7500.0 | 2000.0 | -- |
| Annual | -- | -- | 500.0 |

15. Duration of Patent, Design and Trademark:

Patent - 7 years (Renewal for two consecutive periods, Total duration – 21 years)

Design - 5 years (Renewal for two consecutive periods, Total duration – 15 years)

Trademark - 7 years, (to be renewed at 7 years interval)

Source: Department of Industry and Office of the Company Registrar.

16. Rents and Tariff for Industrial Districts and their status: (Effective from July 16, 2007)

| S.N | Industrial Districts | Land per Ropani*/year (NRs.) | Industrial Shed per sq ft./month (NRs.) | Warehouse per sq. ft./ month (NRs.) |
|-----|-----------------------------------|------------------------------|---|-------------------------------------|
| 1. | Balaju | 5068.63 | 3.37 | 4.52 |
| 2. | Bhaktapur | 3379.08 | 3.37 | -- |
| 3. | Birendranagar | 1267.16 | 1.50 | -- |
| 4. | Butwal | 2534.31 | 2.74 | 3.65 |
| 5. | Dharan | 2534.31 | 1.91 | 2.54 |
| 6. | Hetauda | 2534.31 | 2.76 | 3.65 |
| 7. | Nepalgunj | 2534.31 | 2.32 | 3.65 |
| 8. | Patan | 3379.08 | 3.37 | 4.23 |
| 9. | Pokhara | 2534.31 | 2.74 | 3.65 |
| 10. | Gajendra Narayan Singh (Rajbiraj) | 2534.31 | 1.89 | -- |

Note: Above rates of Rent and tariff charges are valid up to two years. These charges can be revised periodically.

- **Electricity Charge:** Electricity distributed by the IDs is as per Nepal Electricity Authorities. For example: Industry using Medium Voltage electricity of 11KV, should pay demand charge at the rate of @ NRs.190.00 per KVA per month and energy consumption charge @ NRs.5.90 per unit (kw/hr.) Similarly, Industry using Medium Voltage electricity of 33KVA, should pay @ NRs.190.00 per KVA demand charge per month and energy consumption charge @ NRs. 5.80 per unit (kw/hr)
- **Water Supply Charge:** Water Consumption Rate in Hetauda Industrial District is Rs. 13.13 per 1000 Litres. In other Districts/ Estates the rate is as per Nepal Water Supply Corporation.
- **Entrance Fee:**
 - a. For new industries, Industrial District charges @Rs.5000.00 per Ropani for land and @Rs.3.00 per sq ft. for industrial shed as entrance fee in Balaju, Patan and Bhaktapur Industrial Districts/Industrial Estates
 - b. Similarly, for new industries, Industrial District charges @Rs.3000.00 per Ropani for the land and @Rs.2.00 per sq.ft. for industrial shed as entrance fee in Hetauda, Pokhara, Butwal , Nepalgunj, Dharan, Birendranagar and Rajbiraj Industrial Districts. **Entrance fee is applicable one time only for entire period.**

Source: Economic Survey and Industrial Districts Management Limited.

Status of the Industrial Districts -1
(Fiscal year 2007/2008)

| S.N | Name of Industrial District (ID) | Date of Establishment | Assistance / Cooperation | Land Area (In Ropani) | | | | | Investment (Rs. in Million) | | No. of Industries | | |
|--------------|--|-----------------------|--------------------------|-----------------------|-------------|----------------|------------|--------------------------------|-----------------------------|----------------|-------------------|--------------------|-----------|
| | | | | Total Area | Developed | Leased | Leasable | Occupied by utility + services | Industrial Districts | Industrialist | In Operation | Under Construction | Closed |
| 1 | Balaju Industrial District | 1960 | USA | 670 | 670 | 523 | -- | 144 | 16.7 | 2000.0 | 74 | 14 | 13 |
| 2 | Hetauda Industrial District | 1963 | USA | 2829 | 2367 | 1535.2 | 336 | 561 | 31.30 | 3659.0 | 43 | 9 | 14 |
| 3 | Patan Industrial Estate | 1963 | India | 293 | 293 | 218 | -- | 75 | 29.90 | 400.6 | 87 | 5 | 15 |
| 4 | Nepalgunj Industrial Estate | 1973 | India | 233 | 233 | 184 | 5.0 | 44 | 10.1 | 245.0 | 20 | 11 | 5 |
| 5 | Dharan Industrial Estate | 1973 | India | 202 | 202 | 95.84 | 47 | 62 | 8.3 | 163.0 | 12 | 4 | 8 |
| 6 | Pokhara Industrial Estate | 1974 | Nepal | 501 | 501 | 385.54 | -- | 117 | 15.30 | 700.0 | 58 | 5 | 10 |
| 7 | Butwal Industrial District | 1976 | Nepal | 434 | 407 | 345.61 | -- | 59 | 11.8 | 1000.0 | 51 | 4 | 6 |
| 8 | Bhaktapur Industrial Estate | 1979 | Germany | 71 | 71 | 58 | -- | 13 | 13.7 | 280.0 | 26 | 2 | 1 |
| 9 | Birendranagar Industrial Estate | 1981 | Netherlands | 90 | 90 | 55.42 | -- | 35 | 7.8 | 5.0 | 16 | 3 | 3 |
| 10 | Dhankuta Industrial District * | 1984 | Nepal | 63 | -- | -- | -- | -- | 5.6 | -- | -- | -- | -- |
| 11 | G.N. Singh (Rajbiraj) Industrial Estate ** | 1986 | India | 294 | 171 | 8.7 | 60 | 96 | 35.60 | 35.6 | 2 | -- | 1 |
| Total | | | | 5680 | 5005 | 3409.31 | 448 | 1206 | 186.10 | 8488.20 | 389 | 59 | 76 |

Note: Construction help up.; ** Mr. Gajendra Narayan Singh; 1 Hectare = 19.65 Ropani and 1 Ropani = 5476 Square Feet; + Utility Services include road, power house, drainage, green belt, industrial and administrative building etc. The Central Office of ID Office has 38 staffs.

Status of the Industrial Districts – 2
(Fiscal year 2007/2008)

| S. N. | Name of Industrial District (ID) | Employment | | | No. of Buildings & Shades | | | Capacity of Utility Provided | | Road Constructed within Estate (KM.) |
|--------------|--|------------|--------------|--------------|----------------------------------|-------------------|------------------------------|------------------------------|--------------------------|--------------------------------------|
| | | ID Offices | Industries | Total | Constructed by the Industrialist | Constructed by ID | Rented to the Industrialists | Electricity (KVA) | Water Supplies (KL/hour) | |
| 1 | Balaju Industrial District | 34 | 3966 | 4000 | 73 | 46 | 46 | 4000 | 20 | 5.2 |
| 2 | Hetauda Industrial District | 41 | 2959 | 3000 | 378 | 13 | 12 | 5000 | 92 | 11 |
| 3 | Patan Industrial Estate | 23 | 1238 | 1261 | 154 | 61 | 61 | 1500 | 1.25 | 5 |
| 4 | Nepalgunj Industrial Estate | 13 | 700 | 713 | 30 | 22 | 22 | 750 | 7.75 | 2.34 |
| 5 | Dharan Industrial Estate | 15 | 498 | 513 | 38 | 16 | 16 | 750 | 1.00 | 2.30 |
| 6 | Pokhara Industrial Estate | 16 | 1496 | 1512 | 148 | 14 | 14 | 700 | 20.0 | 2.54 |
| 7 | Butwal Industrial District | 13 | 1654 | 1667 | 87 | 8 | 8 | 1350 | 6.0 | 2.14 |
| 8 | Bhaktapur Industrial Estate | 15 | 685 | 700 | 44 | 11 | 11 | 900 | 20.0 | 0.69 |
| 9 | Birendranagar Industrial Estate | 7 | 75 | 82 | -- | 5 | 5 | 37.5 | 4.1 | 0.91 |
| 10 | Dhankuta Industrial District | 1 | -- | 1 | -- | -- | -- | -- | -- | -- |
| 11 | G.N. Singh (Rajbiraj) Industrial Estate ** | 10 | 11 | 21 | -- | 10 | 4 | 100 | 8.0 | 2 |
| Total | | 188 | 13311 | 13499 | 952 | 208 | 201 | 15087.5 | 1470 | 34.12 |

Note: The Central Office of ID Office has 38 staffs. 10% discount in the total bill amount of electricity tariff will be given to the Nepal Government approved industrial district.

Source: Economic Survey and Industrial Districts Management Limited.

17. Export Customs Duties for the F.Y. 2065-2066 (2008/2009):

| H.S. Code | Description of articles | Export Duty |
|------------------|---|--------------------|
| 01.02 | Live Bovine Animals | |
| 01.02.10.00 | — Pure –bred breeding animals | Rs. 50.0 per unit |
| 01.02.90.00 | — Other | Rs. 50.0 per unit |
| 01.03 | Live swine: | |
| 01.03.10.00 | – <i>Pure-bred breeding animals</i> | Rs. 50.0 per unit |
| | – Other | |
| 01.03.91.00 | — <i>Weighing less than 50 kgs</i> | Rs. 50.0 per unit |
| 01.03.92.00 | — <i>Weighing 50 kgs or more</i> | Rs. 50.0 per unit |
| 01.04 | Live Sheep and goats | |
| 01.04.10.00 | – <i>Sheep</i> | Rs. 50.0 per unit |
| 01.04.20.00 | – <i>Goats</i> | Rs. 50.0 per unit |
| 01.05 | <i>Live poultry, that is to say, fowls of the species Gallus domesticus, ducks, geese, turkeys and guinea fowls</i> | |
| | – <i>Weighing not more than 185 gm</i> | |
| 01.05.11.00 | — <i>Fowls of the species Gallus domesticus,</i> | Rs. 5.0 per unit |
| 01.05.12.00 | — <i>Turkeys</i> | Rs. 5.0 per unit |
| 01.05.19.00 | — <i>Other</i> | Rs. 5.0 per unit |
| | – <i>Other</i> | |
| 01.05.94.00 | — <i>Fowls of the species Gallus domesticus,</i> | Rs. 5.0 per unit |
| 01.05.99.00 | — <i>Other</i> | Rs. 5.0 per unit |
| 06.01 | Bulbs, tubers, tuberous roots, corns, crowns and rhizomes, dormant, in growth or in flower; chicory plants and roots other than roots of Heading 12.12 | |
| 06.01.10.00 | – Bulbs, tubers, tuberous roots, corns, crowns and rhizomes, dormant | 2 percent |
| 06.01.20.00 | – Bulbs, tubers, tuberous roots, corns, crowns and rhizomes, dormant, in growth or in flower; chicory plants and root | 2 percent |
| 06.02 | Other live plants(including their roots), cuttings and slips, mushroom spawn | |
| 06.02.10.00 | – <i>Unrooted cuttings and slips</i> | 2 percent |
| 06.02.20.00 | – <i>Edible fruits or nuts trees, shrubs and bushes, grafted or not</i> | 2 percent |
| 0602.30.00 | – <i>Rhododendrons and azaleas, grafted or not</i> | 2 percent |
| 06.02.40.00 | – <i>Roses, grafted or not</i> | 2 percent |
| 06.02.90.00 | – <i>Other</i> | 2 percent |
| 07.13 | Dried leguminous vegetables, shelled, whether or not skinned or split | |
| 07.13.10.00 | – <i>Peas (Pisum sativum)</i> | Re. 1.0 per Kg. |
| 07.13.20.00 | – <i>Chickpeas (garbanzos)</i> | Re. 1.0 per Kg. |
| | – <i>Beans (vigna spp.; phaselous spp.):</i> | |
| 07.13.31.00 | — <i>Beans of the species vigna mungo (L.) or vigna radiata (L.) wilczek</i> | Re. 1.0 per Kg. |
| 07.13.32.00 | — <i>Small red (Adzuki) beans (phaselous or vigna angularis)</i> | Re. 1.0 per Kg. |
| 07.13.33.00 | — <i>Kidney beans, including white pea beans (phaseolus vulgaris)</i> | Re. 1.0 per Kg. |
| 07.13.39.00 | — <i>Other</i> | Re. 1.0 per Kg. |
| 07.13.40.00 | – <i>Lentils</i> | Re. 1.0 per Kg. |
| 07.13.50.00 | – <i>Broad beans and horse beans</i> | Re. 1.0 per Kg. |
| 07.13.90.00 | – <i>Other</i> | Re. 1.0 per Kg. |
| 08.02 | Other nuts fresh or dried, whether or not shelled or peeled - | |
| 08.02.90.00 | – <i>Other</i> | Re. 1.0 per Kg. |

| H.S. Code | Description of articles | Export Duty |
|--------------|---|-----------------|
| 10.01 | Wheat and meslin | Re. 1.0 per Kg. |
| 10.01.10.00 | – <i>Durum wheat</i> | Re. 1.0 per Kg. |
| 10.01.90.00 | – <i>Other</i> | Re. 1.0 per Kg. |
| 10.02 | Rye | Re. 1.0 per Kg. |
| 10.03 | Barley | Re. 1.0 per Kg. |
| 10.04 | Oats | Re. 1.0 per Kg. |
| 10.05 | Maize (Corn) | |
| 10.05.10.00 | – <i>Seed</i> | Re. 1.0 per Kg. |
| 10.05.90.00 | – <i>Other</i> | Re. 1.0 per Kg. |
| 10.06 | Rice | |
| 10.06.10.00 | – <i>Rice in husk (paddy or rough)</i> | Re. 1.0 per Kg. |
| 10.06.20.00 | – <i>Husked(brown) rice</i> | Re. 1.0 per Kg. |
| 10.06.30.00 | – <i>Semi-milled or wholly –milled rice , whether or not polished or glazed</i> | Re. 1.0 per Kg. |
| 10.06.40.00 | – <i>Broken rice</i> | Re. 1.0 per Kg. |
| 10.07 | Grain sorghum | |
| 10.08 | Buckwheat, millet and canary seed, other cereals | |
| 10.08.10.00 | – <i>Buck wheat</i> | Re. 1.0 per Kg. |
| 10.08.20.00 | – <i>Millet</i> | Re. 1.0 per Kg. |
| 10.08.30.00 | – <i>Canary seed</i> | Re. 1.0 per Kg. |
| 10.08.90.00 | – <i>Other cereals</i> | Re. 1.0 per Kg. |
| 12.01 | Soybeans, whether or not broken | Re. 1.0 per Kg. |
| 12.04 | Linseed, whether or not broken | Re. 1.0 per Kg. |
| 12.11 | Plants and parts of plants (including seeds and fruits) of a kind used primarily in perfumery, in pharmacy or for insecticidal, fungicidal or similar purposes, fresh or dried, whether of not cut, crushed or powdered | |
| 12.11.20.00 | – <i>Ginseng root</i> | Rs.5 per Kg. |
| 12.11.30.00 | – <i>Coca leaf</i> | Rs.5 per Kg. |
| 12.11.40.00 | – <i>Poppy straw</i> | Rs.5 per Kg. |
| | – <i>Other</i> | |
| 12.11.90.10 | — <i>Yarchagumba</i> | Rs.1000 per Kg. |
| 12.11.90.90 | — <i>Other</i> | Rs.5 per Kg. |
| 13.01 | Lac; Natural gums, resins, gum resins and oleoresins (balsams). | |
| 13.01.20.00 | – <i>Gum Arabic</i> | Rs.2 per Kg. |
| 13.01.90.00 | – <i>Other</i> | Rs.2 per Kg. |
| 13.02 | Vegetable saps and extracts; pectin substances, pectinates and pectates; agar-agar and other mucilage and thickeners, whether or not modified derived from vegetables products | |
| | – <i>Vegetables saps and extracts:</i> | |
| 13.02.11.00 | — <i>Of opium</i> | Rs.5 per Kg. |
| 13.02.12.00 | — <i>Of liquorices</i> | Rs.5 per Kg. |
| 13.02.13.00 | — <i>Of hops</i> | Rs.5 per Kg. |
| 13.02.19.00 | — <i>Others</i> | Rs.5 per Kg. |
| 1302.20.00 | – <i>Pectic substances, pectinates and pectates</i> | Rs.5 per Kg. |
| | – <i>Mucilage and thickeners , whether or not modified, derived from vegetables products</i> | |
| 13.02.31.00 | — <i>Agar- agar</i> | Rs.5 per Kg. |
| 13.02.32.00 | — <i>Mucilage and thickeners , whether or not modified, derived from locust beans, locust bean seeds or guar seeds</i> | Rs.5 per Kg. |

| H.S. Code | Description of articles | Export Duty |
|--------------|---|-------------------|
| 13.02.39.00 | — Others | Rs.5 per Kg. |
| 14.04 | Vegetable Products not elsewhere specified or included | |
| 1404.90.00 | – Khayar Kattha | Rs.10 per Kg. |
| 23.02 | Bran, sharps and other residues, whether or not in the form of pellets, derived from the sifting milling or other working of cereals of leguminous plants | |
| 23.02.10.00 | – Of maize (corn) | Rs.0.50 per Kg. |
| 23.02.30.00 | – Of wheat | Rs.0.50 per Kg. |
| 23.02.40.00 | – Of Other cereals | Rs.0.50 per Kg. |
| 23.02.50.00 | – Of leguminous plants | Rs.0.50 per Kg. |
| 23.03 | Residues of starch manufacturer and similar residues, beet pulps, bagasse and other waste of sugar manufacturer, brewing or distilling dregs and waste, whether of not in the form of pellets | |
| 23.03.10.00 | – Residues of starch manufacturer and similar sugar manufacturer residues | Rs.0.50 per Kg. |
| 23.03.20.00 | – Beet – pulp , bagasse and other waste of sugar manufacturer | Rs.0.50 per Kg. |
| 23.03.30.00 | – Brewing and distilling dregs and waste | Rs.0.50 per Kg. |
| 23.04 | Oil cake and other solid residues whether or not ground or in the form of pellets, resulting from the extraction of soybean oil | Re.1 per Kg. |
| 23.05 | Oil cake and other solid residues whether or not ground or in the form of pellets, resulting from the extraction of ground nut oil | Re.1 per Kg. |
| 23.06 | Oil cake and other solid residues whether or not ground or in the form of pellets, resulting from the extraction of vegetable fat or oils, other than those of heading 23.04 or 23.05 | |
| 23.06.10.00 | – Of cotton seeds | Re.1 per Kg. |
| 23.06.20.00 | – Of linseed | Re.1 per Kg. |
| 23.06.30.00 | – Of sunflower seeds – <i>Of rape seed or colza seed</i> | Re.1 per Kg. |
| 23.06.41.00 | — Of low erucic acid rape or colza seeds | Re.1 per Kg. |
| 23.06.49.00 | — Others | Re.1 per Kg. |
| 23.06.50.00 | – Of Coconut or copra | Re.1 per Kg. |
| 23.06.60.00 | – Of palm nuts or kernels | Re.1 per Kg. |
| 23.06.90.00 | – Others | Re.1 per Kg. |
| 23.07 | Wine lees; Argol | Re.1 per Kg. |
| 25.05 | Natural sands of all kinds, whether or not colored, other than metal bearing sands of chapter 26 | |
| 25.05.10.00 | – Silica sand and quartz sands | Rs.150 per Cu.M. |
| 25.05.90.00 | – Others | Rs.150 per Cu.M. |
| 25.14 | Slate, whether of not roughly trimmed or merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape | Rs.0.50 per Kg. |
| 25.16 | Granite, porphyry, basalt, sandstone and other monumental or building stone, whether or not roughly trimmed or merely cut by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape | |
| | – <i>Granite:</i> | |
| 2516.20.10 | — Crushed stones & stone chips up to the size 2.5 inches for road building | Rs.90 per Cu. M. |
| 2516.20.20 | — Crushed stones and stone chips of a size more than 2.5 inches for road building | Rs.350 per Cu. M. |
| 2516.20.30 | — Boulders and uncrushed stones for road building and sand mixtures and pebbles (Chharry) | Rs.150 per Cu. M. |

| H.S. Code | Description of articles | Export Duty |
|--------------------|--|-------------------|
| 25.17 | Pebbles, gravel, broken or crushed stone, of a kind commonly used for concrete aggregates, for road metalling or for railway or other ballast, shingle and flint, whether or not heat-treated; macadam of slag, dross or similar industrial waste, whether or not incorporating the materials cited in the first part of the heading tarred macadam, granules, chippings and powder, of stones of heading 25.15 or 25.16, whether or not heat-treated | |
| | <i>– Pebbles, gravel, broken or crushed stone, of a kind commonly used for concrete aggregates, for road metalling or for railway or other ballast, shingle and flint, whether or not heat treated:</i> | |
| 2517.10.10 | — Crushed stones and stone chips up to the size 2.5 inches | Rs.90 per Cu. M. |
| 2517.10.20 | — Crushed stones & stone chips of a size more than 2.5 inches | Rs.350 per Cu. M. |
| 2517.10.30 | — Boulders and uncrushed stones and mixtures and pebbles (Chharry) | Rs.150 per Cu. M. |
| | <i>– Macadam of slag, dross or similar industrial waste, whether or not incorporating the materials cited in sub-heading 2517.10:</i> | |
| 2517.20.10 | — Crushed stones and stone chips up to the size 2.5 inches | Rs.90 per Cu. M. |
| 2517.20.20 | — Crushed stones & stone chips of a size more than 2.5 inches | Rs.350 per Cu. M. |
| | <i>– Granules, chippings and powder, of stones of heading No. 25.15 or 25.16, whether or not heat treated:</i> | |
| 2517.49.10 | — Stones powder | Rs.150 per Cu. M. |
| 2517.49.90 | — Others | Rs.150 per Cu. M. |
| 25.19 | Natural magnesium carbonate (magnesite), fused magnesia, dead-burned (sintered) magnesia, whether or not containing small quantities of other oxides added before sintering, other magnesium oxide, whether or not pure | |
| 2519.10.00 | – Natural magnesium carbonate (magnesite) | Rs.200 per Cu. M. |
| 2519.90.00 | – Other | Rs.200 per Cu. M. |
| 25.26 | Natural steatite, whether or not, roughly trimmed or merely cut, by sawing or otherwise , into blocks or slabs of a rectangular (including square) shape; talc | |
| 25.16.10.00 | – Not crushed , not powdered | Rs.0.50 per Kg. |
| 32.03 | Colouring matter of vegetable or animal origin (including dyeing extracts but excluding animal black), whether or not chemically defined, preparations based on colouring matter of vegetable or animal origin | |
| 3203.00.10 | – Cutch of acacia (Kachha) | Rs. 10 per Kg. |
| 3203.00.90 | – Catechu of acacia (Kathas) | Rs. 10 per Kg. |
| 44.01 | Fuel wood, in logs, in billets, in twigs, in faggots or in similar forms, wood in chips or particles; saw-dust and wood waste and scrap, whether or not agglomerated in logs, briquettes, pellets or similar forms | |
| 4401.10.00 | – Fuel wood, in logs, in billets, in twigs, in faggots or in similar forms | 200 % |
| | <i>– Wood in chips or particles:</i> | |
| 4401.21.00 | — Coniferous | 200 % |
| 4401.22.00 | — Non-coniferous | 200 % |
| 4401.30.00 | – Saw dust and wood waste and scrap whether or not agglomerated in logs, briquettes, pellets or similar forms | 200 % |
| 44.03 | Wood in the rough, whether or not stripped of bark or sapwood, or roughly squared | |
| 4403.10.00 | – Treated with paint, stains, creosote or other preservatives | 200 % |
| 4403.20.00 | – Other coniferous | 200 % |
| | <i>– Other, of tropical wood specified in Subheading Note 1 to this Chapter:</i> | |

| H.S. CODE | Description of articles | Export Duty |
|--------------|---|-------------|
| 4403.41.00 | — Dark red meranti, light red meranti and meranti bakau | 200 % |
| 4403.49.00 | — Other | 200 % |
| | – <i>Other</i> | |
| 4403.91.00 | — Of oak (<i>Quercus</i> spp.) | 200 % |
| 4403.92.00 | — Of beech (<i>fagus</i> spp.) | 200 % |
| 4403.99.00 | — Other | 200 % |
| 44.04 | Hoop wood; split poles; piles, pickets and stakes of wood, pointed but not sawn lengthwise; wooden sticks, roughly trimmed but not turned, bent or otherwise worked, suitable for the manufacture of walking sticks, umbrellas, tool handles or the like; chip wood and the like | |
| 4404.10.00 | – Coniferous | 200 % |
| 4404.20.00 | – Non-coniferous | 200 % |
| 44.05 | Wood wool; wood flour | 200 % |
| 44.06 | Railway or tramway sleepers (Cross-ties) of wood | |
| 4406.10.00 | – Not impregnated | 200 % |
| 4406.90.00 | – Other | 200 % |
| 44.07 | Wood sawn or chipped lengthwise, sliced or peeled, whether or not planed, sanded or end jointed, of a thickness exceeding 6mm | |
| 4407.10.00 | – Coniferous | 200 % |
| | – <i>Of tropical wood specified in Subheading Note 1 to this Chapter:</i> | |
| 4407.21.00 | — Mahogany (<i>Swietenia</i> spp.) | 200 % |
| 4407.22.00 | — Virola, Imbuia and Balsa | 200 % |
| 4407.25.00 | — Dark red meranti, light red meranti and meranti bakau | 200 % |
| 4407.26.00 | — White lauan, white meranti, white seraya, yellow meranti and alan | 200 % |
| 4407.29.00 | — Other | 200 % |
| | – <i>Other</i> | |
| 4407.91.00 | — Of oak | 200 % |
| 4407.92.00 | — Of beech | 200 % |
| 4407.99.00 | — Other | 200 % |
| 44.08 | Sheets for veneering (including those obtained by and slicing laminated wood), for plywood or other similar laminated wood and other wood, sawn lengthwise sliced or peeled, whether or not planed, sanded, spliced or end-jointed, of a thickness not exceeding 6mm. | |
| 4408.10.00 | – Coniferous | 70 % |
| | – <i>Of tropical wood specified in Subheading Note 1 to this Chapter:</i> | |
| 4408.31.00 | — Dark red meranti, light red meranti and meranti bakau | 70 % |
| 4408.39.00 | — Other | 70 % |
| 4408.90.00 | – Other | 70 % |

Note: 1. No export duty shall be charged on other commodities other than specified above.

2. The value of the export commodities mentioned in the schedule shall be determined on FOB (Free on Board) basis up to the customs point in Nepal.
3. For the purpose of goods to be exported the customs offices are required to use headings falling in chapters 1 to 97 of sections 1 to 21.
4. After certified by the Nepal Rastra Bank on the basis of export agreement, invoices and payment certificate, software export through Internet is regarded as export.
5. While determining the export value of the goods, the value is generally calculated on the basis of selling rate of foreign exchange fixed by Nepal Rastra Bank on the date of customs clearance.
6. Only 5% custom duty is applicable on exports of Chips made from pine (salla) of sub heading 4401.30.00 and useable for Dhup (incense stick) and Hawan (Religious purposes) by the industry with the permission of District Forest Office.

Source: Economic Ordinance –2008/09 published by Ministry of Finance.