

NEPAL'S EXTANT OBSERVATION: FOSTERING CAPITAL MARKETS FOR ECONOMIC GROWTH

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ABSTRACT

The objective of this research is to delve at how to foster a capital market for economic growth in Nepal, as well as a situational analysis of the country. The capital market makes a substantial contribution to the growth of the national economy by allowing investors' funds to invest as possible opportunities and saving funds to be mobilized and distributed to users. By issuing shares, debentures, and bonds for business organizations, the capital markets provide an effective means of sourcing long-term finances, while also providing an investment opportunity for people and institutions. In recent decades, the Nepalese capital market has been developing and strengthening. The study's aims to look at the evolution of the capital market, as well as the capital market's contribution to financial resources, economic growth, and GDP. This research period spans the years 1993 through 2019. The basic regression model has been used to estimate the economic impact of the capital market on the economy. Using secondary data, a descriptive and analytical study approach has been applied. The findings show that the capital market has made a major contribution to financial resource mobilization, economic growth, and GDP. The Nepalese financial markets should be systematized and updated, as per this study.

KEYWORDS: Capital Market, Financial Resources, Mobilization, Impact, Economic Growth, Nepalese Economy, JEL Code: E44, 016.

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