

Flash Alert

17 October 2022



Minimum threshold of FDI reduced to Rs 20 million

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The Government of Nepal had announced the revision of the threshold amount of Foreign Direct Investment (FDI) to Rs 20 million (approx. USD 151,500) from the existing Rs 50 million (approx. USD 378,590) in the budget presented for the FY 2079-80.

A cabinet meeting held on 14 October 2022 has approved lowering the FDI ceiling to Rs 20 million.

In June 2019, the government raised the minimum threshold amount for FDI from Rs 5 million to Rs 50 million.

The government's move is expected to encourage FDI inflow in the Information Technology and Service industries.

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