Nepal

Illustrative Human Capital Indicators

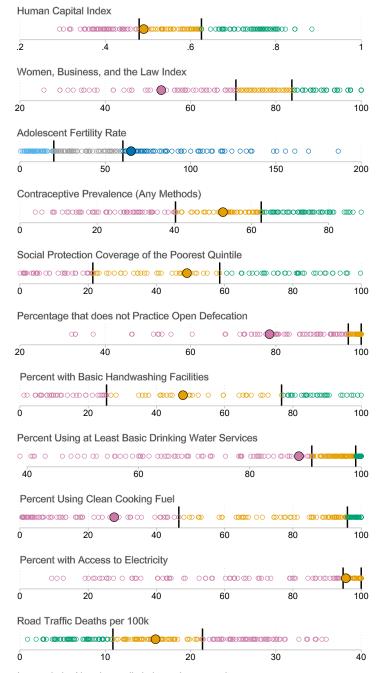
This country profile presents a snapshot of illustrative indicators to guide discussions during the Annual Meetings while the set of more strategic indicators are under development. It is intended to be a conversation starter on where a country is on various aspects of human capital development and, as such, it includes indicators from various sectors. It is to be noted that not all the indicators included here are relevant for each country. Information contained here should be complemented with other more context-specific indicators.

In Nepal the productivity as a future worker of a child born today is **49 percent** as much as it could be. The country ranks **102 out of 157** in the global HCI. For more information on human capital outcomes and the HCI, please see the country two-pager on www.worldbank.org/en/publication/human-capital.

ILLUSTRATIVE OUTCOME AND OUTPUT INDICATORS

- Women, Business and the Law Index. This index measures gender equality in the law (how the economic decisions women make are affected by the law), with a larger value showing higher gender equality. In Nepal, the value is 53 out of 100. This is lower than both the average for its region (58) and the average for its income group (68).
- Adolescent Fertility Rate. In Nepal, there are 65 births per 1,000 women ages 15-19. This is higher than the average for its region (40) but lower than the average for its income group (98).
- Contraceptive Prevalence. In Nepal, 53 percent of women ages 15-49 uses some form of contraceptive method. This is higher than both the average for its region (46) and the average for its income group (29).
- Social Protection Coverage. In Nepal, 49 percent of the poorest quintile is covered by social safety nets. This is higher than both the average for its region (33) and the average for its income group (19).
- **Open Defecation.** In Nepal, **21 percent** of the population practices open defecation. This is higher than the average for its region (9) but lower than the average for its income group (25).
- **Hygiene.** In Nepal, **48 percent** of the population has basic hygiene services (soap and water). This is lower than the average for its region (59) but higher than the average for its income group (19).
- Source of Drinking Water. In Nepal, 89 percent of the population has at least basic source of drinking water. This is lower than the average for its region (90) but higher than the average for its income group (62).
- **Cooking Fuel.** In Nepal, **28 percent** of the population primarily uses clean cooking fuels. This is lower than the average for its region (42) but higher than the average for its income group (7).
- Access to Electricity. In Nepal, 96 percent of the population has access to electricity. This is higher than both the average for its region (92) and the average for its income group (38).
- Road Traffic Deaths. In Nepal, for every 100,000 people 16 people die due to road traffic injury. This is higher than the average for its region (15) but lower than the average for its income group (28).

1. Key Indicators on Human Capital

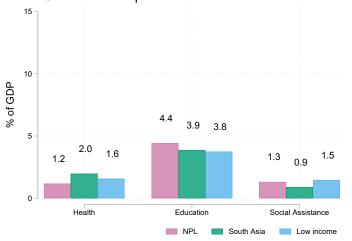


- Large circle=Nepal ; small circles=other countries.
- Vertical lines separate terciles of the distribution.
- Colors indicate the terciles of the distribution across countries.

DOMESTIC RESOURCE USE AND MOBILIZATION

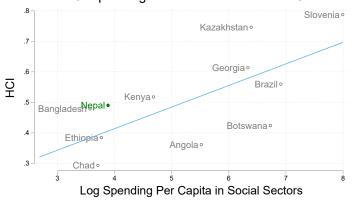
- **Health Spending.** Nepal spends **1.2 percent** of its GDP on health. This is lower than both the regional average (2) and the average for its income group (1.6).
- Education Spending. Nepal spends 4.4 percent of its GDP on education. This is higher than both the regional average (3.9) and the average for its income group (3.8).
- Social Assistance Spending. Nepal spends 1.3 percent of its GDP on social assistance. This is higher than the average for its region (.9) but lower than the average for its income group (1.5).

2. Government Expenditure on the Social Sectors



 Efficiency of Spending. The HCI in Nepal is higher than what would be predicted for its level of per capita government spending on the social sectors.

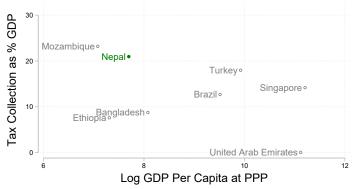
3. Spending on Social Sectors and HCI



- A selection out of 101 countries in the regression are displayed.

• **Domestic Resource Mobilization.** The tax revenue in Nepal is **21** percent of GDP. This is higher than both the regional average (13.4) and the average for its income group (13.5).

4. Domestic Resource Mobilization



- A selection of countries are displayed.
- Countries with DRM greater than 33% of GDP are excluded

OTHER RELEVANT INDICATORS

- Human Capital Project. Nepal has signed up to be a member of the Human Capital Project.
- Building Human Capital. The Country Policy and Institutional Assesment rating for building human resources in Nepal is 4.5 (1 is low and 6 is high). This is higher than both the regional average (4.1) and the average for its income group (3.5). This indicator assesses the national policies and public and private sector service delivery that affect access to and quality of health and education services.
- **Identification.** In Nepal, **26.5 percent** of the population is not registered. This is higher than the average for its region (22.4) but lower than the average for its income group (34.6).

This country profile is based on most recent data available under the Human Capital Project, the World Development Indicators, Atlas of Social Protection - Indicators of Resilience and Equity (ASPIRE) and Identification for Development (ID4D).

For more information on data sources, please contact the Human Capital Project team: humancapital@worldbank.org.