Annex 1: Country Profile

1. Introduction

Nepal is one of the least developed countries in the world with approximately 42% of the population living below the poverty line. Agriculture provides a livelihood for over 80% of the population and accounts for over 40% of its Gross National Product. Over 85% of the total population lives in rural areas of the country.

2. Geography

Nepal is located in South Asia wedged between China on the edge of the Himalayan mountain range (North) and India on the Indo-Gangetic Plain (South). It is a country of large geographic diversity. There are three main geographical regions including the Terai region, the Hill region and the Mountain region. Mt. Everest, the highest mountain in the world, is located in the northern area of the country. Total Area of the country is 147180 km² out of which the forest including shrub land covers about 58280 km². Capital city of the country is Kathmandu.

3. Socio-economic Profile

3.1 Demographics

Nepal is a multi-lingual, religious and ethnic society. The National Language Policy Advisory Commission has listed 60 living languages. According to 1991 census more than 50 percent of total population has Nepali as their mother tongue followed by Maithili (12%). Other main languages are Bhojpuri, Tharu, Tamang, Newari, Magar, Rai and Abadhi.

Cast and Ethnicity: The major caste/ethnic groups identified by the 2001 census are Chhetri (15.8%), Brahmin Hill (12.7%), Magar (7.1%), Tharu (6.8%) Tamang (5.6%) Newar (5.5%), Muslim (4.3%), Kami (3.9%), Rai (3.9), Gurung, (2.8%) and Damai/Dholi (2.4%).

Religions: So far religion is concerned Hinduism accounts for over 80% of the population with Buddhism practiced by approximately 11%, Islam accounting for 4.2% and Kirant, Jain and Christianity covers approximately 5 % of the population.

Literacy rate: The 2001 census data indicates that the overall literacy rate was 53.7% of the total population aged 6 years and over. Literacy rate is 65% for males and 42% females.

Health: According to the World Health Organization (WHO), life expectancy of males and females is 59.5 and 60.2 years respectively. The child mortality (per 1,000) for males and females is 81 and 87, respectively.

3.2 Population

The population of Nepal was 22,736,934 as of the 2001 Census as compared to 18,491,097 reported in the 1991 Census, representing a 2.25% growth over the past 10 years.

According to the World Bank, the estimated population as of July 2003 was 24.2 million. The ratio between males and females is almost equal with males accounting for 49.96% of the total population and females 50.04%. According to the Central Bureau of Statistics in 2002, 14.2% of the population lived in urban areas while the remaining 85.8% lived in rural areas.

Table 1

Population by Location 2001 Census								
Age	Males	%	Females	%	Total	%		
Urban	1,664,362	14.7	1,563,517	13.7	3,227,879	14.2		
Rural	9,695,016	85.3	9,814,039	86.3	19,509,055	85.8		
Total	11,359,378	100.0	11,377,556	100.0	22,736,934	100.0		
Gender Mix		49.96		50.04				

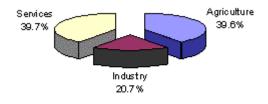
Source: National Planning Commission and Central Bureau of Statistics

4. Economy

Over 80% of the population is involved with agriculture with over 90% of women working in the agricultural sector.

Gross Domestic Product (GDP)

Gross Domestic Product grew by 2.3% in 2003 as compared to a negative growth of 0.6% in 2002. GDP in 2003 was US\$5.7 billion contributed by sectors as shown below.



Source: The World Bank

5. Government

Nepal was a parliamentary democracy and constitutional monarchy since the ascension of King Gyanendra to the throne in June 2001. Nepal's parliament was dissolved in May 2002, however a bicameral parliament consisting of a National Council and a House of Representatives existed prior to it was dissolved. After restoration of democracy and the parliament by peoples' movement of 2006 the country has successfully conducted the Constituent Assembly Election on April 10th , 2008. The new governance system is yet to be formalized but present scenario indicates that the country is going to turn towards the Federal republic.

(Source: Country Profile Kingdom of Nepal, APCD Missions Reports. Retrieved at 13 April 2008 on http://apcdproject.org/countryprofile/nepal/index.html)

2. Maps of Nepal

2.1 Administrative Division

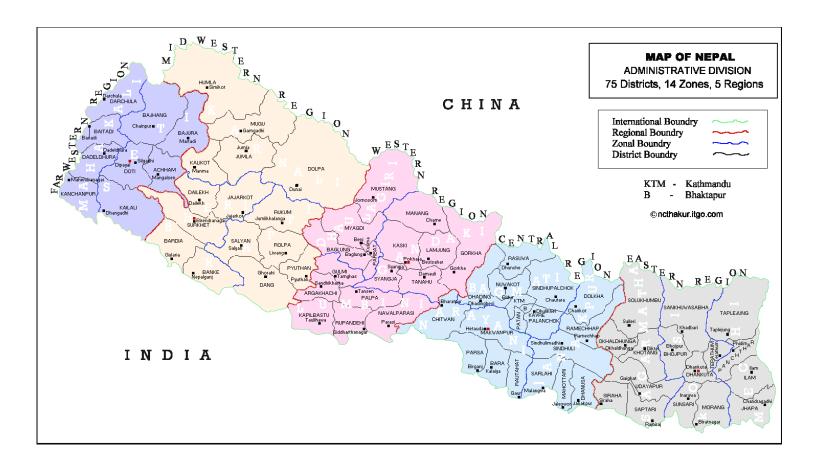


Figure1: Map showing administrative boundaries of Nepal

2.2 Forest classification 1992-93 and 1985-86

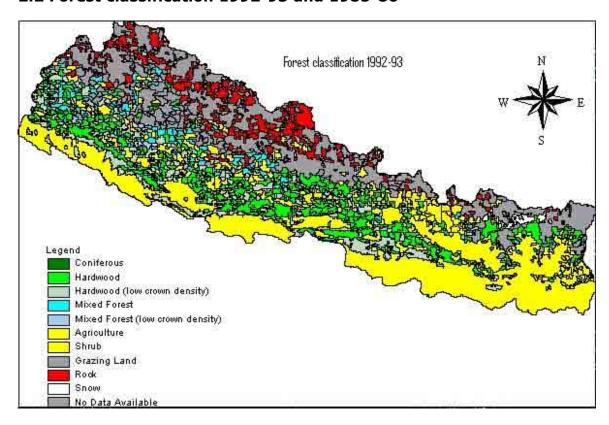


Figure 1: Map showing forest classification 1992-93

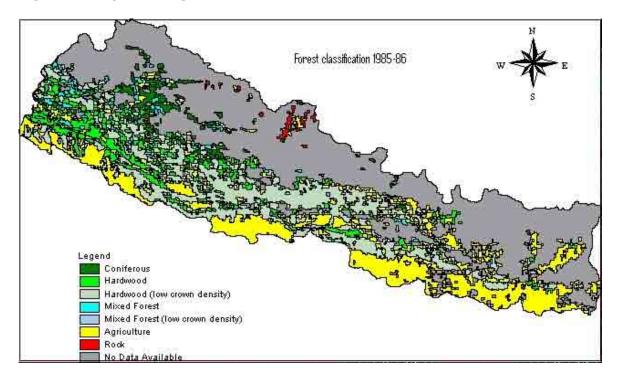


Figure 2: Map showing forest classification 1985-86

2.3 Forest cover change in Chitwan district in Terai during 1989 to 2000

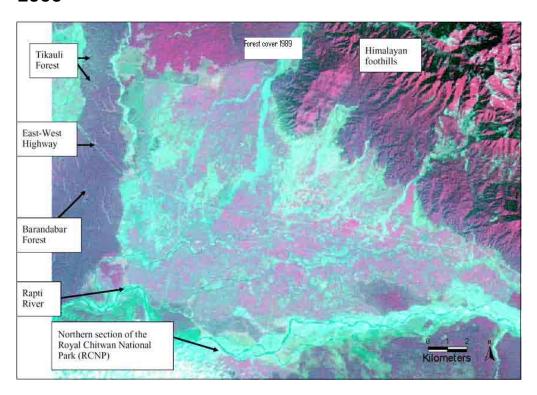


Figure 1: Map showing forest cover 1989

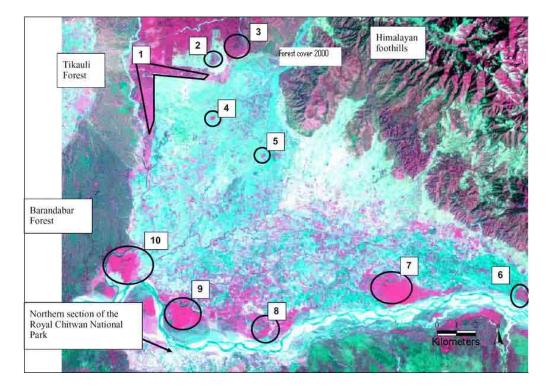
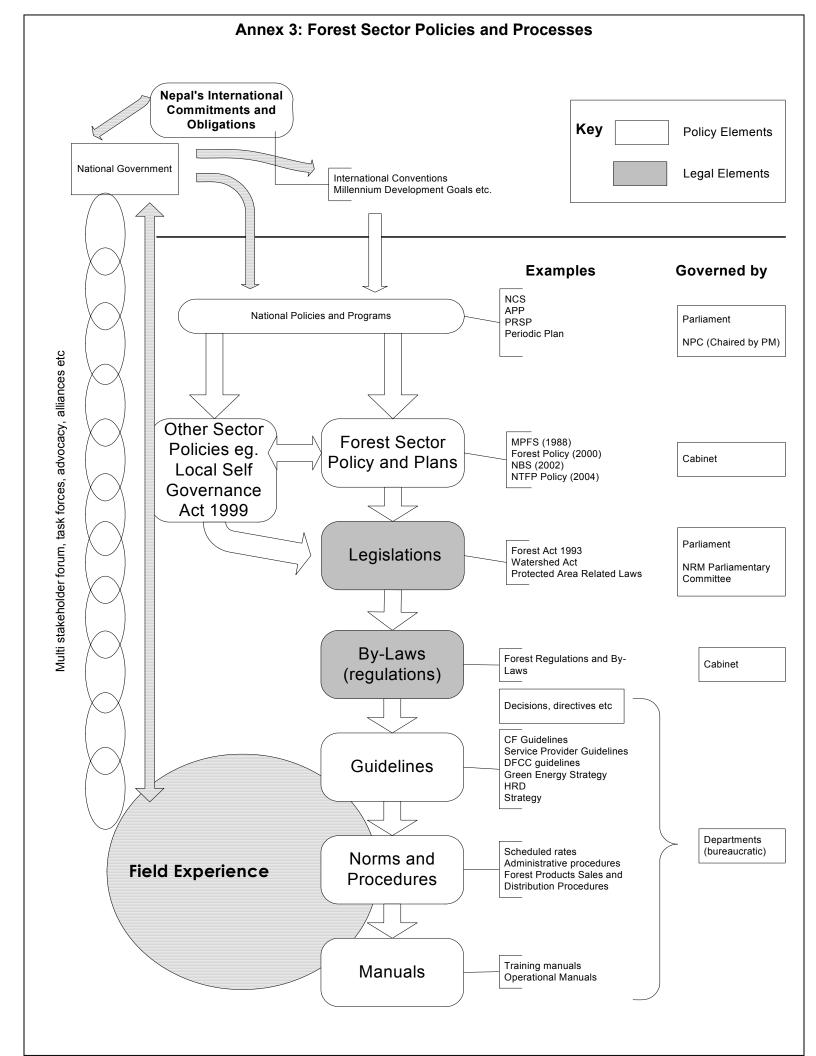


Figure 2: Map showing forest cover 2000

Sources:

 $\underline{http://images.google.com.np/images?hl=en\&q=Map+nepal+\&btnG=Search+Images\&gbv=2}$

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National Forest Carbon Action Group (NFCAG)

Objective

National Forest Carbon Action Group (NFCAG) is currently a non-formal multi-stakeholder forum chaired by MFSC and consisting of representatives from other ministries, departments and forest sector development programmes of Government of Nepal, and key international NGOs/donors (bilateral/multilateral). In addition, members are represented in NFCAG from national level NGOs and civil society members across wide spectrum of development fields.

NFCAG has been formed with the main objective of stimulating national discussion on REDD and creating awareness among policymakers, implementers and communities alike so that a broader conceptual framework for equitable and inclusive National REDD Strategy is built.

The Working Group (NFCAG) consists of members from:

- Ministry of Forests and Soil and Conservation
- Ministry of Environmental, Science and Technology
- Department of Forest
- Department of Forest Research and Survey
- Department of National Parks and Wildlife Management
- Biodiversity Sector Program for the Siwaliks and Terai (BISEP-ST)
- Western Terai Landscape Conservation Program (WTLCP)
- Nepal Swiss Community Forestry project (NSCFP)
- Livelihood and Forestry Project (LFP)
- SNV
- DFID
- SDC
- WINROCK
- World Wildlife Fund Nepal (WWF Nepal)
- International Centre for Integrated Mountain Development (ICIMOD)
- ANSAB
- Federation of Community Forestry Users Nepal (FECOFUN)
- CARE Nepal
- FECOFUN

Annex 5: Key Policies, Plans and Programmes of Forestry Sector, Nepal

Policies, Plans and Programmes	Year			
Nationalization of Forests	1957			
Master Plan for the Forestry sector	1988			
The Forest Act of 1993 and the Forest	1993-1995			
Rules of 1995				
Community Forestry Guidelines	1995 (amended in 2002)			
National Environmental Policy Action Plan	1993			
(NEPAP)				
Agricultural Perspective Plan	1995			
Local self Governance Act	1999			
THE TENTH PLAN (Poverty Reduction	2002-2007			
Strategy Paper)				
Revised Forest Policy	2002			
Nepal Biodiversity Strategy and	2004			
Implementation Plan (Draft)				
Three Year Interim Plan (2007-10)	2007			
National Biodiversity Strategy and 2007				
Implementation Plan				

Annex 6: Community Forest Management

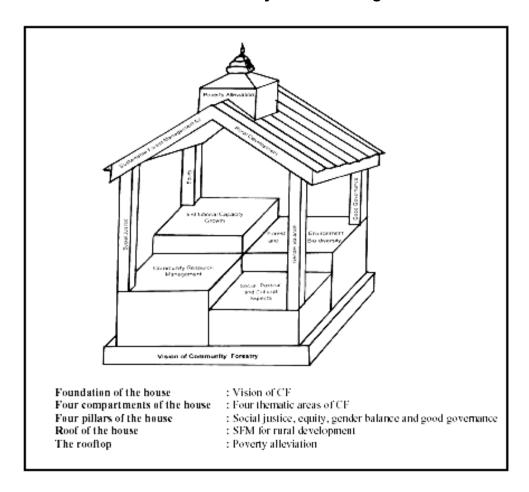
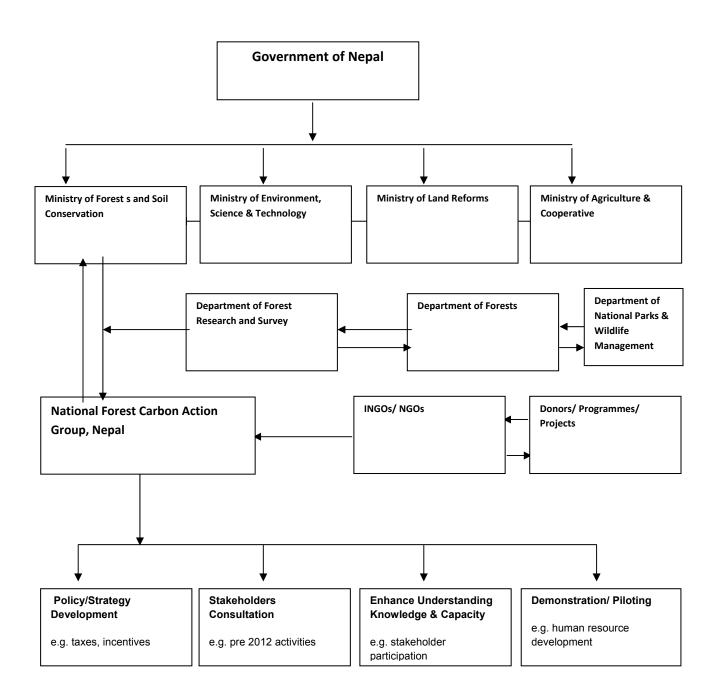


Figure: Vision of CF deemed by CFUG (Acharya 1990)

Annex 7: Proposed Readiness Plan Organizational Structure



Annex 8: Readiness Plan Timeline

Proposed REDD Readiness Plan Timeline of Nepal

	2008	2009	2010		
	■ Fund Availability	Scoping study	I		
Enabling	Policy Decisions	Planning/Strategy			
Conditions	 Institutionalization 	Capacity development Package			
	of NFCAG	Methodology			
		 Readiness Plan funding Policy and international expertise procurement 			
		Stakeholders consultation			
		■ Feasible R-PLAN			
		■ National Framework - R	EDD		
Timeline Roadmap	Policy/Strategy/Framework Development				
	Readiness Plan Prepar Funding Arrange		-Plan Implementation		
	Stakeholders Consult	ation			
		Enhance Capacity & Understanding			
			emonstration, lodelling/Piloting		

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Abbreviations and ACRONYMS

ACA: Annapurna Conservation Area

ACOFUN: Association of Collaborative Forestry Users Nepal

ADB: Asian Development Bank

AEPC: Alternative Energy Promotion Centre

ANSAB: Asian Network for Sustainable Bio-resources

APP: Agricultural Perspective Plan

BCN: Bio-diversity Conservation Nepal

BISEP-ST: Bio-diversity Forestry Sector Programme for Siwaliks and Terai

BZCFUG: Buffer Zone Community Forest Users Group

CBD: Convention on biodiversity

CDM: Clean Development Mechanism

CF: Community Forest

CFM: Collaborative Forest management

CFUG: Community forest users Group

CH₄: Methane

CNP: Chitwan National Park

CO₂: Carbon dioxide

DDC: District Development Committee

DFCC: District Forest Coordination Committee

DFID: Development Fund for International Development

DFRS: Department of Forest Research and Survey

DNPWC: Department of National Parks and Wildlife Conservation

DNA: Designated National Authority

DoF: Department of Forests

FAO: Food and Agriculture Organization of the United Nations

FCPF: Forest Carbon Partnership Facility

FECOFUN: Federation of Community Forest User Groups, Nepal

FINIDA: Finnish International Development Agency

FNCCI: Federation of Nepal Chamber of Commerce and Industries

FRISP: Forest Resources Information System Project

FSCC: Forestry Sector Coordination Committee

FSRO: Forest Survey and Research Office

GDP: Gross Domestic Product

GEF: Global Environmental Facility

GHG: Green House Gases

GIS: Geographical Information System

GLOF: Glacial Lake Outburst Floods

GO: Governmental Organization

GoN: Government of Nepal

HMGN: His Majesty's Government of Nepal

GTZ: German Development Agency

ICIMOD: International Centre for Integrated Mountain Development

I/NGO: International/Non-Governmental Organization

IPCC: International Panel for Climate Change

LCFUG: Leasehold Community Forest Users Group

LFP: Livelihoods and Forestry Programme

LI-BIRD: Local Initiative for Biodiversity Research and Development

LRMP: Land resources Mapping Project

LULUCF: Landuse, and Land Cover Change in Forestry

MDG: Millennium Development Goal

M&E: Monitoring and Evaluation

MED: Monitoring and Evaluation Division

MFSC: Ministry of Forests and Soil Conservation

MoF: Ministry of Finance

MLD: Ministry of Local Development

MoEST: Ministry of Environment, Science and Technology

MPFS: Master Plan for Forestry Sector

NBAP: National Bio-diversity Action Plan

NAPA: National Adaptation Plan of Action

NARC: National Agriculture Research Centre

NBCC: National Bio-diversity Coordination Committee

NBS: National Bio-diversity Strategy

NDVI: Normalized Differences Vegetation Index

NEFUG: National Environment and Forest Users Group

NFCAG: National Forest Carbon Action Group

NFI: National Forest Inventory

N₂O: Nitrogen oxide

NPC: National Planning Commission

NTFP: Non-timber Forest Product

OECD: Organization of economically developed countries

PAMEB: Participatory assessment, monitoring and evaluation of biodiversity

PES: Payment for Environmental Services

PRSP: Poverty Reduction Strategy Paper

RD: Regional Director/Directorate

RECOFTC: Regional Community Forest Training Centre

REDD: Reducing Emissions from Deforestation and Forest Degradation

RFSP: Revised Forest Sector Policy

R-PIN: Readiness Plan Idea Note

SDAN: Sustainable Development Agenda for Nepal

SDC: Swiss Development Cooperation

SNP: Sagarmatha National Park

SNV: The Netherlands Development Organization

TM: Thematic Mapper

TRPAP: Tourism for Rural Poverty alleviation Programme

UNFCCC: United Nations Framework Convention on Climate Change

USAID: United States Agency for International Development

VDC: Village Development Committee

WB: World Bank

WECS: Water and Energy Commission, Secretariat

WTLCP: Western Terai Landscape Complex Project

WWF: World Wildlife Fund for Nature