

Abstract

This master thesis is a research survey to find out what the tangible benefits are for the country Nepal. To attempt this I have to examine the exclusive relationship with and between Nepal's two mighty neighbourly countries, China and India. Geographically seen is Nepal the centre in between China and India but in reality it seems that Nepal is somehow trapped in between them. This entrapment has happened because those two giant neighbours have a double-digit economical growth, different ideology and rivalry feelings toward each other.

The gist of my research is the never static relationship between Nepal and India in particular. I feel now that it is the best time ever, in this juncture of history, for Nepal to initiate on the process of redefining its relationships with its neighbours. To reengineer the process of these relationships, it is better to begin with India since the core of the problem lies there. It is also the best way to determine the factors that have kept Nepal from maintaining its balanced relationship with its northern neighbour, China. This research has attempted to uncover the hideous aspect of the Indo-Nepali relationship and encourage taking advantage of the strength of the Sino-Nepali bilateral relationship.