

FILE NO. RKA/FY18-19/MUM-289

DATED:28/03/2019

VALUATION REPORT

OF

INDEPENDENT HOUSE

SITUATED AT

**SY NO.19/B, PLOT NO. 18M, H. NO. R-9/215, KANHERI LIC COLONY, LATUR,
MAHARASHTRA**

OWNER/S

MRS. SUREKHA SIDARAMMPA MALANG

A/C: M/S. MSM STEEL PVT. LTD.

REPORT PREPARED FOR
STATE BANK OF INDIA, SAM-2 BRANCH, NARIMAN POINT, MUMBAI

*****Important - In case of any query/ issue/ concern or escalation you may please contact Incident Manager @
valuers@rkassociates.org. We will appreciate your feedback in order to improve our service.***

***NOTE: As per IBA Guidelines please provide your feedback on the report within 15 days of its submission after which
report will be considered to be correct.***

ASSET/ PROPERTY UNDER VALUATION



SITUATED AT
SY NO.19/B, PLOT NO. 18M, H. NO. R-9/215, KANHERI LIC COLONY, LATUR

GENERAL DETAILS			
1.	Report prepared for	Bank	
2.	Name & Address of Organization	State Bank of India, SAM-2 Branch, Nariman Point, Mumbai	
3.	Name of Borrower	M/s. MSM Steel Pvt. Ltd.	
4.	Credit Analyst	Mr. Furquan Alam	
5.	Type of Loan	Working capital loan now NPA A/c	
6.	Report Format	V-L1 (Basic) Version: 6.0_2018	
7.	Date of Valuation	28 March 2019	
8.	Date of Survey	11 December 2018	
9.	Type of the Property	Independent Residential Plotted House	
10.	Type of Valuation	Residential Land & Building value	
11.	Report Type	Plain Asset Valuation	
12.	Surveyed in presence of	Owner's representative	Surveyed in presence of Mr. Nachiket Kulkarni Contact No. 09604049488
13.	Purpose of Valuation	Distress Sale for NPA a/c	
14.	Scope of the Report	Non Binding Opinion on General Prospective Valuation Assessment of the Property identified by Property owner or through its representative	
15.	Out-of-Scope of the Report	a. Verification of authenticity of documents from originals or cross checking from any Govt. deptt. is not done at our end. b. Legal aspects of the property are out-of-scope of this report. c. Identification of the property is only limited to cross verification from its boundaries at site if mentioned in the provided documents. d. Getting cizra map or coordination with revenue officers for site identification is not done at our end. e. Measurement is only limited upto sample random measurement. f. Measurement of the property as a whole is not done at our end. g. Drawing Map & design of the property is out of scope of the work.	
16.	Documents provided For perusal	Documents Requested	Documents Provided
		Documents Reference No.	
		Total 05 documents requested.	Total 02 documents provided.
		Property Title document	Copy of TIR
		Possession Letter	Old Valuation Report
		Copy of TIR	None
		Possession Letter	None
17.	Identification of the property	<input checked="" type="checkbox"/>	Cross checked from boundaries of the property or address mentioned in the deed
		<input type="checkbox"/>	Done from name plate displayed on the property
		<input checked="" type="checkbox"/>	Identified by the owner/ owner's representative
		<input type="checkbox"/>	Enquired from local residents/ public
		<input type="checkbox"/>	Identification of the property could not be done properly
		<input type="checkbox"/>	Survey was not done
18.	Enclosures	I. Valuation Report as per SBI Format Annexure-1 II. R.K Associates Important Notes III. Valuer's Remark - Page No.12 IV. Screenshot of the Price trend references of the similar related properties available on public domain - Page No.---- V. Google Map – Page No. 14	

		VI. Photographs – Pages ----- VII. Copy of Circle Rate – Pages x VIII. Survey Summary Sheet – Pages 02 IX. Copy of relevant papers from the property documents referred in the Valuation – Pages 01
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VALUATION REPORT AS PER SBI FORMAT – ANNEXURE 1

Name & Address of Branch:	State Bank of India, SAM-2 Branch, Nariman Point, Mumbai
Name of Customer (s)/ Borrower Unit	M/s MSM Steel Pvt. Ltd.

1.	Customer Details				
i.	Name of the owner	Mrs. Surekha Sidarammpa Malang			
ii.	Application No.	NA			
2.	Property Details				
i.	Address	Sy No.19/B, Plot No. 18M, H. No. R-9/215, Kanheri LIC Colony, Latur, Maharashtra			
ii.	Nearby Landmark	Near Samarth Classes			
iii.	Google Map	Enclosed with the Report Coordinates or URL: 18°22'53.9"N 76°33'55.9"E			
iv.	Independent access to the property	Clear independent access is available			
v.	Type of ownership	Single ownership			
vi.	Constitution of the Property	Free Hold			
vii.	Is the property merged or colluded with any other property	No, -----			
3.	Document Details	Status	Name of Approving Auth.		Approval No.
i.	Layout Plan	Not available to us	Latur Municipal Corporation		-----
ii.	Building plan	Not available to us	Latur Municipal Corporation		-----
iii.	Construction Permission	Not available to us	Latur Municipal Corporation		-----
iv.	Legal Documents	Available	Copy of TIR	None	None
4.	Physical Details of the Property				
i.	Adjoining Properties	North Road	South Other building	East Road	West Open land
ii.	Are Boundaries matched	Yes, with old valuation report			
iii.	Plot demarcation	Yes			
iv.	Approved land Use	Residential as per property documents			
v.	Type of Property	Independent Residential Plotted House			
vi.	No. of bed rooms	Living/ Dining area	Toilets	Kitchen	Other rooms
	02	01	02	01	01 storage room
vii.	Total no. of floors of the property	Ground +1			
viii.	Floor on which the property is located	All			
ix.	Approx. age of the property	28 years			
x.	Residual age of the property	35-40 years subject to proper and timely maintenance			
xi.	Type of structure	RCC Framed structure			
xii.	Condition of the Structure	Good			
5.	Tenure/ Occupancy/ Possession Details				
i.	Property presently possessed/ occupied by		Legal Owner,		
ii.	Status of Tenure		Not Applicable		

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iii.	No. of years of occupancy	Not Applicable
iv.	Relationship of tenant or owner	Not Applicable
6.	Stage of Construction	Constructed property in use
	If under construction then extent of completion	-----
7.	Violation in the property	
	a. Violation if any observed	b. Nature and extent of violation
	Cannot comment since copy of approved building plans/map not provided to us	Cannot comment since copy of approved building plans/map not provided to us
		c. Any other negativity, defect or drawback in the property
		No

8.	AREA DETAILS OF THE PROPERTY*		
i.	Land area (as per documents/ site survey, whichever is less) <i>Considered</i>		
	Area as per documents	Area as per site survey	Area considered for Valuation
	2250 sq. ft. / 209.03 sq. mtr.	2245.05 sq. ft./ 208.57 sq. mtr.	2250 sq. ft. / 209.03 sq. mtr.
	Area adopted on the basis of	TIR	
	Remarks & Observations		
ii.	Constructed Built-up Area (As per IS 3861-1966)		
	Area as per documents	Area as per site survey	Area considered for Valuation
	-----	2749.77 sq. ft./ 255.46 sq. mtr.	2749.77 sq. ft./ 255.46 sq. mtr.
	Area adopted on the basis of	Site survey measurement only	
	Remarks & Observations	-----	

**Please see note in concluding comments.*

9.	VALUATION ASSESSMENT				
A.	ASSESSMENT FACTORS				
i.	Valuation Type	Land & Building Value		Residential Land & Building Value	
ii.	Scope of the Valuation	Non binding opinion on the assessment of Plain Asset Valuation of the property identified to us by the owner or through his representative.			
iii.	Property Use factor	Current Use		Highest & Best Use	
		Residential		Residential	
iv.	Legality Aspect Factor (Refer clauses i & j of Point-10)	Positive as per documents produced to us.			
v.	Land Physical factors	Shape	Size	Level	Frontage to depth ratio
		Rectangle	Medium	On Road Level	Normal frontage
vi.	Property location category factor	City Categorization	Locality Categorization	Property location classification	Floor Level
		Scale-C City	Ordinary	NA	Not Applicable
		Urban	Property within simple mid-scale Residential locality	NA	
		Property Facing	South-East Facing	NA	
vii.	New Development in surrounding area	None			
viii.	Property overall usability Factor	Normal			
ix.	Comment on Property Salability Outlook	Easily sellable			
x.	Comment on Demand & Supply in the Market	Good demand of such properties in the market			
xi.	Sale transaction method assumed	Free market transaction at arm's length wherein the parties, after full market survey each acted knowledgeably, prudently and without any compulsion.			

xii.	Best Sale procedure to realize maximum Value	Free market transaction at arm's length wherein the parties, after full market survey each acted knowledgeably, prudently and without any compulsion.		
xiii.	Methodology/ Basis of Valuation	Govt. Guideline Value: Not Available		
		Market Value:Land Value is calculated on the basis of 'Market Comparable Sales approach' and Building construction value is calculated on the basis of 'Depreciated Relacement Cost approach'.		
		<i>For knowing comparable market sales, significant local enquiries has been made from our side representing ourselves as both buyer and seller of the similar property and thereafter based on this information and various factors of the property, a rate has been taken judiciously seeing the market scenario.</i>		
xiv.	References on prevailing market Rate/ Price trend of the property and Details of the sources from where the information is gathered (from property search sites & local information)	1.	Name:	Hanumant Phavade
			Contact No.:	09822822182
			Nature of reference:	Property consultant
			Size of the Property:	General
			Location:	LIC Colony , Latur
			Rates/ Price informed:	Rs.1000/- to Rs.1200/- per sq. ft.
			Any other details/ Discussion held:	The rates for residential land in LI C colony are around Rs.1000/- to Rs.1200/- per sq. ft for properties situated in approximately 200 mtr. from main road
		2.	Name:	Local residents
			Contact No.:	-----
			Nature of reference:	Habitant of the subject property
			Size of the Property:	General
			Location:	LIC Colony Latur
			Rates/ Price informed:	Approx Rs.1200/- per sq. ft.
			Any other details/ Discussion held:	
		3.	Name:	-----
			Contact No.:	-----
			Nature of reference:	-----
			Size of the Property:	-----
			Location:	-----
			Rates/ Price informed:	-----
			Any other details/ Discussion held	-----

B.	VALUATION CALCULATION			
a.	GUIDELINE/ CIRCLE VALUE			
i.	Land Value	Total Land Area considered as per documents/ site survey (whichever is less)	Prevailing Rates Range	Rates adopted (considering all characteristics& assessment factors of the property)
		2250 sq. ft. / 209.03 sq. mtr.	Not Available	Not Available
	Total Land Value (a)	Not Available		
		Not Available		
	ii.	Construction Depreciated Replacement Value	Not Applicable	
Structure Type			Construction category	Age Factor
Not Applicable			Not Applicable	Not Applicable
Rate range			Rate adopted	Covered Area
Not Available		Not Available	2749.77 sq. ft./ 255.46 sq. mtr.	
TotalConstruction Depreciated Replacement Value(b)		Not Available		
iii.	TOTAL GUIDELINE/ CIRCLE RATE VALUE: (a+b)	Not Available		
		Not Available		
b.	PROSPECTIVE FAIR MARKET VALUE			
i.	Land Value	Total Land Area considered as per documents/ site survey (whichever is less)	Prevailing Rates Range	Rate adopted (considering all characteristics& assessment factors of the property)
		2250 sq. ft. / 209.03 sq. mtr.	Rs.1000/- to Rs.1200/- per sq. ft.	.Rs.1100/- per sq. ft.
	Total Land Value (a)	Rs.1200/- per sq. ft. X 2250 sq. ft.		
		Rs.27,00,000/-		
ii.	Construction Depreciated Replacement Value	Not Applicable		
		Structure Type	Construction category	Age Factor
		Not Applicable	Not Applicable	Not Applicable
		Rate range	Rate adopted	Covered Area
	Rs.1100/- to Rs.1300/- per sq. ft.	Rs.1200/- per sq. ft.	2749.77 sq. ft./ 255.46 sq. mtr.	
	TotalConstruction Depreciated Replacement ValueValue (b)	Rs.1200/- per sq. ft. X 2749.77 sq. ft		
		Rs.32,99,724/-		
iii.	Add extra for Architectural aesthetic developments, improvements (c) (add lump sum cost)		NA	
iv.	Add extra for fittings & fixtures (d) (doors, windows, wood work, cupboards, modular kitchen, electrical/ sanitary fittings)		NA	
v.	Add extra for services(e) (water, electricity, sewerage, main gate, boundary, lift, etc.)		NA	
vi.	TOTAL VALUE: (a+b+c+d+e)		Rs.59,99,724/-	
vii.	AdditionalPremium if any		NA	
	Details/ Justification		NA	
viii.	Deductions charged if any		NA	
	Details/ Justification		NA	
ix.	TOTAL PROSPECTIVE FAIR MARKET VALUE#: (vi+vii+viii)		Rs.59,99,724/-	
x.	Round Off		Rs.60.00.000/-	

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xi.	EXPECTED REALIZABLE VALUE^(@ ~15% less)	Rs.51,00,000/-
xii.	EXPECTED FORCED/ DISTRESS SALE VALUE*(@ ~25% less)	Rs.45,00,000/-
xiii.	VALUE FOR THE INSURANCE PURPOSE	Rs 20,00,000/-
xiv.	Justification for more than 20% difference in Market & Circle Rate	Difference is due to demand & supply gap in the market.
xv.	Concluding comments if any	<ol style="list-style-type: none">1. Valuation of the asset is done as found on as-is-where basis.2. Any kind of unpaid statutory, utilities, lease, interest or any other pecuniary dues on the asset has not been factored in the Valuation.3. Secondary/ Tertiary costs related to asset transaction like Stamp Duty, Registration charges, Brokerage, Bank interest etc. pertaining to the sale/ purchase of this property are not considered while assessing the Market Value.4. As per the scope of the assignment, Value assessment is subject to <u>Assumptions, Remarks & Limiting Conditions mentioned in Point '7' below, R.K Associates Important Notes and Valuer's Remarks (Enclosure: 1)& other enclosed documents</u> with the Report which will remain part & parcel of the report. Without these enclosures/ documents report shall stand null & void.5. Area measurements considered in the Valuation Report pertaining to Land & Building is adopted from relevant approved documents or actual site measurement whichever is less. All area measurements are on approximate basis only.6. All area measurements are on approximate basis. Verification of the area measurement of the property is done based on sample random checking only.7. Area of the large land parcels of more than 2500 sq.mtr or of uneven shape, is taken as per property documents which has been <i>relied upon</i>.

10.	ASSUMPTIONS REMARKS LIMITING CONDITIONS
i.	Qualification in TIR/Mitigation Suggested, if any: No
ii.	Is property SARFAESI compliant: Yes
iii.	Whether property belongs to social infrastructure like hospital, school, old age home etc.: No
iv.	Whether entire piece of land on which the unit is set up / property is situated has been mortgaged or to be mortgaged: Already Mortgaged
v.	Details of last two transactions in the locality/area to be provided, if available: Information couldn't be found.
vi.	Any other aspect which has relevance on the value or marketability of the property: NA

a.	Information of the average market rates is taken based on the verbal market survey in the subject area from the local people, property agents, recent deals, demand-supply, internet postings which has been relied upon. No written record is generally available for such market information and only the verbal information has to be relied upon.
b.	Forced, compulsion, constraint, obligatory sales transactions data doesn't forms part of the Fair Market Valuation exercise.
c.	Sale transaction method of the asset is assumed as free market transaction while assessing Prospective Fair Market Value of the asset.
d.	This Valuation report is prepared based on the facts of the property on the date of the survey. However in future property Market may go down, property conditions may change or may go worse, Property reputation may differ, Property vicinity conditions may go down or become worse, Property market may change due to impact of Govt. policies or effect of World economy, Usability prospects of the property may change, etc. Hence before financing, Banker/ FI should take into consideration all such future risk and should loan conservatively to keep the advanced money safe in case of the downward trend of the property value.
e.	Valuation of the same asset/ property can fetch different values in different situations. For eg. Valuation of a running/ operational shop/ hotel/ factory will fetch better value and in case of closed shop/ hotel/ factory it will have considerable lower value. Similarly an asset sold directly by an owner in the market will fetch better value and if the same asset/ property is sold by any financier due to encumbrance on it will fetch lower value. Hence before financing, Banker/ FI should take into consideration all such future risks and should loan conservatively to keep the advanced money safe in case of any such situation.
f.	This report is prepared based on the copies of the documents/ information which interested organization or customer could provide to us out of the standard checklist of documents sought from them and further based on our assumptions and limiting conditions. All such information provided to us has been relied upon and we have assumed that it is true and correct. Verification or cross checking of the documents provided to us from the originals has not been done at our end. If at any time in future it's found or came to our knowledge that misrepresentation of facts or incomplete or distorted information has been provided to us then this report will automatically become null & void.
g.	Getting cizra map or coordination with revenue officers for site identification is not done at our end.
h.	All area measurements are on approximate basis. Verification of the area measurement of the property is done only based on sample random checking and not based on full scale measurement. Area of the large land parcels of more than 2500 sq.mtr or of uneven shape, is taken as per property documents which has been relied upon.
i.	Legal aspects for eg. ownership rights, lien, charge, mortgage, etc. are not considered in this report. It is assumed and taken into account that the concerned Bank/ Financial Institution has first got the legal verification cleared by the competent Advocate before requesting for the Valuation report. In case Valuation is obtained before taking legal scrutiny or opinion then it is expected from the Bank to inform back the Valuer timely about such change of rights on the property as soon as it comes into the notice of the Bank/ Financier which may affect their charge on the mortgage asset so that accordingly Valuation modification can be done only for that portion for which the Bank has complete charge/ rights.
j.	Investigation of title of the property and its legal right is beyond the scope of this report. If this property is offered as collateral security, then concerned financial institution is requested to verify & satisfy themselves on the ownership & legality of the property shown in this valuation report with respect to the latest legal opinion.
k.	Valuation is done for the property identified to us by the owner/ owner representative. Responsibility of identifying the correct property to the Valuer/ its authorized surveyor is solely of the client/ owner for which Valuation has to be carried out. At our end we can just cross verify the identification of the property with reference to the documents produced for perusal. Method by which identification of the property is carried out is also mentioned in the report clearly. It is requested from the Bank to cross check from their own records/ information if this is the same property for which Valuation has to be carried out to ensure that owner has not misled the Valuer company or misrepresented the property due to any vested interest.

	<p>l. In India more than 70% of the geographical area is lying under rural/ remote/ non municipal/ unplanned area where the subject property is surrounded by vacant lands having no physical demarcation or having any display of property survey or municipal number / name plate on the property clearly. Even in old locations of towns, small cities & districts where property number is either not assigned or not displayed on the properties clearly and also due to the presence of multiple/ parallel departments due to which ownership/ rights/ illegal possession/ encroachment issues are rampant across India and due to these limitations at many occasions it becomes tough to identify the property with 100% surety from the available documents, information & site whereabouts and thus chances of error, misrepresentation by the borrower and margin of chances of error always persists in such cases. To avoid any such chances of error it is advised to the Bank to engage municipal/ revenue department officials to get the confirmation of the property to ensure that the property shown to Valuer/ Banker is the same as for which documents are provided.</p>
	<p>m. If this Valuation Report is prepared for the Flat/ dwelling unit situated in a Group Housing Society or Integrated Township then it is assumed that the Banker or the concerned organization has satisfied themselves with the approval of the Group Housing Society/ particular floor & building before allotting the Valuation case to the Valuer company.</p>
	<p>n. Due to fragmented & frequent change in building/ urban planning laws/ guidelines from time to time, different laws/ guidelines between regions/ states and no strict enforceability of Building Bye-Laws in India specially in non-metro and scale b & c cities & Industrial areas, property owners many times extend or make changes in the covered area/ layout from the approved/ applicable limits. There are also situations where properties are decades old when there was no formal Building Bye-Laws applicable when the construction must have been done. Due to such discrete/ unplanned development in many regions sometimes it becomes tough to determine the exact lawful situation on ground for the Valuer. In case nothing specific is noted on the covered built-up area considered in the Valuation Report, the covered area present on the site as per site survey will be considered in the Valuation.</p>
	<p>o. In case of Valuation of Plant & Machinery or equipment, condition of machines is evaluated by visual observation only. No technical/ mechanical testing of any kind has been carried out at our end to ascertain the condition and efficiency of the machines. Valuation of Plant & Machinery is done on the basis of physical existence of the assets rather than their technical expediency.</p>
	<p>p. Secondary/ Tertiary costs related to asset transaction like Stamp Duty, Registration charges, Brokerage, Bank interest, etc. pertaining to the sale/ purchase of this property are not considered while assessing the Market Value.</p>
	<p>q. Any kind of unpaid statutory, utilities, lease, interest or any other pecuniary dues on the asset has not been factored in the Valuation.</p>
	<p>r. Valuation is a subjective field and opinion may differ from consultant to consultant. To check the right opinion, it is important to evaluate the methodology adopted and various data point/ information/ factors/ assumption considered by the consultant which became the basis for the Valuation report before reaching to any conclusion.</p>
	<p>s. At the outset, it is to be noted that Value analysis of any asset cannot be regarded as an exact science and the conclusions arrived at in many cases will, of necessity, be subjective and dependent on the exercise of individual judgment. Given the same set of facts and using the same assumptions, expert opinions may differ due to the number of separate judgment decisions, which have to be made. Therefore, there can be no standard formulae to establish an indisputable exchange ratio. In the event of a transaction, the actual transaction value achieved may be higher or lower than our indicative analysis of value depending upon the circumstances of the transaction. The knowledge, negotiability and motivations of the buyers and sellers and the applicability of a discount or premium for control will also affect actual price achieved. Accordingly, our indicative analysis of value will not necessarily be the price at which any agreement proceeds. The final transaction price is something on which the parties themselves have to agree. However our Valuation analysis can definitely help the stakeholders to make them informed and wise decision about the Value of the asset and can help in facilitating the arm's length transaction.</p>

11.	DECLARATION		
	i. The property was inspected by our authorized surveyor on 10 December 2018 by name AE Shreyas Shetty in the presence of the owner's representative. ii. The undersigned does not have any direct/indirect interest in the above property. iii. The information furnished herein is true and correct to the best of our knowledge. iv. We have submitted Valuation report directly to the Bank. v. This valuation report is carried out by our Engineering team on the request from STATE BANK OF INDIA, SAM-2, BRANCH, NARIMAN POINT, MUMBAI.		
12.	Name & Address of Valuer company	Wealth Tax Registration No.	Signature of the authorized person
	M/s R.K. Associates Valuers & Techno Engineering Consultants Pvt. Ltd. G-183, Preet Vihar, Delhi-110092	2303/ 1988	
13.	Enclosed Documents	I. Valuer's Remark - Page No.12 II. Screenshot of the price trend references of the similar related properties available on public domain – Page No. ----- III. Google Map – Page No.14 IV. Photographs – Pages No. 01 V. Copy of Circle Rate – Pages No. VI. Survey Summary Sheet – PagesNo.02 VII. Copy of relevant papers from the property documents referred in the Valuation – Pages No. x	
14.	Total Number of Pages in the Report with Enclosures		
15.	Engineering Team worked on the report	SURVEYED BY: AE Shreyas Shetty PREPARED BY: AE Shivanshu REVIEWED BY: HOD Valuations	

R.K ASSOCIATES IMPORTANT NOTES:

1. **DEFECT LIABILITY PERIOD** - In case of any query/ issue or escalation you may please contact Incident Manager by writing at valuers@rkassociates.org. We ensure 100% accuracy in the Calculations done, Rates adopted and various other data points & information mentioned in the report but still can't rule out typing, human errors or any other mistakes. In case you find any mistake, variation, discrepancy or inaccuracy in any data point of the report, please help us by bringing all such points into our notice in writing at valuers@rkassociates.org within 30 days of the report delivery, to get these rectified timely, failing which R.K Associates won't be held responsible for any inaccuracy in any manner. Also if we will not hear back anything from you within 30 days, we will assume that report is correct in all respect and no further claim of any sort will be entertained thereafter. We would welcome and appreciate your feedback & suggestions in order to improve our services.
2. **COPYRIGHT FORMAT** - This report is prepared on the copyright format of R.K Associates to serve our clients in the best possible way. Legally no one can copy or distribute this format without prior approval from R.K Associates. It is meant only for the organization as mentioned on the cover page of this report. Distribution or use of this format other than R.K Associates will be seen as unlawful act and necessary legal action can be taken against the defaulters.

IF REPORT IS USED FOR BANK/ FIs

NOTE: As per IBA Guidelines in case the valuation report submitted by the valuer is not in order, the banks / FIs shall bring the same to the notice of the valuer within 15 days of submission for rectification and resubmission. In case no such communication is received, it shall be presumed that the valuation report has been accepted.

At our end we have not verified the authenticity of any documents provided to us. Bank is advised to verify the genuineness of the property documents before taking any credit decision.

ENCLOSURE: 1- VALUER'S REMARKS

1.	Fair Market Value [#] suggested by the competent Valuer is that prospective estimated amount of the subject asset/ property in his expert & prudent opinion without any prejudice after he has carefully & exhaustively evaluated all the facts & information related to the subject asset at which the subject asset/ property should be exchanged between a willing buyer and willing seller at an arm's length transaction after proper marketing, wherein the parties, each acted knowledgeably, prudently and without any compulsion on the date of the Valuation.
2.	Realizable Value [^] is the minimum prospective value of the property which it may be able to realize at the time of actual property transaction factoring in potential prospects of deep negotiations carried out between the buyer & seller for ultimately finalizing the transaction. Realizable value may be 10-20% less of the Fair Market Value depending on the various salability prospects of the subject property.
3.	Forced/ Distress Sale Value [*] is the value when the property has to be sold due to any compulsion or constraint like financial encumbrances, dispute, as a part of a recovery process, any defect in the property, having unclear title or any such sort of condition or situation. In this type of sale minimum disposable value is assessed which varies from 20-35% less from the Fair Market Value based on the nature, size & salability prospects of the property. In this type of sale negotiation power of the buyer is always more than the seller and eagerness of selling the property is more than buying it. Therefore the Forced/ Distress Sale Value always fetches less value.
4.	Best rates are rationally adopted based on the facts of the case came to our knowledge during the course of the assignment considering many factors like nature of the property, size, location, approach, market situation and trends.
5.	Construction rates are adopted based on present replacement cost of construction and calculating applicable depreciation & deterioration factor as per its existing condition, specifications based on the visual observation of the structure. No structural, physical tests have been carried out in respect of it.
6.	This Valuation report is prepared based on the facts of the property on the date of the survey. However in future property Market may go down, property conditions may change or may go worse, Property reputation may differ, Property vicinity conditions may go down or become worse, Property market may change due to impact of Govt. policies or effect of World economy, Usability prospects of the property may change, etc. Hence before financing, Banker/ FI should take into consideration all such future risk and should loan conservatively to keep the advanced money safe in case of the downward trend of the property value.
7.	Valuation of the same asset/ property can fetch different values in different situations. For eg. Valuation of a running/ operational shop/ hotel/ factory will fetch better value and in case of closed shop/ hotel/ factory it will have considerable lower value. Similarly an asset sold directly by an owner in the market will fetch better value and if the same asset/ property is sold by any financier due to encumbrance on it will fetch lower value. Hence before financing, Banker/ FI should take into consideration all such future risk and should loan conservatively to keep the advanced money safe in case of any such situation.
8.	No employee or member of R.K Associates has any direct/ indirect interest in the property.
9.	Sale transaction method of the asset is assumed as free market transaction while assessing Fair Prospective Market Value of the asset.
10.	Area measurements considered in the Valuation Report pertaining to Land & Building is adopted from relevant approved documents or actual site measurement whichever is less. All area measurements are on approximate basis only.
11.	This report is having limited scope as per its fields to provide only the general basic idea of the value of the <u>property prevailing in the market</u> based on the documents/ data/ information provided by the client. The suggested value should be considered only if transaction is happened <u>as free market transaction</u> .
12.	The condition assessment and the estimation of residual economic life of the structure is based on the visual observations and appearance found during the site survey. We have not carried out any structural design or stability study; nor carried out any physical tests to assess structural integrity & strength.
13.	This report is prepared based on the copies of the documents/ information which interested organization or customer could provide to us out of the standard checklist of documents sought from them and further based on our assumptions and limiting conditions. All such information provided to us has been relied upon and we have assumed that it is true and correct. Verification or cross checking of the documents provided to us from the original has not been done at our end. If at any time in future it's found or came to our knowledge that misrepresentation of facts or incomplete or distorted information has been provided to us then this report will automatically become null & void.
14.	Investigation of title of the property and its legal right is beyond the scope of this report. If this property is offered as collateral security, then concerned financial institution is requested to verify & satisfy themselves on the ownership & legality of the property shown in this valuation report with respect to the latest legal opinion.
15.	Value varies with the Purpose/ Date/ Condition of the market. This report should not to be referred if any of these points are different from the one mentioned aforesaid in the Report. The Value indicated in the Valuation Report

	holds good only upto the period of 3 months from the date of Valuation.
16.	Analysis and conclusions adopted in the report are limited to the reported assumptions, conditions and information came to our knowledge during the course of the work.
17.	This report is prepared on the RKA V-L3 (Medium) Valuation format as per the client requirement, charges paid and the time allotted. This report is having limited scope as per its fields to provide only the general estimated basic idea of the value of the property prevailing in the market based on the information provided by the client. The Valuation assessed in this Valuation Report should hold good only if transaction is happened as per free market transaction. No detailed analysis or verification of the information is carried upon pertaining to the value of the subject property. No claim for any extra information will be entertained whatsoever be the reason. For any extra work over and above the fields mentioned in the report will have an extra cost which has to be borne by the customer.
18.	This is just an opinion report and doesn't hold any binding on anyone. It is requested from the concerned Client/ Bank/ Financial Institution which is using this report for mortgaging the property that they should consider all the different associated relevant & related factors also before taking any business decision based on the content of this report.
19.	All Pages of the report including annexures are signed and stamped from our office. In case any paper in the report is without stamp & signature then this should not be considered a valid paper issued from this office.
20.	Defect Liability Period is 30 DAYS . We request the concerned authorized reader of this report to check the contents, data and calculations in the report within this period and intimate us in writing if any corrections are required or in case of any other concern with the contents or opinion mentioned in the report. Corrections only related to typographical, calculation, spelling mistakes will be entertained within the defect liability period. No request for any illegitimate value revision, date change or any other change will be entertained other than the one mentioned above.
21.	R.K Associates encourages its customers to give feedback or inform concerns over its services through proper channel at valuers@rkassociates.org in writing within 30 days of report delivery. After this period no concern/ complaint/ proceedings in connection with the Valuation Services can be entertained due to possible change in situation and condition of the property.
22.	Our Data retention policy is of ONE YEAR . After this period we remove all the concerned records related to the assignment from our repository. No clarification or query can be answered after this period due to unavailability of the data.
23.	This Valuation report is governed by our (1) Internal Policies, Processes & Standard Operating Procedures, (2) R.K Associates Quality Policy, (3) Valuation & Survey Best Practices Guidelines formulated by management of R.K Associates, (4) Information input given to us by the customer and (4) Information/ Data/ Facts given to us by our field/ office technical team. Management of R.K Associates never gives acceptance to any unethical or unprofessional practice which may affect fair, correct & impartial assessment and which is against any prevailing law. In case of any indication of any negligence, default, incorrect, misleading, misrepresentation or distortion of facts in the report then it is the responsibility of the user of this report to immediately or atleast within the defect liability period bring all such act into notice of R.K Associates management so that corrective measures can be taken instantly.
24.	R.K Associates never releases any report doing alterations or modifications from pen. In case any information/ figure of this report is found altered with pen then this report will automatically become null & void.
25.	If this report is prepared for the matter under litigation in any Indian court, no official or employee of R.K Associates will be under any obligation to give in person appearance in the court as a testimony. For any explanation or clarification, only written reply can be submitted on payment of charges by the plaintiff or respondent which will be 10% of the original fees charged where minimum charges will be Rs.2500/-.

ENCLOSURE: 2- GOOGLE MAP LOCATION

