



## **FINAL SURVEY REPORT**

<b><u>Surveyor Ref:</u></b>		<b><u>Insurers' Ref:</u></b>	
<b>No:</b> 14869/ICICI/19-20		<b>Insured Name</b> B V U Institute of Management	
<b>Report Date</b>	December 23, 2019	<b>Policy No.:</b> 1001/121765113/02/000	
		<b>Claim No:</b> FIR002133868	

### **STRICTLY CONFIDENTIAL & PRIVILEGED FOR THE USE OF INSURERS AND THEIR LEGAL ADVISORS ONLY**

*Survey report regarding claim preferred by B V U Institute of Management for  
loss/damage to their property insured under Standard Fire & Special Perils Policy*

#### **1.0 INTRODUCTION**

- 1.1 B V U Institute of Management preferred claim on ICICI Lombard General Insurance Co. Ltd. Pune, for loss/damage to their assets. The property was insured under Standard Fire & Special Perils Policy.
- 1.2 The Insurers appointed us on 13<sup>th</sup> August 2019 to conduct the survey for the reported loss/damage.
- 1.3 Our basic terms of reference were...
  - a) To investigate into circumstances leading to reported loss/damage.
  - b) To assess the physical damage/financial loss said to have been sustained by the insured in the reported accident.
  - c) To determine the liability of the insurers vis-à-vis policy conditions.

- 1.4 Accordingly, we visited the insured's premises at Rajwade Chowk, Near Smk Corporation, Sangli on 15<sup>th</sup> August 2019. It was informed that, there was flooding in the Sangli/Kolhapur region due to which the insured's premises was affected. The premises as well as the surrounding was thoroughly inspected and photographed. The list of documents required to finalize the report was conveyed during our visit itself and also subsequently vide our mails. On receipt of minimum available documents, we are issuing the final report
- 1.5 Based on
- a) Observations made by us during our inspection
  - b) Documents submitted by the insured during our survey & subsequently thereafter
  - c) Discussions held with and explanations offered by the insured
- 1.6 We submit our findings observations, recommendations as under, for the consideration of the Insurers...

## **2.0 POLICY PARTICULARS**

- 2.1 Insured : B V U Institute Of Management  
Rajwade Chowk,  
Near Smk Corporation  
Sangli Maharashtra 416416 India
- 2.2 Insurers : ICICI Lombard General Insurance Co.  
Ltd.  
Sohrab Hall,  
Opp to Pune Railway Station,  
Pune 411001.
- 2.3 Type of Policy : Standard Fire & Special Perils Policy
- 2.4 Policy No. : 1001/121765113/02/000

2.5	Period of Insurance	:	29 <sup>th</sup> September 2018 to 28 <sup>th</sup> September 2019
2.6	Occupancy	:	Schools, colleges, Educational & Research Institute imparting training in various craft.
2.7	Total Sum Insured	:	Rs. 114,500,000.00
2.8	Property Insured		Building-Rs. 100,800,000.00 Plinth & Foundation-Rs. 11,200,000.00 Plant and machinery- Rs. 500,000.00 FFF-Rs.1000,000.00 Electric fittings-Rs. 500,000.00 Finished Goods- Rs. 500,000.00
2.9	Item Affected	:	Building, Plant & Machinery, FFF, etc
2.10	Risk Location	:	Rajwade Chowk, Near Smk Corporation Sangli Maharashtra 416416 India
2.11	Policy Excess	:	5% of claim amount subject to a minimum of INR 25,000/-on each & every claim.

### **3.0 INCIDENT**

3.1 It is a matter of common knowledge that Kolhapur, Sangli, Satara and adjoining cities in Western Maharashtra were flooded due to incessant torrential monsoon rains from 4<sup>th</sup> August 2019 onwards. The incident was covered by various news channels and print media across the nation. Insured's management institute was also flooded in the incident reportedly on **5<sup>th</sup> /6<sup>th</sup> August 2019**. The inundation continued till 12/13<sup>th</sup> August 2019.

- 3.2 The water level was around 4 ft inside the institute. The inundation level was clearly visible inside the insured's premises. All the FFF, equipments, machineries were affected due to flood water.

#### **4.0 CAUSE OF DAMAGE**

- 4.1 Heavy rains poured in Maharashtra (Kolhapur, Sangali, Karad, Belgam, Ichalkarancji, Satara, Hatkarangale, Meraj etc), Karnataka, Kerala & other states from 26<sup>th</sup> July 2019 to 12<sup>th</sup> August 2019. Due to this floods had occurred in various region. The incidence is well reported in TV and print media all over the country. Due to this, water logged at insured's named location.
- 4.2 Thus, based on our observations and information provided to us, the cause of loss could reasonably attributed to **flood**.

#### **5.0 OUR OBSERVATIONS & EXTENT OF DAMAGES**

##### **► About The Insured and description of The Risk**

- 5.1 Insured is running schools, colleges, educational and research institutes imparting training institute in various crafts. The risk is situated at Rajwade Chowk, Near Smk Corporation, Sangli Maharashtra 416416 India. The building was multistoried RCC structure.

##### **► Extent of damages**

- 5.2 We carried out the survey at the affected location on **15<sup>th</sup> August 2019** and subsequently thereafter. At the time of our survey, the water had already receded from the premises. The premises were thoroughly inspected and photographed. The inundation level was clearly visible

inside the insured's premises. All the FFF, dg set, library contents such as books, papers, registers etc were almost submerged completely as the level was around 3 to 4 feet. Painting of the building was also got affected. Insured was advised to clean the premises and segregate the damaged items and prepare the list of final damaged quantity for our final verification. Brief details of damages are as under:

- **FFF:** Stool, library tables, rostrum, office table, aluminium partition were found damaged/bulged due to muddy water.
- **Plant and Machinery:** Diesel generating set (10KW/125 KVA) was damaged due to flood water.

5.3 Further damaged items were verified by us. Final quantity of loss was ascertained & assessed the loss accordingly. Supporting documents were collected from the insured. Thus, liability if any, is limited to damaged Dg set and FFF only.

## **6.0 INSURED'S CLAIM VIS-À-VIS ADMISSIBILITY**

6.1 The insured had lodged their claim for **Rs. 939943.00** for damages to Machinery and FFF. The detailed claim statement is attached to the report.

► <b>Cause</b>	Flood/ inundation
► <b>Date of loss</b>	4 <sup>th</sup> to 13 <sup>th</sup> August 2019
► <b>Risk location</b>	Rajwade Chowk, Near Smk Corporation Sangli Maharashtra 416416 India

6.2 The claim is lodged under Standard Fire & Special Perils Policy. The operated peril – flood-inundation – is covered under the policy. The policy was effective as on date of loss & location is covered under the policy. Thus, the claim lodged by the insured falls within the purview of the policy issued to and held by the insured.

## **7.0 ASSESSMENT OF LOSS**

7.1 Our assessment of loss is based on our inspection & documents submitted by the Insured. The supporting documents are enclosed with the report.

7.2 Following points are crucial from the assessment of loss point of view:

### **(-) DEPRECIATION:**

7.3 **Plant and machinery:** The exact age details for damaged Dg set were not available and hence the depreciation of 25% is applied and accordingly deduction were made.

**FFF:** The exact age details were not available and hence the depreciation of 50% is applied and accordingly deduction were made.

### **(-) SALVAGE**

7.4 The damaged items (machinery and FFF) were not fit for the intended use. We have deducted 5% each as notional scrap value towards salvage for 'Plant and machinery' and 'FFF'. Accordingly, deduction were made in the assessment.

### **(-) UNDERINSURANCE:**

7.5 **P&M:** The exact value for total plant and machinery as on date of loss was not provided to us. Based on our inspection 25% underinsurance is applied for plant of machinery. Hence amount of **Rs.128077.04** is deducted on account of underinsurance for P & M.

**FFF:** As per our observation FFF was found adequately covered. Hence no underinsurance is applied for FFF.

### **(-) EXCESS:**

7.6 As per policy 5% of claim amount sub to min of Rs. 25,000.00/- is deducted.

**8.0** The assessment of loss works out to **Rs. 464165.27**. The detailed assessment is attached as **Annexure** to the report.

## **9.0** **WARRANTIES**

We have not observed any breach of general or specific warranties attached to the policy issued to & held by the Insured.

## **10.0** **CONCLUSIONS**

The cause of loss is flood/inundation, the peril that is covered under the scope of policy issued to & held by the Insured. Thus, the claim falls within the purview of the policy & is tenable.

**11.0** This report is issued without prejudice & subject to the terms, conditions and warranties to the policy issued to & held by the insured.

## **12.0** **DECLARATION**

- *We hereby declare that the photographs of the affected property as detailed in our report were snapped by us by our Digital Camera and uploaded on our Office Computer. These were got printed in-house and are not manipulated.*
- *We hereby declare that we have no interest in the subject matter in question and reported as above. We are neither related to the Insured nor the business either by blood, business or share-holding of whatsoever nature.*



**K R BIYANI**

**KAMAL BIYANI ASSOCIATES**

License No. SLA 34365 valid till 27.11.2022

**Encl:**

- *Assessment as annexure*
- *Documents provided by Insured.*
- *Photographs*
- *Our Fee Bill*