



FINAL SURVEY REPORT

<u>Surveyor Ref:</u>		<u>Insurers' Ref:</u>
No: 14856/ICICI/19-20		Insured Name: M/s. Sun Soft
Report Date	6 th September 2019	Policy No: 1001/175481840/00/000
		Claim No.: FIR002086542

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

*Survey report regarding claim preferred by M/s. Sun Soft for loss/damage to
their property insured under Standard Fire & Special Perils Policy*

1.0 INTRODUCTION

- 1.1 M/s. Sun Soft, Sangli preferred claim on ICICI General Insurance Co. Ltd. for loss/damage to their property. The property was insured under Standard Fire & Special Perils Policy.
- 1.2 The Insurers appointed us on 28th 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 Pursuant to above instructions, we visited the insured's premises situated at, Moreshwar Bhavan C S No 994 Near Biniwale Vitthal Mandir Gaon Bhag Sangli, , Sangli, Maharashtra-416416. The premises were inspected thoroughly. It was reported that there was inundation at their premises. The water level was around 12 to 14 ft at the premises. 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 : M/s. Sun Soft
Prop Ranjit D Dabhade,
Moreshwar Bhavan C S No 994 Near
Biniwale Vitthal Mandir Gaon Bhag
Sangli, Sangli, Maharashtra Pin-416416
- 2.2 Insurers : ICICI Lombard General Insurance
Company Ltd.
- 2.3 Type of Policy : Standard Fire & Special Perils Policy
- 2.4 Policy No. : 1001/175481840/00/000
- 2.5 Period of Insurance : July 16, 2019 To : July 15, 2020
- 2.6 Occupancy : Printing Press
- 2.7 Total Sum Insured : Rs. 42,84,000.00

- 2.8 Item Affected : Machinery Rs. 42,84,000.00
- 2.9 Clauses
- **FC01** : Agreed Bank Clause
 - **FC03**: Designation of Property Clause
 - **FC04** : Reinstatement Value Policies
 - **FC05** : Local Authorities Clause
 - **FC14** : Earthquake (Fire and Shock)
- 2.10 Risk Location Moreshwar Bhavan C S No 994 Near
Biniwale Vitthal Mandir Gaon Bhag Sangli,
Sangli, Maharashtra Pin 416416
- 2.11 Policy Excess : 5% of claim amount subject to a minimum
of INR 10000/-

3.0 INCIDENT

- 3.1 It was well known that Kolhapur, Sangli, Satara and adjoining cities in Western Maharashtra were flooded due to incessant torrential monsoon rains from 4th August 2019 onwards. Insured's premises was also flooded in the incident. It was informed that the water level reached around 12 ft inside the premises & 14 ft. outside the premises due to Flooding/inundation. Entire stocks were submerged into the muddy/contaminated water for 4-5 days. The stagnated flood water receded on 16th August 2019.

4.0 CAUSE OF DAMAGE

- 4.1 Heavy rains poured in Maharastra (Kolhapur, Sangali, Karad, Belgam, Ichalkarancji, Satara, Hatkarangale, Meraj etc), Karnataka, Kerala & other many states from 26th July 20019 to 12th August 2019. Due to this flood situation occurred at many places. The incidence is well reported

in TV and print media all over the countries. 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

- 5.1 The insured is in the business of digital printing. They have modern equipment having capacity to print various media such as paper, fiber, cloth etc.

► Description of The Risk

- 5.2 The risk situated Moreshwar Bhavan C S No 994 Near Biniwale Vitthal Mandir Gaon Bhag Sangli, Sangli, Maharashtra Pin-416416 The area was around 400 sq ft. There were two galas adjacent to each other.

► Observations

- 5.3 The premises were inspected thoroughly on 15th August 2019. It was reported there was inundation at their premises. All the machines were submerged under water.. The water level was 12 to 14 ft at the premises. At the time of our visits, the water was still available in the surrounding. The entire premises was flooded completely. The inundation level was clearly available.

- **Building** : Due to muddy water the electrical cables were affected. The painting of the wall was also affected. **The Building is not covered under the policy hence not considered**

- **Contents/FFF** : The FFF such as Tables and chairs, Racks etc., found with water marks completely affected with flooded water. **The contents /FFF were not covered under the policy hence not considered.**
- **Stock** The stocks was shifted to mezzanine floor. However, the water level kept on increasing and even inundated the mezzanine floor. Most of the stocks was damaged. It mainly consisted of various types of print media such as paper , fiber cloth etc. **The Stocks were not covered under the policy hence not considered.**
- **Machinery** : The printer (Acuity LED 1600 Printer)was fully submerged over 5ft under the water, the total water level was around 12 ft. The sludge was heavy deposited over the PC. Being electronic high tech machine repair not possible. Even by visual inspection it is beyond repair. The Machine was completely under water from 5th August to 15th August 2019 due to severe flood at Sangli.

Further, insured were requested to provide technical report for the same. We have received mail form the repairer. It states as under...

Quote:-

"The Mechanical movement part Like Linear motio Rail, Y Motor are completely due to rust.

2) Power Supply unit is completely damaged as it is merged in water.

3) The Negative Pressure Control system was damaged and the reservor was full with flood water.

4) The Electronics board and the all the Control Board are damaged.

5) The print Platen and the Vaccum System were damaged.

- 6) The Feed Movement for the X-Axis was damaged including the Pinch rollers and the X-Axis Motor.
- 7) As all the 8 heads under water the Nozzles will be damaged.
- 8) All the Ink feeding System and the degas system is damaged.

My Observation and Action to bring the machine into working condition.

- 1) We need to completely Clean the machine Part by part. Which Will Take minimum 3/4 days.
- 2) We need to Clean the Electronics Board and Power Supply and need to be installed the new one. As we can't take the chance.
- 3) The Carriage Motion system was completely rusted. The Linear Motion Rail can't be replaced at customer site. If it can't be cleaned then the movement will be possible.
- 4) The Y Motor , X Motor, Encoder Scale, Encoder Sensor, Driving Pulley and the Idle Pulley need to be replaced,
- 5) The Vacuum zone unit need to be opened and cleaned.
- 6) After replacing all the parts we need to power ON and then need to check the head status.

In My opinion to bring the machine into working condition the cost will be more than cost of a new Machine. Labour required to bring the machine into working condition will be around 10 Days with all the parts available." Un-quote

Thus, the machine was treated as TOTAL LOSS.

6.0 INSURED'S CLAIM VIS-À-VIS ADMISSIBILITY

- 6.1 The insured had originally procured the above " Acuity LED 1600 printer" vide Invoice No. 1210443709 dated 30.09.15 (copy attached) for Rs. 42,84,000/((Rs. 42,00,000+ CST Rs.84,000/). Our market enquiries confirm

that the present new value is Rs.42,00,000/-, we have done the loss assessment based on it.

► Cause	Flood/ inundation
► Date of loss	In between 6-8-2019 to 12-8-2019
► Risk location	Moreshwar Bhavan C S No 994 Near Biniwale Vitthal Mandir Gaon Bhag Sangli, Sangli, Maharashtra Pin 416416

- 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:

► Machinery

- 7.3 The Machinery i.e. "Acuity LED 1600 Printer", covered under the policy, was damaged completely as elaborated earlier. Considering Technical report & our observation/inspection, the same treated as total loss. For loss assessment original procurement Invoice, provided by Insured is taken as base for assessment of loss. The Machine was purchased during the year 2015 for Rs.42,00,000/- + CST. Our market enquires confirm that present value is Rs.42,00,000/-. Thus considering present market value less depreciation,@ 10% PA for 4 years i.e. 40%, the loss is arrived to Rs.

25,70,000/-, we have further deducted salvage as Rs. 1,00,000/- & applicable excess @ 5%.

7.2 The assessment of loss works out to **Rs. 22,99,000/-**. The detailed assessment is attached as **Annexure** to the report.

The assessment has been explained to the Insured, who have given their consent for the same.

8.0 WARRANTIES

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

9.0 CONCLUSIONS

9.1 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.

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

11.0 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 27.11.2019

Encl:

- *Assessment as annexure*
- *Procurement invoice*
- *Consent mail*
- *Photographs*
- *Our Fee Bill*