



FINAL SURVEY REPORT

Surveyor Ref:	Insurers' Ref:
No: 14872/ICICI/19-20	Insured Name: M/s. Vishal Steel
Report Date 3 rd September 2019	Policy No: 1001/163368129/00/000
	Claim No.: FIR002145964

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

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

1.0 INTRODUCTION

- 1.1 M/s. Vishal Steel Imran Husen Pathan Bhangar Market, Shamrao Nagar Sangli, Sangli, Maharashtra Pin- 416416 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 13th 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 Imran Husen Pathan Bhangar Market, Shamrao Nagar Sangli, Sangli, Maharashtra Pin- 416416. The premises were inspected thoroughly. It was reported that there was inundation at their premises. The water level was around 10 to 12 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 : VISHAL STEEL
Imran Husen Pathan Bhangar Market,
Shamrao Nagar 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. : 1001/163368129/00/000
- 2.5 Period of Insurance : 21.1.2019 to 20.1.2020
- 2.6 Occupancy : Business (Sale of steel items)
- 2.7 Total Sum Insured : Rs. 76,60,000.00

- 2.8 Item Affected : Stock - Rs. 7,660,000.00
- 2.9 Clauses
- Agreed Bank Clause
 - 2. FC03 : Designation of Property Clause
 - 3. FC14 : Earthquake (Fire and Shock)
- 2.10 Risk Location Imran Husen Pathan Bhangar Market, Shamrao Nagar Sangli, Sangli, Maharashtra-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 & 10 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 Maharashtra (Kolhapur, Sangli, Karad, Belgam, Ichalkarancji, Satara, Hatkarangale, Meraj etc), Karnataka, Kerala & other many states from 26th July 2019 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 dealing in the sale of steel items.

► **Description of The Risk**

5.2 The risk situated at Imran Husen Pathan Bhangar Market, Shamrao Nagar Sangli, Sangli, Maharashtra-416416 The area was around 6000 sq ft. It was made up of GI shets (sides as well as roof).

► **Observations**

5.3 The premises were inspected thoroughly on 15th August 2019. It was reported there was inundation at their shop/godowns. The water level was 10 to 12 ft at the premises. At the time of our visits, the water was still available in the surrounding. The entire shop was flooded completely. The inundation level was clearly available. The stacks of steel bars, angles, jalis, square pipes etc. which were kept in the racks/floor were found rusty & deposited with muddy water.

- **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 printer, computer, 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 stock of steel bars, angles, jalis, square pipes etc. were found affected with muddy water. Heavy rust was observed. Verbal enquiries were made with the insured regarding any other storage location (other than the subject risk) and whether they stored any third party stock. Insured confirmed that they did not have any other storage godown and no stock of third party was stored in the insured premises. It was also confirmed by the insured prior to loss some of the stocks was shifted approximately costing Rs. 2171246/-. This lead to loss minimization measure initiated by insured. Due to heavy rust, the items were not salable as new one.

6.0 INSURED'S CLAIM VIS-À-VIS ADMISSIBILITY

- 6.1 The insured had lodged their claim for Rs. 40 Lakhs for damages to stock, building, etc. The detailed claim statement is attached to the report.

► Cause	Flood/ inundation
► Date of loss	In between 6-8-2019 to 12-8-2019
► Risk location	Imran Husen Pathan Bhangar Market, Shamrao Nagar Sangli, Sangli, Maharashtra-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:

► STOCK

7.3 Insured have provided few supporting documents. We have relied on these documents

- Balance sheet 2016-2017, 2015-2016,
- Tentative Balance sheet 1.4.2019 to 8.8.2019
- Sales for the period of 1.4.2019 to 5.8.2019
- Purchase details 1.4.2019 to 31.7.2019
- GSTR challans
- Stock summary 1.3.2019 to 31.3.2019
- Total stock as on date of loss

Suitable deductions are made towards Qty. & rate variance from the stocks loss. Though, the stocks was not salable as new one, it would realize good salvage value. The same was negotiated with the insured and finalized.

► FFF

The FFF is not covered under the policy. Thus, assessment is not done.

► BUILDING

The Building is not covered under the policy. Thus, assessment is not done.

► FFF/CONTENTS

The FFF/CONTENTS are not covered under the policy. Thus, assessment is not done.

- 7.2 The assessment of loss works out to **Rs. 11,31,922.05** /-. The detailed assessment is attached as **Annexure** to the report.

The assessment has been explained to the Insured, who have given their verbal 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
- Photographs
- Our Fee Bill