To,

The Branch Manager,

Bank of Baroda Branch: Tardeo

**Sub: Valuation Report for Loan Purpose** 

Client Name: M/S Pace Engineering Industries Pvt. Ltd.

Dear Sir,

Please find enclosed herewith the subject Valuation Report.

Location of the property : Unit No 3, Ground Floor, Agarwal Industrial Estate No. 2, Plot No 11,

Survey No.94, Hissa No.17/1, Opposite MSEB Office, Off Sativali Road, Vasai Road (East), Village Waliv, Taluka Vasai, District Palghar, Vasai,

Maharashtra, 401208.

Details	Value in ₹
Market Value	₹ 86,40,000.00
	[Rupees Eighty Six Lacs Forty Thousand Only]
Realizable value	₹ 77,76,000.00
Distress Sale Value	₹ 69,12,000.00

# Unit No. 3 & 4 are internally amalgamated and having separate entrances.

This report has 22 pages [Including Annexures + location map + photographs] Kindly acknowledge the receipt.

Thanking you, Yours faithfully,

FOR THITE VALUERS & ENGINEERS PVT. LTD.

Mr. Lalit Sarvaiya (Chief Engineer)

(S. L. THITE) PANEL VALUER BANK OF BARODA

# **VALUATION REPORT**

Name and Address of Branch : Bank of Baroda, Branch: Tardeo

1. Customer Details

a. Name of the client : M/S Pace Engineering Industries Pvt. Ltd.

b. Name of the owner : M/S Pace Engineering Industries Pvt. Ltd.

c. Appln. No. : Details Not Available.

2. **Property Details** 

a. Address of the property : Unit No 3, Ground Floor, Agarwal Industrial Estate

No. 2, Plot No 11, Survey No.94, Hissa No.17/1, Opposite MSEB Office, Off Sativali Road, Vasai Road (East), Village Waliv, Taluka Vasai, District Palghar,

Vasai, Maharashtra, 401208.

b. Nearby landmark : **Opposite MSEB Office.** 

3. **Documents Details** : Name of Approving Authority

a. Floor Plan : Sanctioned Building Plan From The Competent

Authority Were Not Provided For Our Perusal.

b. Approved Building Plan : Sanctioned plan is not provided

c. Construction Permission : Sanctioned plan is not provided

d. Legal Documents : List of Documents as below

✓ Agreement between Vendor Jyoti Rani S. Agarwal Alias Mrs. Jyoti Pradeep Jain and Purchaser M/s. Pace Engineering Industries Pvt. Ltd. and Index II bearing Sr. No. VSI - 321 - 1990 dated 16/09/1985 registered at Sub Registrar Office Vasai 1 for agreement price (consideration) ₹ 13,000.00 Govt. value (Ready reckoner rate for stamp duty) as per extract of Index II

√ Industrial Safety & Health Department commencement certificate No. NOC/1736/Zone-IV/D-10/3515 dated 22/10/1984

✓ Electricity consumer no. 001840266229& bill for the July - 2021 month amount 4770.00 in the name of M/s. Pace Engineering Industries Pvt. Ltd..

√ Vasai Virar City Municipal Corporation Tax receipt / bill No. 15721 dated 29/06/2021 for year 2021-2022 amount 101186.00 in the name of M/s. Pace Engineering Ind.

✓ Our earlier valuation report bearing Ref. No.: 03/MJL14-233/PRC/L/H dated 26/07/2014 for Bank Of

Baroda, Branch Tardeo, (previous value ₹ 78,00,000.00)

# 4. Physical Details

a. Boundaries : As per table below

Details	East	West	South	North
As per	By Open Plot Or Land	By Open Plot Or Land	By Unit No. 5 Of The	By Unit No. 3 Of The
agreement (For Plot)	Layout Plot No. 12	Layout Plot No. 10	Said Plot	Said Plot

b. Longitude / Latitude : 72.858488 E / 19.408310 N

c. Matching of boundaries : Details Not Available.

d. Plot demarcated : Yes

e. No. of rooms Industrial Unit.

f. Total No. of floors : Ground + 2 (Part) Upper Floors

g. Floor on which property is located : Ground Floor

h. Age of the building : About 37 years old

(This is based on Industrial Safety & Health Department Commencement certificate no NOC/1736/Zone-IV/D-10/3515 dated 22/10/1984)

i. Residual age of the property : About 38 years under normal condition

j. Type of Structure : RCC

5. Tenure / Occupancy Details

a. Status of tenure : Freehold

b. No. of years of occupancy : 36

c. Relationship of tenant to owner : Not Applicable

6. Stage of construction :

Type of construction

a.

Under construction / Completed : Completed

b. Super structure wall

RCC framed structure with RCC slab having Koba flooring, Dry Distemper internally, Casing Capping

electrification, Concealed plumbing, MS Door Frame

It is a Ground + 2 (Part) Upper Floors storey usual

height is 20'.

c. Internal finish

d. External finish

e. Flooring

f. Roofing

g. Colouring

h. Electrification

i. Plumbing

j. Bathroom details

k. Kitchen details

I. Door details

m. Windows details

n. Overall appearance

7. Violations if any observed

a. Nature and extent of violations

Sanctioned plan is not provided to us.

Sanctioned Building Plan From The Competent

with Paneled Door, Aluminium Sliding windows.

Overall appearance of the GALA is Good.

Architectural quality of the building is Good. Internal

Authority Were Not Provided For Our Perusal.

**8.** Area details of the property : As per table below

Unit Number	Particulars	Area as per Agreement (Sft)		Measured	area (Sft)	Area Considered for valuation (Sft) ***	
		Carpet	Built up Sft	•	Carpet Sft	•	
		Sft **	<b>*</b>	(sft)	**	Sft *	
3	GALA	1000.00	1200.00	1200.00	1609.00	1930.80	1200.00
	Mezzanine				1609.00	1930.80	
	2nd Floor				552.00	662.40	

<sup>\*</sup>Adding 20.00 % for built up area.

Gala No 3 & 4 are internally amalgamated and having separate entrance. First floor and second floor (part) is constructed on site. Area of the same is given.

<sup>\*\*</sup> As per the provisions of Maharashtra municipalities act 1965

<sup>\*\*\*</sup>All the above areas are within +/- 10% of the area as per Agreement. The above calculations and detail measurements taken by us prove that the area as per Agreement is not exorbitantly inflated. Hence, valuation is based on the area as per Agreement.

## 9. Valuation

Mention the value as per Government approved rate also

Mentioned at point No. j below

In case of variation of 20% or more in the: valuation proposed by the valuer and the Guideline value provided in the State Govt. notification or Income Tax Gazette justification on variation has to be given.

It may be noted that the Govt. guideline value are for Stamp duty purpose, they are generally constant along a particular road i.e. it doesn't take into account the advantage of particular property Vis-à-Vis its location. Rates of property vary from site to site and within a site from micro-site to micro-site. That is why our valuation differs from Govt. Stamp duty ready reckoner rate.

#### Fair market value

a. Depreciation of construction : Depreciated rate is adopted for valuation.

b. Basis of Valuation

The valuation opinion given below is based on method of 'Sale Comparison Technique'. This method is based on the principle that a well informed purchaser will not pay more for a particular property, than the cost of a substitute (i.e. comparable) property having practically same utility and attraction.

The courts in the country have directed in various case laws that, valuation – opinions based on untested information, gossips, casual visits and without analysis are risky and unreliable.

In following case laws this method is emphasized

- i. Mehta R. A. & Others Vs. State of Gujrat 1989– 4 SCC 250
- ii. LAO Vs. Pannalal Ghosh 2004 1 SCC 467
- iii. Prabhu Dayal Vs. Union of India, A. I. R. 1984 Del. 406

Hence while arriving at the Value – opinion we have followed the following procedure –

- i. Genuine and Comparable transactions were obtained from Govt. offices.
- ii. Appropriately hedonic factors of time, distance, size, etc. were applied to the rate of comparable property, so as form the opinion about the value of the subject property.
- iii. The market enquiry was conducted.

# **COMPARABLE SALE INSTANCE - 1**

(Details of Sale transaction of a nearby property)

Name of the purchaser : Manan Suresh Kothari

Name of the vendor : Huzefa Shabbir Azad, Abbas Shabbir Azad,

Rashida Shabbir Azad & Arwa Hakimuddin

Unwala

Location of the property: Gala No. A-03, Rajshree Industrial Estate Co-op

Soc., Survey Number: 94, Hissa No. 5, Village -

Waliv, Tal. - Vasai, Vasai Road (E).

Area : Built-up Area = 123.64 Sqm. I.e. 1331 Sft.

Sale consideration : ₹1,00,00,000.00

Rate per sft : ₹7,513.00 per sft.

(This rate is about 8 month old)

Documents referred : Extract of Index II dated 23/12/2020 Sr No.

VSI1 - 4481 - 2021 at Sub Registrar Office Vasai

1

# **COMPARABLE SALE INSTANCE - 2**

(Details of Sale transaction of a nearby property)

Name of the purchaser : Kasim Ali Jinkan Mansoori & Sukhraj S.

Prajapati

Name of the vendor : Jagruti Prakash Chitroda

Location of the property: Unit No. 1, Ground Floor, Niwan Industrial

Estate Building No. 1 & 2 Co. Op. Soc. Ltd., Survey No. 37, Hissa No. 10, Village - Waliv,

Tal. - Vasai, Vasai Road (E).

Area : Carpet Area = 22.88 Sqm. I.e. 246 Sft.

Built-up Area = 246 X 1.20 = 295 Sft.

Sale consideration : 321,00,000.00

Rate per sft : ₹7,119.00 per sft.

(This rate is about 7 month old)

Documents referred : Extract of Index II dated 31/12/2020 Sr No.

VSI1 - 234 - 2021 at Sub Registrar Office Vasai 1

The average rate obtained from the above sale instances is ₹ 7,316.00/-per sft

However we have to also consider the influence of various positive and negative factors associated with the said property. The local enquiry is also given due importance. In my opinion the reasonable rate for the subject property will be 7200.00/- per sft

c. Market rate enquiry

Enquiry was made in the neighbourhood and also on the internet. Following sale advertisement is obtained from a well known website.

1) Www.magicbricks.com

Industrial Building For Sale In Vasai East Built Up Area: 1562 Sft. Super Built-up Area

Price : ₹ 1,18,00,000.00

Rate: ₹ 7,554.00

Posted on: 19/06/2021

2) Www.magicbricks.com

Industrial Building For Sale In Vasai East Built Up Area: 3500 Sft. Super Built-up Area

Price: ₹ 2,62,00,000.00

Rate : ₹ 7,486.00

Posted on: 08/07/2021

d. Value of land

Value of land is not considered separately as this is an ownership type tenement. Value of construction is based on composite rate method.

e. Value of construction

Regarding area, there are different terminologies in vogue in the real estate market. e.g. Carpet Area, Built Up Area (BUA) Super Built Up Area (SBUA), Saleable Area etc. For the same property the per sft rate is different depending upon for what type of area the rate is specified. The only measurable area is Carpet Area where as the Built-Up Area (BUA) or Super Built Up Area (SBUA) etc. are "Calculated Area". Using a factor called "Loading Factor" (percentage increase), the Carpet Area is inflated to get the Built-Up Area or Super Built Up Area or

Saleable Area for a particular premise. There is no regulatory body to control such a loading factor, which differs from Builder to Builder and project to project. Generally, the loading factor is related to amenities provided in a particular project. Under such circumstances, the Valuer's job becomes very challenging. The Market Rate obtained during local enquiry for neighboring properties, may be on Carpet or Built Up Area or Super Built Up Area basis. The Loading factor differs from building to building. Thus, the rates obtained in Local enquiry are generally NOT applicable directly to the 'subject property'. In view of this, when we are giving opinion to the bank regarding Value of the Security, for us the intrinsic value of the property is relevant. Our emphasis is on "Value" of the Security and not on "Built Up Area" or "Super Built Up Area" etc. Hence the Per sft Rate is judiciously adopted keeping in mind the characteristics such as the amenities provided, the loading factor adopted etc.

Unit Number	Details	Built Up (sft) area [Sft]	Rate adopted [per sft] in ₹	Value In ₹
3	GALA	1200.00	₹ 7,200.00	₹ 86,40,000.00
Total				₹ 86,40,000.00
Say				₹ 86,40,000.00

1st and 2nd floor is constructed at site. However, sanctioned building plans of the same are not provided and hence it is not considered for valuation.

f. Fair Market Value :

₹ 86,40,000.00

[Rupees Eighty Six Lacs Forty Thousand Only]

g. Realizable Value : 10 % less than fair market value

₹ 77,76,000.00

h. Distress Sale value : 20 % less than fair market value

₹ 69,12,000.00

i. Insurance Value :  $1200.00 \text{ sft. } x \neq 2,000.00 = \neq 24,00,000.00$ 

j. Govt. Guideline Value

For stamp duty purpose the Govt. of Maharashtra has fixed the rate for gala in this area is ₹ 44,400.00 sqm. This building is 37 years old. Considering 40 % depreciation, rate is ₹ 26,640.00 sqm i.e. ₹ 2,475.00 per sft.

It may be noted that the Govt. guideline value are for Stamp duty purpose, they are generally constant along a particular road i.e. it doesn't take into account the advantage of particular property Vis-à-Vis its location. Rates of property vary from site to site and within a site from micro-site to micro-site. That is why our valuation differs from Govt. Stamp duty ready reckoner rate.

Unit Number	Details	Built Up (sft) area [Sft]	Govt. rate [per sft] in ₹	Value In ₹
3	GALA	1200.00	₹ 2,475.00 * 1.00	₹ 29,70,000.00
Total				₹ 29,70,000.00

# 10. Assumptions Remarks

i) Qualifications in TIR/Mitigation suggested. If any

Please refer legal opinion

ii) Property is SARFAESI complaint

Please refer legal opinion

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

No

v) Details of last two transactions in the locality/area to be provided, if available.

Already mentioned in report.

vi) Any other aspect which has relevance on the value or marketability of the property

Nothing Specific.

#### 11. Declarations

- i. The property was inspected personally by our representative Mr. Sarvesh Kaskar on 18/08/2021 in presence of Mr. Sandip Ambetkar (Plant Manager).
- ii. The undersigned does not have any direct/indirect interest in the above property
- iii. The information furnished herein is true and best of our knowledge.

- iv. I have submitted valuation report directly to the bank.
- v. Valuation is done of the property of which the photographs are attached herewith.

vi. The encumbrance on the asset due to any other loan, lien, government dues, duties, other rights if any etc. is not considered in this valuation. In fact we have treated the assets as free of encumbrances.

#### 12. Name address of valuer

Name: S. L. Thite
Office No. 604 & 605, 6th Floor, "KULKARNI
HEIGHTS", Near Vartak Hall, K W Chitale Marg,
Dadar (W), Mumbai - 400 028. Ph. No. - (022)
24382454 / 24382455 / 24377398 Fax - (022)
24382454

### 13. Remarks

- The valuation is based on the site visit. The documents & information given by the borrower were also considered.
- The valuation is subject to clear and marketable title and adequacy of engineering design.
- Emphasis of this report is on the value of the property and not on the area measurement or title verification or legal aspects of the property.
- The encumbrance on the asset due to any other loan, lien, government dues, duties, other rights if any etc. is not considered in this valuation. In fact we have treated the assets as free of encumbrances.
- This valuation report will remain valid only for the purpose for which it is made. The market value obtained in this report is defined as follows: Market value is the estimated amount for which an asset should exchange on the date of valuation between a willing buyer and a willing seller in an Arm's length transaction after proper marketing wherein the parties had each acted knowledgeably and without compulsion. (As defined by the International Valuation Standards Committee, London.)
- Past performance of Real Estate Market need not necessarily indicate the future trends
- The opinion about valuation is true and correct to the best of our knowledge and belief. We have no direct or indirect interest in the assets valued.
- The Latitudes and Longitudes are obtained using satellite technology through google maps. The accuracy of these readings has some limitations.
- Documents such as Sanctioned Plan, Completion Certificate, Share Certificate etc. are not provided for our perusal. Hence this valuation is based on few assumptions.
- Unit No. 3 & 4 are internally amalgamated and having separate entrances.
- The impact of the Covid-19 crisis on the attitude of market participants and therefore prices will not be exactly known on its immediate aftermath.
- It is assumed that the information revealed through the documents provided to us is final and complete.

In my opinion, the present market value of the property discussed in the report (above) by adopting prevailing market rate for the property is as follows,

Details	Value in ₹
Market Value	₹ 86,40,000.00
	[Rupees Eighty Six Lacs Forty Thousand Only]
Realizable value	₹ 77,76,000.00
Distress Sale Value	₹ 69,12,000.00

Visited by : Mr. Sarvesh Kaskar

(Sr. Engineer)

Verified by : Mr. Lalit Sarvaiya

(Chief Engineer)

FOR THITE VALUERS & ENGINEERS PVT. LTD.

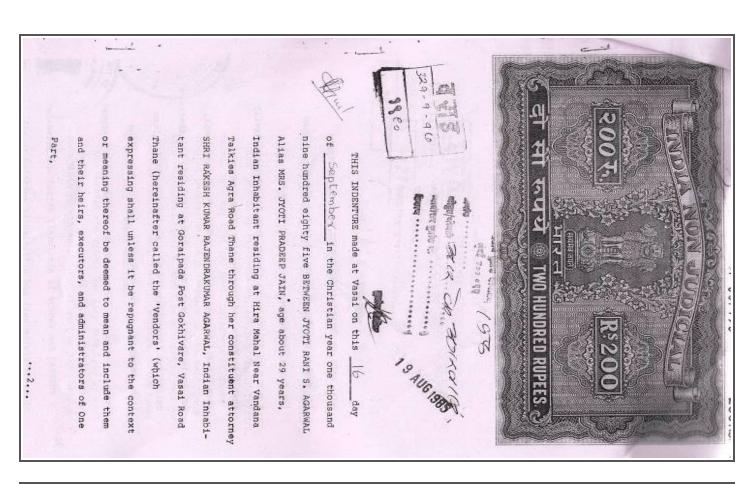
(S. L. THITE) PANEL VALUER BANK OF BARODA

For: M/S Pace Engineering Industries Pvt. Ltd. dated 25/08/2021.

# Annexure - I

Photocopies of the documents provided by the borrower/bank are enclosed with this report. The valuation report is based on this information. Kindly verify with original and inform discrepancy if any

- 1. Copy of Index II
- 2. Copy of Few pages of Agreement
- 3. Copy of Commencement Certificate
- 4. Copy of Electricity Bill
- 5. Copy of Property Tax Bill / Receipt
- 6. Copy of Market Rate Inquiry
- 7. Copy of Govt. Guideline Rate
- 8. Copy of Location Map



bearing D.I.L.R. Plot No. 1 (N.A. Plot No. 11) Survey No. that piece or parcel of land or ground hereditaments and of or otherwise well and sufficiently entitled to all premises situate at Valiv Taluka Vasai, Dist : Thane of the SECOND PART. deemed to mean and include their successors and .assigns) it be repugnant to the context or meaning thereof be called the 'Purchasers' (which expression shall unless Dr. Annie Besant Road, Worli, Bombay 400 018, hereinafter Shah H.U.F.) having office at A/608, Poonam Apartment, Shah ( As Karta and representing Viren Keshavlal X H.U.F.), (3) Viren Keshavlal Shah (4) Viren Keshavlal M/s. PAGE ENGINEERING INDUSTRIES by their partners (As Karta and representing Rashmi Chandubhai Shah Rashmi Chandubhai Shah (2) Rashmi Chandubhai Shah WHEREAS the Vendor is absolutely seized and possessed ız اما 329 -2-90 Ref. No.: MAG21-058/LMS/SPK/L

3 24-939 Ovenicles and along and over and upon the land or road that it shall be lawful for the said Furchasers its successors and assigns and owner for the time being as aforesaid from time to time and at all times hereafter

Date: 25/08/2021

aforesaid from time to time and at all times hereafter to repair the said road in order that the said road may be kept in good repair and conditions and for the purpose to dig excavate refile resurface and to do all other acts and things as may be reasonable necessary for the purpose so as not to damage or destroy the pipes, drains, cables, etc. lying undermeath. The Road shall be the exclusive property of the Vendor till it is taken ever by the Gram Panchayat or any other local authority.

Plan for construction is £ duly approved by Gram
Panchayat Valiv vide their Resolution No. 3/20, dated
23/7/1981 and their letter No. 22, dated 8/8/1981. The
well on the plot constructed by the Vendor shall remain
exclusive property of the vendor and shall permit
anyone and other plot/gala holders to draw water from
the well at their discretion. The purchaser has only
the right to draw water from the well for his factors
use only.

THE 1ST SCHEDULE OF LAND(FLOT NO. 11 (D.T.L.R. FLOT NO. 1)
SURVEY NO. 94, HISSA NO. 17-1):

ALL that piece and parcel of land hereditaments and premises admeasuring about 2060 sq.mts. (about) #

District Thane, in their Registration Sub-District, \$29-97-90

Vasai, Registration District Thane within the First

of Valiv Gram Panchayat, Taluka Samiti Vasai, Zilla

Parishad Thane, as shown in layout plan as Plot No.

11 (D.I.L.R. Plot No. 1) and bounded as follows :
In East by Plot No. 12 of the said Survey No. 94,

Hissa No. 17-1,

In West Land by Plot M No. 10, Survey No. 94, H.No.

17-2, and H.No. 16, Survey No. 94.

In North Land of Survey No. 94, Hissa No. 12, and

In South surrounded by 60 ft. wide road.

H1888 No. 16.

SECOND SCHEDULE OF LAND UNIT NO. 3 PLOT NO. 11 of LAYOUT

plan and plot No. 1 of district Land Record Office admeasuring 1000 sq.ft.

ALL THAT piece or parcel of land hereditaments and premises duly developed upto uncomplete plinth together with structure standing thereon duly constructed by the Purchasers situate lying and being at Village Valiv Taluka Vasai, District Thane in the Registration District Thana, Sub-Registrar Vasai, within the limit of Valiv Gram

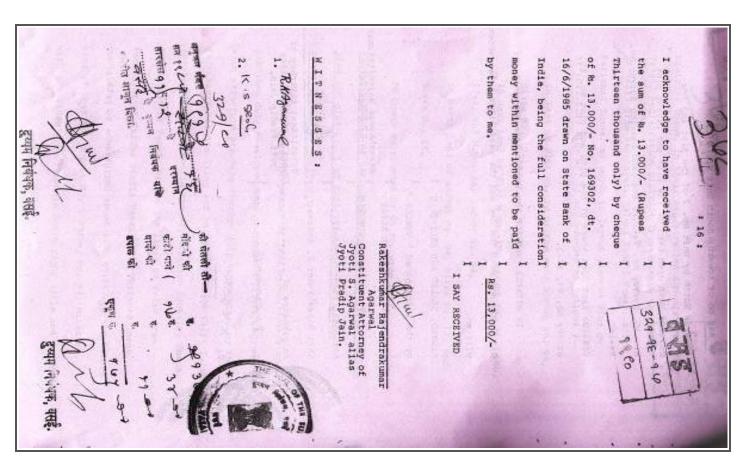
Sub-Registrar Vasai, within the limit of Valiv Gram

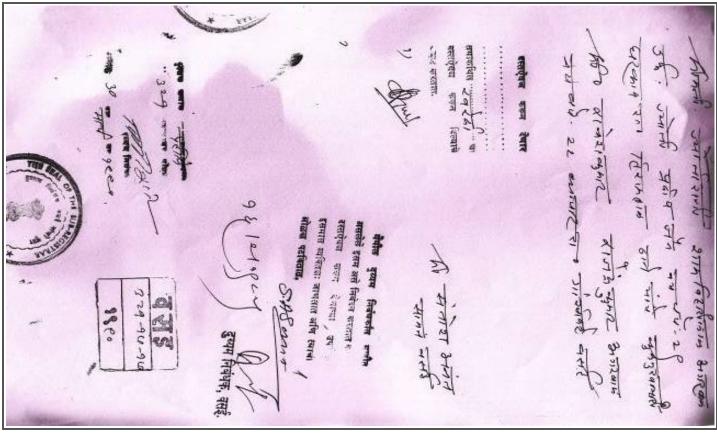
Panchayat at Taluka Samiti Vasai Zilla Parished Thone,

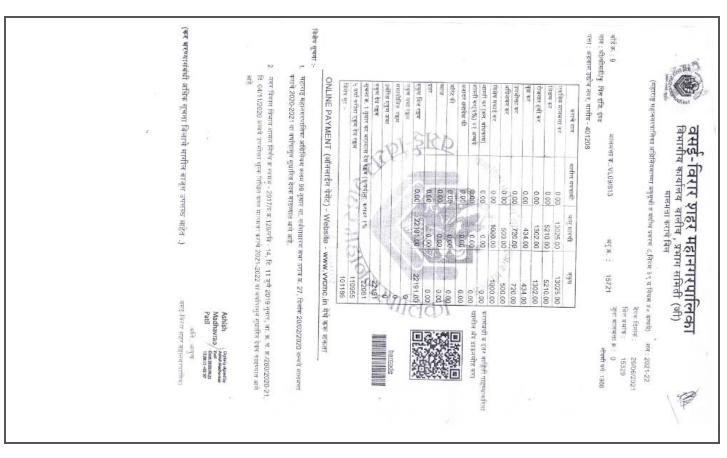
containing by admeasuring about 1000 sq.ft. of the Plinth

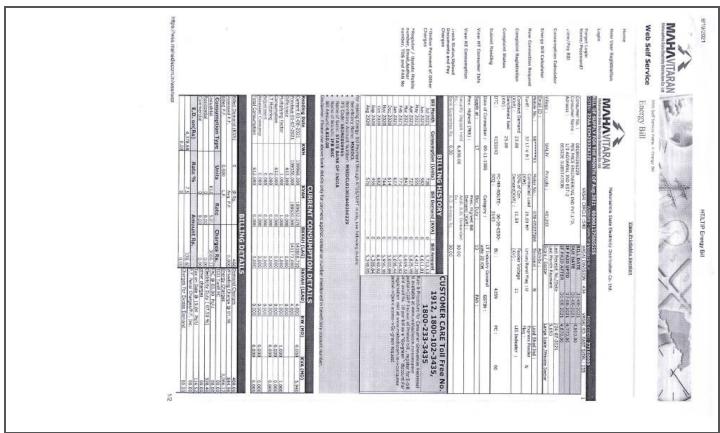
Area of Unit No. 3 plot No. 1 Survey No. 94, Hissa No. 17/1

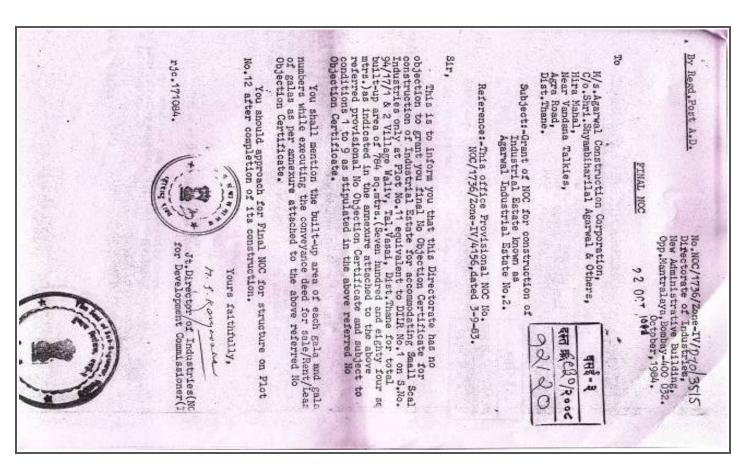
with undevided proportionate Share right title and interest

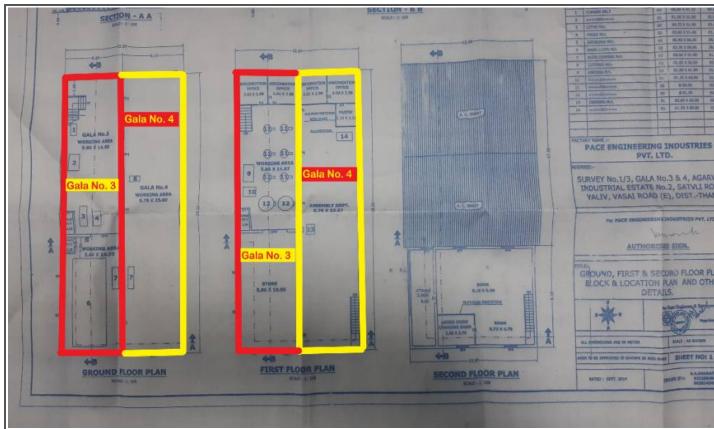


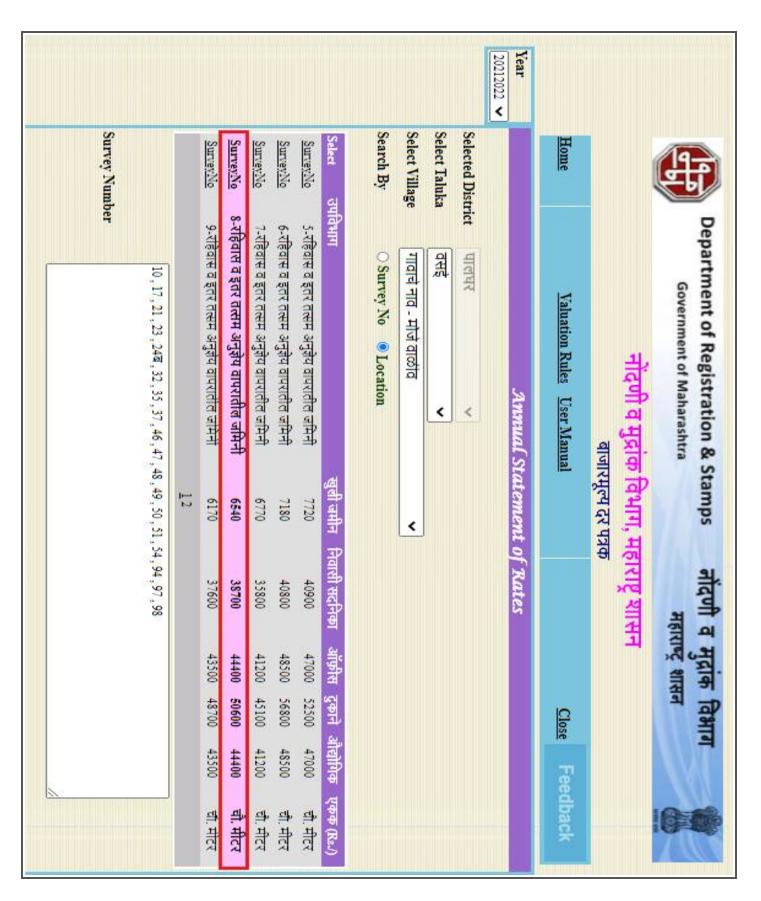


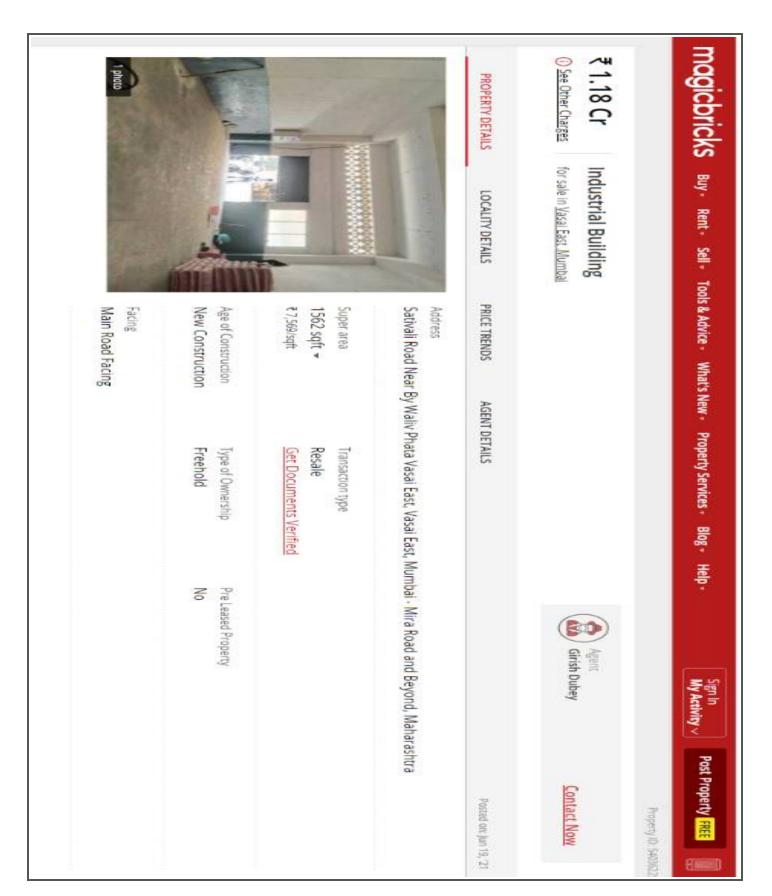


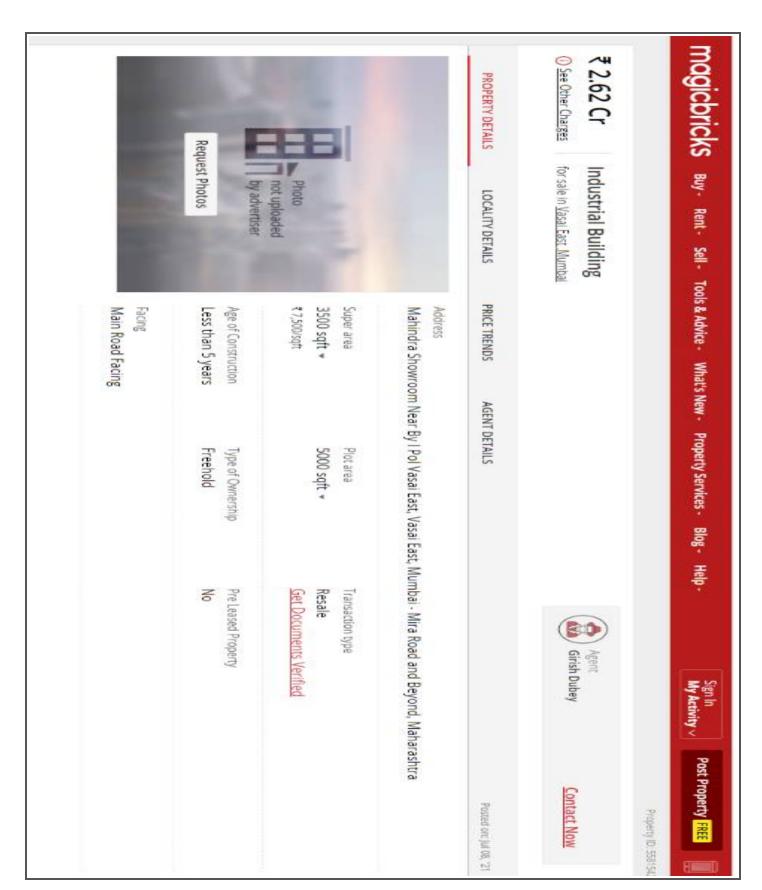




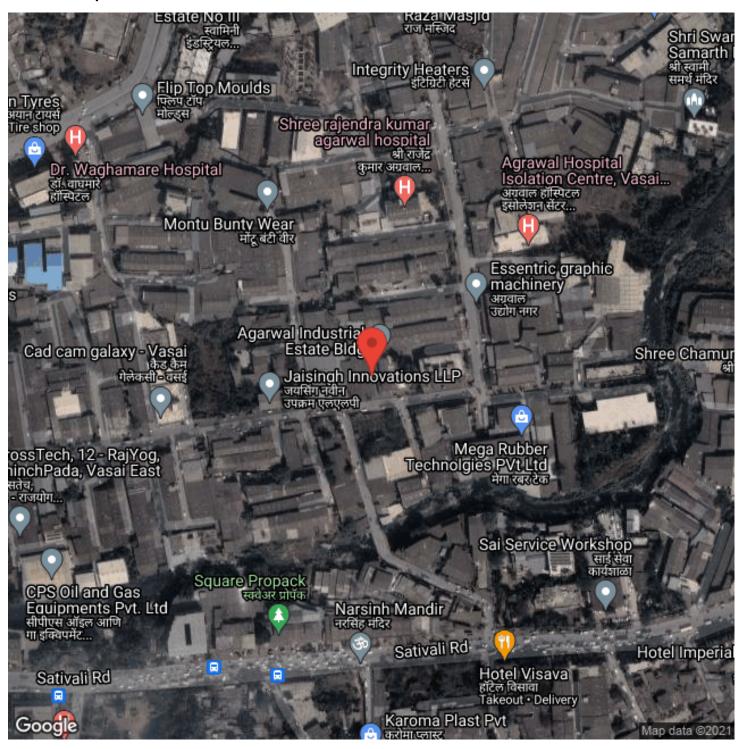








# **Location Map**



# Client Name: M/S Pace Engineering Industries Pvt. Ltd.











