



REGISTERED VALUERS ORGANISATION

(A wholly owned subsidiary of ICSI and registered with IBBI)

POINTS FOR CONSIDERATION IN ISSUANCE OF LETTER OF ASSIGNMENT (LOA) BY THE INSOLVENCY PROFESSIONALS TO THE REGISTERED VALUERS

Following points are to be considered by IPs while issuing LOA to the RVs by saying that valuer has to consider the following points /concepts while preparing and issuing the valuation reports:-

- Background information of the asset being valued;
- Purpose of valuation and appointing authority;
- Identity of the valuer and any other experts involved in the valuation;
- Disclosure of valuer interest/conflict, if any;
- Date of appointment, valuation date and date of report;
- Sources of information;
- The valuation currency
- Type of valuation report(s)
- The nature and extent of the valuer's work and any limitations thereon
- Procedures adopted in carrying out the valuation;
- Valuation methodology;
- Major factors that influenced the valuation;
- Caveats, limitations and disclaimers
- Significant and/or special assumptions, if any
- The type of report being prepared. It is important also to include format, number of copies and delivery method.
- Restrictions regarding use and confidentiality of the report.
- Assignment duration including meetings and timeline for receiving and addressing client comments
- Valuer's fee
- Greivance procedure, if any

- Provision for expert opinion.
- Timely communication regarding changes to agreement or cancellation; and
- Applicable jurisdiction;
- Clear Conclusion

Please Note: The following persons shall not be appointed as registered valuers, namely:

- 1) a relative of the Resolution professional;
- 2) a related party of the corporate debtor;
- 3) an auditor of the corporate debtor at any time during the five years preceding the Insolvency commencement date; or
- 4) a partner or director of the insolvency professional entity of which the RP is a partner or director.