

INTERMEDIATE TECHNICAL DEVELOPMENT WORKSHOP

17-21 MAY 2004



PV 2101

INTERMEDIATE TECHNICAL DEVELOPMENT WORKSHOP

Date : 05 - 09 July 2004

Venue: Sri Nilam

Objective

- 1. Understand various purposes and basis of valuation
- 2. Enhance knowledge on methods of valuation
- 3. Enhance knowledge in administration and procedures relating to land acquisition
- 4. Enhance skills in report writing
- 5. Use relevant computer application

Organised by:

Valuation and Property Services Programme
National Institute of Valuation (INSPEN)

Valuation And Property Services Department

Ministry of Finance, Malaysia No. 5, Persiaran Institusi Bangi 43000 KAJANG



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Kandungan

- 1. Purpose of Valuation
- 2. Investment Method of Valuation
- 3. Cost Method
- 4. Prinsip Jadual Pertama Akta Pengambilan Tanah 1960
- 5. Panduan Ringkas Penentuan Pampasan Pengambilan Tanah
- 6. Pecah Pisah
- 7. Land Acquisition in Malaysia
- 8. Report Writing Technique

INTERMEDIATE TECHNICAL DEVELOPMENT WORKSHOP

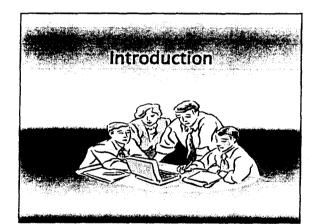


Perkhidmatan Bernilai Komitmen Kami

Purpose of Valuation



Perkhidmatan Bernilai Komitmen Kami



Objective:

- 1. To understand the different purposes of valuation
- 2. To enhance knoledge on methods of valuation
- 3. Able to use relevant computer application

Purpose of Valuation

- · Statutory valuation
- Valuation based on the provision in the acts of parliament or enactments of respective states in Malaysia
- Valuers have to understand the provision in the acts of parliament or enactments
- Example: date of valuation, interest to be valued, powers to act etc.

Purpose of Valuation

- Non- Statutory valuation
- Valuation based on the requirement of clients
- Valuers have to understand the basis of valuation and normal practice provided by Board of Valuers and departmental circulars
- Example: date of valuation, interest to be valued etc.

Acts of Parliament

- · Acts are laws passed by Parliament of Malaysia
- Applicable throughout Malaysia unless stated date or sections to be adopted by the state Authority
- Certain acts may not be applicable in Sabah and Serawak
- Basically contain rules and regulations, power to act, interpretation and penalty of wrongdoing
- Example: Valuers, apraisers and estate agents Act 1981

Enactment

- Enactments are laws passed by the respective State Assemblies in Malaysia
- Applicable throughout the respective states only
- Basically contain rules and regulations, power to act, interpretation and penalty of wrongdoing and gudeines for regulation called rules
- · Example: Malay reservation Enactment

Ordinance

- Ordinance are laws that existed before independence
- Applicable throughout Malaya and Borneo and respective states only
- Basically contain rules and regulations, power to act, interpretation and penalty of wrongdoing
- Example: Stamp Ordinance 1952(Cap.137 Laws of Sabah)

FUNCTION OF VALUATION AND PROPERTY SERVICES DEPARTMENT



- To carry out valuation for purpose of:
 - i) Taxation
- Stamp Duty
- Real property gains tax
 - Estate duit

- ii) Government staff housing loans
- iii) Capital valuation
- Sales of property by Government Agencies.
 - Tiles by Government

iv) Compensation

- Land acquisition
- Electricity wayleave
- Water pipe wayleave
- Gas pipeline
- v) rental and lease valuable

Group discussion: Statutory valuation



Stamp duty

- •Duty or tax imposed by federal government on instruments as stated in Schedule 1 of the stamp Act 1949
- ·Collector of stamp duty are empowered to collect the duty. Request the assistance of Valuers to carry out provisions under Section 12 of the Act.
- ·In term of landed property, duty are based on the market value or consideration based
- on money worth of the property.

 •Date of valuation as at the date of execution of agreement or the date of
- execution of instruments -interest to be valued is based on the information provided in the Section 5 forms

Stamp duty

- ·Statutes applicable: Stamp Act 1949, Stamp ordinance 1952 (Sabah), Stamp Ordinance Cap. 32. Laws of sarawak
- ·Duty payable
- •1% on the first RM100,000
- -2% on the next RM100,001-RM500,000
- •3% on the next RM500,001-RM2,000,000
- •4% on RM2,000,000 and above

Real property gains tax

- •Tax imposed by the Federal Government on gains on transfer of landed properties.
- Power to carry out the collection rest on the Director General of Inland Revenue
- ·IRD will refer to VPSD to carry out the valuation of landed property on transfer either by sales and purchase or gift o exchange
- Date of valuation on the date of agreement or R.1.70

Real property gains tax

- ·Statute: Real property gains tax act 1976.
- ·Rate of tax:
- ·Individual (Resident)
- Disposal within 1& 2 years of acquisition-
- ·Diposal in the 3rd year 20%
- ·Disposal in the 4 th year 15% •Disposal in the 5th year - 10%
- ·Disposal in th 6th year 5%
- Disposal on the 7 th ye

- ·Disposal (Lety ·Disposal os th

Real property gains tax

- ·Rate of tax:
- Company
- •Disposal within 1& 2 years of acquisition-
- •Diposal in the 3rd year 20%
- •Disposal in the 4 th year 15%
- •Disposal in the 5th year 10%
- ·Disposal in th 6th year and above 5%

Land acquisition

- •Alienated land acquired by the state authority shall be adequately compensated.
- •Only state authority has the power to carry out provisions in the Act.
- •Gompensation is limited to Schedule 1 of the act
- •Application for valuation by the Land Administrator or Director General of Land and Mine of respective states.

Land acquisition

- •Statute: Land Acquisition Act 1960 •Basis of compensation
- Market value at the date of notification in State
- •Disregard restriction in leterant law is
- -Setterment
- ·Severance and injurious affection
- ·Removal expenses
- Written undertaking by aquiring authority for accommodation works

Group discussion: Non-Statutory valuation



Basic information

- Purpose: sale,purchase,rent ,lease or estimate
- · Date of valuation required
- · Interest to be valued
- · Property data
- Relevant provision in the departmental circulars
- · Procedure on report and valuation

INVESTMENT METHOD OF VALUATION

By Salleh Mat Ali State Director of Valuation Valuation and Property Services Department Melaka

Definition of Investment

- Investment is the giving up of a capital sum now in exchange for benefits to be received in the future, such as an income flow and or capital gain
- 2 forms of investment:
 - -money is lent and a debt is created such as granting of a mortgage/acquisition of public authority stock
- -Proprietary interest is acquired such as acquisition of an interest in property.

Investment markets

- Stock and shares bought and sold on the Stock Exchange
- □ Government bonds
- □ Debentures(loans to companies)
- □ Insurance policies
- □ Unit trusts
- □ Property

Property Investment Market

- many sub sector to accommodate different classes of investors, type and size, location.
- a Small owner occupied house / multi million dollar office block.
- An industrialist may limit his demand to a particular area whereas insurance company may be relatively indifferent to the part of the country the property is located

Method of investing in Property

- a Direct investment
- House purchase by private treaty, by tender, auction or take over bid or property development
- Private letting
- Property companies- investment companies and development companies
- o Dealing company
- □ Estate agency company

Method of investing in property

- □ Indirect investments
- Institutional investment: insurance companies, pension funds,unit trust and property bonds

Return on Investment

- Income generated or capital gain achieved from investment can be measured by converting it to a percentage of the capital outlay
- The percentage is calculated on an annual basis- known as rate of interest or discount rate

Return on Property investment

- Property bought for letting-Rental income
- a Owner occupation- savings in rental outgoings
- Initial yield = current net income(expressed as percentage of capital value
- Yield reflects investors views about the future risks attached to the investment. High yield high risk and vice versa.
- Rate of return is determined by the forces of supply and demand
- Effect of taxation, classes of investors etc.

The Investment Method

- □ The value of an investment property depends on the amount of income it can generate.
- a As you devalue so must you value
- a 2 approaches: conventional method and Discounted cash flow method

Conventional method

- a Capital value = current rental x year's purchase
- □ RM65,000 = RM4,200 x 15.47
- Duration of income will affect the capital value of the right to receive it. Income receivable for ninety years worth more than the same income receivable for 30 years only

$\ensuremath{\mathtt{a}}$ Determinant of years purchase- time , risk , and yield

- □ Freehold interest able to derive income from property in perpetuity
- D Leasehold interest able to derive income from the property until the term of his lease expires

Yield

- Relationship between income and capital sum paid for property and expressed as a percentage
- ng RM80,000 was the value of a perpetual income of RM4,200, the yield was 5.25%. The income was 5.25% of the capital value
- Investors are willing to pay proportionally less for an income if its circumstances are risky than if they are secure

- a Income of the risky prospect will be a larger proportion of the price, which can be expressed in a higher percentage yield
- Yield expectation of a prime shop might be 3.5% but a secondary industrial unit might go up to 12%.

Discounted Cash Flow approach

- ☐ Capital Value= Rental income x year's (assumed growing) purchases
- This method is the product of the current era of high inflation
- The years' purchase (YP) based on a yield reflecting the opportunity cost where all other types of investment are considered, not only property.
- In the conventional approach, YP is based on a yield reflecting the opportunity cost where only other property transactions are considered

The Investment method

- Used for valuing properties which are normally held as income producing investment.
- The value of such an investment is the product of the net income and the inverse of the market yield
- Freehold properties are deemed to produce a perpetual income for valuation purposes. Income may vary in the future , and the currently acceptable yield is determined by the market,
- □ Net income x years purchases= capital
- u value
- □ The YP is the expression given to the inverse of the yield and the net income

The process

- a The method of valuation consists of finding the present capital value of a future income flow discounted at an appropriate rate of interest.
- To use this method, a valuer, must be able to estimate the income which will be produced and appropriate rate of interest at which to discount that income

Illustration 1

A purchaser paid RM100,000 for an interest in a property and expect the rate of interest of 5% on his capital .Therefore he must be able to anticipate an annual perpetual income of RM5,000, that is 5% of RM100,000.

Calculation: 5/100 x 100,000/1=RM5,000

□ To reverse this mathematical process,
A perpetual income of RM5,000 will be
derived from a property and the
appropriate rate of interest at which this
income should be discounted is
5%, the present capital value will be
RM100,000, calculated:-

 $100 \times 5000 = RM100,000$ 5 1 The multiplier applied to the income, 100

is known as the Years' Purchase or Present value of RM1 per annum

Factors affecting yield(rate of interest)

- a Security of capital
- a Regularity of income
- ☐ Liquidity of capital
- management
- ☐ Yield spectrum -Agriculture 11%

Residential 3-5% Commercial 4-7% Industrial 8-10%

Rental value and net income

- □ Full rental value (FRV)/ rack rent
 Property is vacant, estimate of rent obtainable on letting
- Reserved rent
 Property is let ,actual income and determined by the term of the lease i.e.
 landlord bear cost of repair,insurance etc.Usually less than FRV since landlord is restrained from increasing it until end of lease.

Determination of rental value

- a Basis of rent actually paid
- □ Comparisons of rent
- □ Rent in relation to cost

Factors affecting rent

- a Supply
- □ Regulations
- Building technology
- □ Taxation
- □ Finance

Face is allecting rem

- □ Demand
- a Intrinsic qualities
- a Economic prosperity
- a Changes in the character of demand
- ☐ Rent as proportion of income
- □ Rent as proportion of profit margin
- a Competitive demand

Pagning for management serv CONTRACT

- a Repairs internal and external, immediate and annual repair allowance
- a Insurance
- □ Taxes- rates, sewerage rates
- Management
- a Sinking fund

Application 1: Freehold interest

- a Value the freehold interest in a terrace house let at RM350 per month net.A similar unit let at RM400 per month has just been sold for RM100,000.
- □ Stage 1: analysis Net income x 100 = yieldCapital value RM4,800 x 100=4.8%

RM100,000

☐ Stage 2: capitalization

RM4,200 Net income YP in perpetuity 100 20.8333

> 4.8 RM87,499

> > Say RM88,000

Application 2: Freehold property

□ Ahmad,the owner of a freehold shop let to Ah Chong at an existing rent of RM50,000. The estimated full rental value is RM100,000. The capitalisation rate at full rental value is 5%. There are 3 years left to run on the lease. Calculate capital value of Ahmad's interest

Solution:

a Term and reversion Current rent

RM50,000

YP 3 years@ 4%

2.7751

RM138.755

Reversion to Full rental value YP in 'perpetuity @5% 20

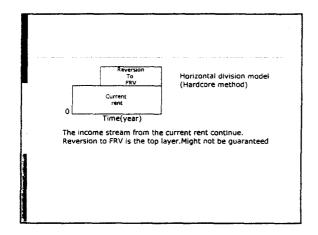
RM100,000

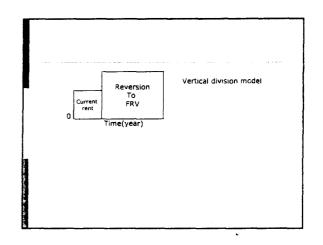
PV of RM1 in 3 'years@5% 0.8638

RM1.727.600

RM1,866,355

The yield is reduced to reflect security of income





Hardcore method

□ Term and reversion

Current rent YP in perpetuity@ 5%

RM50,000

20.00000 RM1,000,000

Reversion to Full rental value RM100,000

Less current rent

RM50.000

Top slice
YP in 'perpetuity @6% 16.667
PV of RM1 in 3 'years@6% 0.8396

Capital value

RM699.681 RM1,699,681

The income stream is split horizontally

Application 3: Leasehold property

□ Ahmad, the owner of a freehold shop let to Ah Chong at an existing rent of RM50,000. The estimated full rental value is RM100,000. The capitalisation rate at full rental value is 5%. There are 3 years left to run on the lease. Calculate capital value of Ah Chong's interest

Solution:

□ Fuil rental value

RM100,000

Less rent paid

RM50.000

Profit rent

RM50,000

YP 3 years@ 6% & 3%(tax28%) 1.9632 Capital value

RM98,160

Comments:

Ahmad's Capital value

RM1,866,355

Ah Chong's Capital value

RM98,160

INTERMEDIATE TECHNICAL DEVELOPMENT WORKSHOP

Valuation Principles
The Comparison and Cost Method

Oleh Salleh Mat Ali , Pengarah Penilaian Negeri Jabatan Penilaian dan Perkhidmatan Harta Negeri Melaka



Content -Comparison Method-

- Understanding the basic principle of comparison method .
- Factors to be considered in selecting comparables.
- Analysis of comparable sales.
- Opinion of Value based on the comparable sales.



Content -cost Method-

- Understanding the basic principle of cost method .
- Factors to be considered in estimating land and building value.
- Analysis building cost.
- Opinion of Value based on the method



Comparison Method



Definition

- Market data approach
- Process where property to be valued is compared to recent comparables sales in the vicinity
- The comparable sales are processed systematically, to indicate the market value of the property.
- Comparable sales will be adjusted in order to get a similarity between the sales and subject property



Principles

- 'Replacement' principles.
- Property to be valued should not have a higher or lower value than the comparable property at a point of time with the assumption all factors affecting value are fixed.



The Approach

- Date of Valuation
- Data on subject property
- Identify subject property
- Integrity of comparables
- Analysis of comparables.
- Adjustment to be made on comparables
- Techniques of adjustment
- Opinion of value based on the market value indicated by the 'adjusted value'

■ Economic factors.

i.e.recession

Market data



Factors to be considered in choosing comparables

- Comparable sales should be the same type of property
- Recent date of valuation.
- Arm's length transaction.
- Registered sales
- Description of comparables
- Location and accessibility
- Existing land use.
- Legal interest- freehold or leasehold.
- · Restriction in interest
- Type, age,condition(crops or building)
- Type, design, finishes of building



Factors to be considered in choosing comparables

- Basic amenities
- Land and building size
- Surrounding development
- developmentDevelopment potential
- Planning details
- Physical terrain



Data analysis

- Comparable sales converted to a common unit comparison such as p.s.m./per hectare/ per metre length
- Average method- land of irregular shape and road frontage not an important factor
- Fraction or division- same type of proprty but different land or building size. i.e.standard land size, main building etc.



Data analysis

- Zoning method- road frontage land have similar frontage/length but differs in depth.
 Frontage portion is more valuable than the back portion.
- Same depth to be adopted .RMx psm. for zone A,RM1/2x for zone B etc.
- Per metre length- commonly used for commercial properties in high street. i.e. bigger exhibition area
- Per hectare- average based on land area, usually for lower value property.



Data analysis

 Per unit basis- Usually adopted for housing units in a housing schemes. Market value does not differ greatly due to smaller differences in land or building area.



Adjustment technique

- A few good and suitable comparables should be sufficient to form a value trend to indicate the market value of the property
- Seldom have good and suitable comparables due to imperfection in property market.
- Detailed research on the differing factors are important to enable justification in using the comparables
- Main basis of adjustment- observation and systematic record of the market for subject property and how the factors are related to the properties. Experience is important to estimate the amount of adjustment needed.



Adjustment Factors

- · Terms of sales
- Time
- Location
- Physical features
- Interest in title
- Town Planning factors
- Restriction in interest
- Encumberance



Adjustment Techniques

- · Lump sum adjustment
- Percentage adjustment
- Location 20%, no legal access 20% etc



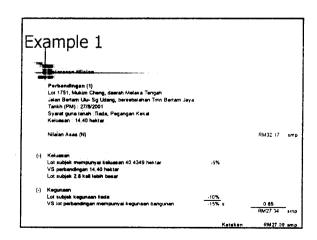
Factors to be considered in making adjustment

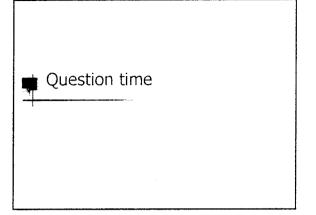
- Comparables in the same vicinity. If different locality ,explain why is it considered suitable
- Recent sales. Explain why do you use old sales
- Explain the differences between the comparable and the subject property based on research or simple analysis
- Amount of adjustment must be reasonable and in line with the market trend.

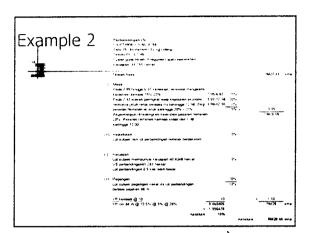


Factors to be considered in making adjustment

- Adjustment percentage must be supported by analysis or simple calculation where possible
- Where actual cost/amount can be determined, do not use percentage
- Too many adjustment factor will render the comparable unsuitable. If more than four factors or 30% for each factor, explain why it should be used
- Adjustment should be made in series. Adjust for time to indicate the sale price at that point of time, then proceed to adjust for other factors











Cost method

- To estimate the cost in acquiring the site and the cost to build the structure on it.
- Suitable for new building or properties seldom in the market such as museum, hospital, libraries or special properties.
- For older buildings ,depreciation factors should be considered



Principles

- Reinstatement value- the cost of providing the same type of building
- The building value contribute to the value of the site.
- Highest and best use.
- Market value= Land value + building value depreciation, where

Building value= construction cost+interest on loan+ developer's profit



The techniques

- Estimation of site value using comparison method with proper adjustment where necessary
- Estimation of building cost based on tender documents or local research
- Elements of building cost, infrastructure,professional fees, management fee,financing cost, risk and developer's profit



The techniques

- Estimate depreciation based on the physical, economic and functional obsolescence
- Physical related to structure, maintenance, repair and physical age
- Economic external factor such as change in demand, govt. policy,tax etc.
- Functional- Obsolete design due to change in technology, change in taste of the population

Example:



Rumah teres 1 tingkat. diMelaka

Tanah:

130 mp @ RM 300 smp

RM39,000

Bangunan:

Utama 100 mp @ RM430smp- RM43,000

Luar 9.3mp @ RM215smp- RM1,999

RM44,999

Susutnilai 10%

RM4,499 RM40,500

RM79,500

Katakan RM80 000

PRINSIP-PRINSIP JADUAL PERTAMA AKTA PENGAMBILAN TANAH 1960

OLEH

CHE ROSLAN BIN CHE DAUD
PENOLONG PENGARAH
UNIT PENGAMBILAN TANAH
JABATAN KETUA PENGARAH TANAH DAN GALIAN PERSEKUTUAN
NEGERI KELANTAN

INTERMEDIATE TECHNICAL DEVELOPMENT WORKSHOP 17 – 21 MAY 2004

PRINSIP-PRINSIP JADUAL PERTAMA

1.0 MUKADDIMAH

Perkara 13 Perlembagaan Persekutuan menyatakan tiada seseorang pun boleh dilucutkan hartanya kecuali mengikut undang-undang dan tiada sesuatu undang-undang pun boleh membuat peruntukan atau menggunakan harta dengan paksa tanpa pampasan yang mencukupi.

2.0 TAFSIRAN NILAI PASARAN

Tidak ada tafsiran **nilai pasaran** yang diberikan oleh APT, 1960 seperti juga dengan lain-lain undang-undang pengambilan tanah yang terpakai di Singapura, India, England, Canada malah USA sekalipun.

Walau bagaimanapun bagi maksud **nilai pasaran** itu Pejabat Penilaian dan Perkhidmatan Harta berkecenderungan untuk menggunakan prinsip-prinsip yang telah diputuskan oleh Mahkamah-Mahkamah di India dan Malaysia.

Dalam kes Nanyang Manufacturing Co., Ltd. Lawan Collector of Land Revenue Johor, Hakim Buhagiar telah memetik definisi yang diberikan oleh Jenkins C.J. dalam kes Kailas Chandra lawan Secretary of State iaitu seperti berikut:-

"The market value of land may be roughly described as the price that an owner willing, and not obliged to sell might reasonably expect to obtain from a willing purchaser with whom he was bargaining for the sale and purchased of the land". Hakim Sufian juga dalam kes Superintendent of Lands and Survey lawan Aik Hoe and Co. Ltd., dengan kebenaran, telah memetik satu keputusan kes Majlis Privy yang disampaikan oleh Lord Romer dalam kes Vyricherla Narayana Gajapateraju lawan The Revenue Divisional Officer, Vizagapatem iaitu seperti berikut:-

"The compensation must be determined by reference to the price which a willing vendor might reasonably expect to obtain from a willing purchaser. The disinclination of the vendor to part with his land and the urgent necessity of the purchaser to buy must alike be disregarded. Neither must be considered as acting under compulsion. This is implied in the common saying that the value of the land is not be estimated at its calue to the purchaser It may also be observed in passing that it is often said that it is the value of the land to the vendor that has to be estimated. This, however, is not in strictness accurate. The land, for instance, may have for the vendor a sentimental value far in excess of its market value. But the compensation must not be increased by reason of any such consideration. The vendor is to be treated as a vendor willing to sell at the market price....

Sebagai kesimpulan nilai pasaran itu dirumuskan sebagai :-

"..... as the price a willing purchaser is prepared to pay a willing seller for the property in open market".

3.0 TARIKH NILAI PASARAN

Mengikut ketetapan Jadual Pertama, APT, 1960 tarikh nilai pasaran hendaklah bermula pada tarikh pemberitahuan di bawah seksyen 4 disiarkan dalam Warta, dengan syarat bahawa pemberitahuan itu hendaklah, dalam masa 12 bulan daripada tarikh itu diikuti dengan pengisytiharan di bawah seksyen 8.

Sekiranya Borang D di bawah seksyen 8 diwartakan selepas 12 bulan daripada tarikh pewartaan Borang A, maka tarikh pewartaan Borang D itu hendaklah diambil sebagai tarikh bermulanya nilai pasaran itu. Perhatikan contoh di bawah ini:-

Contoh I Tarikh pewartaan Borang A – 5.4.2003

Tarikh pewartaan Borang D - 3.6.2003

Oleh itu tarikh nilai pasaran bermula pada 5.4.2003 kerana Borang D diwartakan dalam tempoh 12 bulan daripada

tarikh pewartaan Borang A.

Contoh II Tarikh pewartaan Borang A – 5.4.2003

Tarikh pewartaan Borang D - 3.5.2004

Oleh itu tarikh nilai pasarah bermula pada 3.5.2004 kerana Borang D tidak diwartakan dalam tempoh 12 bulan dari

tarikh pewartaan Borang A.

Contoh III Borang A langsung tidak diwartakan kerana tidak

diperlukan. Borang D diwartakan pada 5.4.2003. Oleh itu

tarikh nilai pasaran bermula pada 5.4.2003.

Oleh itu pada tarikh bermulanya nilai pasaran itu, hanya harga bagi mana-mana tanah yang terlibat itu akan terbeku dengan sendirinya. Sebarang spekulasi harga tanah yang dibuat selepas tarikh itu tidak akan diambil kira bagi maksud pembayaran pampasan.

4.0 ASAS-ASAS NILAI PASARAN

(a) Kekesanan Sesuatu Syarat Nyata

Apabila mentaksirkan nilai pasaran kekesanan sesuatu syarat nyata atau syarat tetap bagi mana-mana hakmilik yang menyekat penggunaan tanah yang dijadualkan itu hendaklah diambil kira. Misalnya, sebidang tanah pertanian tidak boleh digunakan untuk tujuan-tujuan lain kecuali bagi

tujuan-tujuan yang dibenarkan di bawah seksyen 115 KTN sahaja. Dengan demikian syarat tetap (*implied condition*) itu mengehadkan kegunaan tanah tersebut kepada tujuan-tujuan pertanian sahaja.

Oleh itu sekiranya di atas sebidang tanah pertanian seluas 2 hektar telah didirikan sebuah kilang papan tanpa syarat nyatanya ditukar terlebih dahulu kepada industri, maka bagi maksud menentukan nilai pasaran ianya hendaklah dinilai sebagai tanah pertanian dan bukan sebagai tanah industri.

(b) Tanah Rizab Melayu, Tanah Pegangan Melayu Terengganu Dan Tanah Adat Negeri Sembilan Dan Melaka

Tanah Rizab Melayu, Tanah Pegangan Melayu Terengganu atau tanah-tanah Adat di Negeri Sembilan dan Melaka seolah-olah telah diaku terima sebagai tanah yang mempunyai nilai pasaran yang rendah jika dibandingkan dengan tanah-tanah lain. Bagi maksud penentuan nilai pasaran kedudukan tanah-tanah ini sebagai TRM, Tanah pegangan Melayu Terengganu atau Tanah Adat di Negeri Sembilan/Melaka hendaklah jangan diambil kira. Anggapkan tanah-tanah itu sebagai tanah yang setaraf dengan lain-lain tanah dan oleh itu nilai pasarannya hendaklah sama dengan tanah lain itu.

(c) Kawasan Tanah Termasuk Ke Dalam Pelan Pembangunan Yang Dirancang Untuk Satu-Satu Tujuan

Jika tanah yang dijadualkan itu termasuk ke dalam satu pelan induk pembangunan bagi kawasan tanah yang dimajukan pada masamasa akan datang oleh mana-mana pihak berkuasa, maka tanah itu hendaklah ditaksirkan dengan mengambil kira kegunaan tanah khusus bagi tanah itu sebagaimana yang ditunjukkan dalam pelan pembangunan itu. Dalam konteks ini, nilaian ini adalah berdasarkan kepada potensi bagi kegunaan yang lebih tinggi yang hanya boleh dilakukan apabila potensi demikian disahkan oleh Pengarah Jabatan Perancang Bandar dan Desa.

5.0 PENINGKATAN NILAI PASARAN YANG TIDAK BOLEH DIAMBIL KIRA

Sekiranya nilai pasaran bagi sesuatu tanah itu menjadi lebih tinggi akibat daripada dua perkara yang dinyatakan di bawah ini, maka kenaikan sedemikian hendaklah jangan diambil kira.

Pertama, sekiranya peningkatan nilai itu berpunca dari apa-apa pembaikan (*improvement*) yang dibuat dalam tempoh dua (2) tahun sebelum pengisytiharan di bawah seksyen 8 disiarkan di dalam Warta, melainkan jika pembaikan itu boleh dibuktikan yang ianya dibuat dengan bona fide dan tidak dengan tujuan untuk mendapat nilaian yang tinggi dalam prosiding pengambilan tanah yang dicadangkan itu.

Perlu ditegaskan bahawa hanya kerja-kerja bercorak pembaikan sahaja yang ditegah. Kerja-kerja yang bercorak maintenance seperti mengganti atap rumah yang sudah bocor atau papan lantai yang sudah reput dan sebagainya, tidak terikat dengan tegahan ini.

Kedua, suatu kenaikan dengan sebab penggunaan tanah itu, atau manamana premisnya, dengan cara yang boleh dihalang oleh mana-mana Mahkamah, atau berlawanan dengan undang-undang atau boleh membahayakan sama ada kesihatan penghuni-penghuni premis itu atau pun kesihatan awam. Sebagai contoh, di Malaysia, tanah pertanian digunakan untuk maksud aktiviti perindustrian asid yang membahayakan kesihatan awam.

Tegahan ini termasuk apa-apa alterations or renovations yang telah dilakukan tanpa mendapat kelulusan pihak berkuasa tempatan.

PERKARA-PERKARA YANG PATUT DIPERTIMBANGKAN DALAM MENENTUKAN PAMPASAN

Selain daripada aspek nilai pasaran terdapat beberapa aspek lain yang boleh digunakan sebagai asas bagi menentukan pampasan yang mencukupi ke atas mana-mana tanah yang terlibat dalam satu-satu kes pengambilan tanah iaitu seperti berikut:-

Apa-Apa Kenaikan, Yang Hendaklah Dipotong Daripada Jumlah Pampasan
 Pada Nilai Tanah-Tanah Lain Kepunyaan Orang Yang Berkepentingan Itu
 Yang Mungkin Terakru Daripada Penggunaan Tanah Yang Diambil Itu

Untuk mencapai maksud di atas orang berkepentingan itu hendaklah mempunyai sekurang-kurangnya sebidang tanah lain berdekatan dengan tanah kepunyaannya yang terlibat dengan pengambilan itu. Sebagai contoh katakan A mempunyai dua keping lot tanah yang berdekatan di antara satu sama lain iaitu lot 123 dan lot 345 – di mana kedua-dua tanah ini adalah tanah sawah padi yang kering kontang yang tidak boleh digunakan untuk menanam padi. Nilai pasaran bagi tiap-tiap lot ini, katakan RM10,000.00 sehektar.

Lot 123 terlibat dengan satu pengambilan untuk projek tali air. Apabila projek tali air ini siap nanti, sudah pasti nilai pasaran bagi lot 345 kepunyaan A yang tidak diambil itu akan naik, katakan RM12,000.00 sehektar. Oleh yang demikian nilai pasaran yang boleh dibayar kepada A bagi lot 123 itu ialah, bukan RM12,000.00 atau RM10,000.00 sehektar tetapi RM8,000.00 sahaja.

Kenaikan nilai tanah lain itu (dalam kes ini lot 345) kepunyaan A akibat daripada pengambilan lot 123 itu hendaklah diambil kira dan prosedurnya ialah dengan cara menolak nilai RM10,000.00 sehektar bagi lot 123 sebelum diambil dengan nilai kelebihan RM2,000.00 sehektar bagi lot 345 akibat daripada pengambilan lot 123, dan bakinya ialah RM8,000.00 dan itulah kadar nilai pampasan yang mencukupi yang boleh dibayar pada A mengikut konsep ini.

2. Kerosakan, Jika Ada, Yang Ditanggung Atau Yang Mungkin Akan Ditanggung Oleh Orang Yang Berkepentingan Itu Semasa Pemungut Mengambil Milik Tanah Itu, Disebabkan Oleh Pengasingan Tanah Itu Daripada Tanahnya Yang Lain

Jika sebahagian daripada keluasan sebidang tanah diambil untuk projek jalan raya oleh JKR, umpamanya dan pengambilan itu melibatkan tanah itu terpisah dua di mana satu daripadanya mempunyai keluasan yang kecil dan mempunyai bentuk tiga segi atau lain-lain bentuk yang tidak menentu maka sudah pasti nilai pasaran bagi kawasan tanah yang kecil itu menjadi rendah dan tidak ekonomik lagi dan ini merupakan satu kerosakan.

Satu bentuk kerosakan lagi ialah apabila sebahagian sahaja daripada tanah itu yang diambil, seperti projek melebarkan rizab jalan umpamanya, di mana mendekatkan lagi rumah yang ada itu dengan jalan raya dan dengannya "privacy and other amenities are interfered with". Sama ada benar atau tidak kerosakan itu berlaku terpulanglah kepada tuan tanah untuk membuktikannya.

Persoalannya, bagaimanakah penentuan bayaran pampasan itu hendak dibuat. Tidak ada satu formula yang boleh diikuti. Walau bagaimanapun pegawai penilai berkecenderungan untuk menggunakan formula:-

Nilai pasaran tanah baki sebelum diambil, ditolak dengan nilai pasaran tanah baki, selepas diambil.

Sekiranya nilai pasaran tanah baki sebelum diambil katakan, RM50,000.00 sehektar dan nilai pasaran tanah baki selepas diambil katakan, RM40,000.00 maka pampasan bagi kerosakan yang perlu dibayar ialah RM50,000.00 tolak RM40,000.00 iaitu RM10,000.00 sehektar.

3. Kerosakan, Jika Ada, Yang Ditanggung Atau Yang Mungkin Akan Ditanggung Oleh Orang Yang Berkepentingan Itu Semasa Pentadbir Tanah Mengambil Milik Tanah Itu Oleh Sebab Pengambilan Itu Menyebabkan Kesan Mudarat Pada Hartanya Yang Lain, Sama Ada Harta Alih Atau Tak Alih, Dengan Apa Cara Lain.

Peruntukan di atas boleh dirumuskan seperti berikut :-

- (i) kerosakan yang ditanggung semasa pengambilan
- (ii) kerosakan yang **mungkin akan ditanggung** lama selepas pengambilan itu berlaku,

dan kerosakan-kerosakan itu akan melibatkan kerugian (*injuriously affecting*) ke atas hartanya yang lain. Dalam kes PHT lawan Looi Lam [1981] 1 MLJ 300 [Mahkamah Persekutuan], sebidang tanah, Lot 412, CT 13287, Bandar Kuala Lumpur telah diambil untuk kegunaan satu projek bagi meluruskan Sg. Bunus yang merentang Kampung Bahru, Kuala Lumpur. Lot 412 ini mempunyai keluasan seluas 1.994 ekar dan kawasan seluas 15,540 kaki persegi sahaja yang diambil. Berdekatan dengan kawasan yang diambil ini terdapat hartanya yang lain iaitu sebuah rumah kediaman dua tingkat, beralamat 175, Jalan Raja Muda, Kampung Bahru, Kuala Lumpur.

Walaupun rumah ini tidak terlibat dengan pengambilan ini namun akibat daripada pengambilan tersebut rumah ini telah rosak dengan teruknya dan perlu dibaiki segera. Rumah ini dimiliki oleh orang yang sama. Pemungut pada peringkat awalnya tidak membayar apa-apa pampasan ke atas rumah ini kerana ianya tidak terlibat. Tetapi apabila rayuan dikemukakan ke Mahkamah 8 tahun kemudian, pampasan sebanyak RM40,185.00 telah diluluskan kerana rumah ini telah rosak dengan teruknya akibat pengambilan itu. Hakim sebenarnya menarik perhatian ramai bahawa pampasan ini diluluskan kerana adanya peruntukan seksyen 2(d) Jadual Pertama yang menyatakan:-

"kerosakan yang mungkin akan ditanggung"

Rumah ini tidak terlibat dan soal **"kerosakan yang ditanggung"** tidak timbul tetapi kemudiannya berlakulah **"kerosakan yang mungkin akan ditanggung"**. Oleh itu wajarlah pampasan dibayar.

Terdapat dua unsur penting jika formula ini hendak digunakan.

- (i) Rumah itu dipunyai oleh tuan yang sama;
- (ii) Kerosakan itu berlaku akibat daripada pengambilan sebahagian daripada tanah tersebut
- 4. Jika Akibat Daripada Pengambilan Itu, Dia Terpaksa Atau Mungkin Terpaksa Menukar Tempat Kediaman Atau Tempat Perniagaannya, Perbelanjaan-Perbelanjaan Yang Berpatutan Jika Ada, Yang Bersampingan Dengan Pertukaran Itu (Seksyen 2e Jadual Pertama).

Tidak dapat dinafikan bahawa ada ketikanya rumah kediaman atau tempat perniagaan terpaksa dipindahkan ke tapak lain. Maka ianya melibatkan perbelanjaan perpindahan, maka perbelanjaan ini adalah yang bersangkutan dengan pertukaran itu seperti kos pindah, sewaan kediaman atau tempat perniagaan sementara dan sebagainya. (kehilangan pendapatan tidak boleh diambil kira, Pin. Akta A999).

Persoalannya berapa banyakkah pampasan yang hendak dibayar terutamanya **perbelanjaan sampingan** yang dimaksudkan itu. Tidak ada satu formula tetap yang boleh digunakan. lanya begantung kepada '*merit*' sesuatu kes itu. Sebelum huraian lanjut diberi, peruntukan sebahagian daripada seksyen 21(2)(b), APT, 1960 perlu diteliti, iaitu:-

"di mana bangunan itu berbentuk sementara, atau sebaliknya boleh dipindah dan didirikan semula, boleh memindahkannya sendiri dan membangunkannya semula bangunan sedemikian".

Pemungut diberi kuasa untuk memindahkan dan mendirikan semula mana-mana bangunan berbentuk sementara atau bangunan yang boleh dipindah dan didirikan semula.

Rumah orang Melayu yang terdapat di kampung-kampung tradisional atau di pinggir bandar, yang mempunyai tiang bertanam atau yang diletakkan di atas satu alas atau lapik tidak merupakan sebahagian daripada tanah seperti yang pernah diputuskan oleh Mahkamah Tinggi Negeri Sembilan. (Lihat kes Kiah Hanafiah lawan Som Hanafiah, [1963] MLJ 82).

Sebagai contoh, katakan rumah itu baru didirikan setahun yang lepas. Rumah ini mempunyai bekalan elektrik, air dan telefon.

Apakah perbelanjaan-perbelanjaan sampingan yang perlu diadakan semula oleh Pemungut supaya tuan punya rumah itu boleh menikmatinya semula dalam keadaan sebelum ianya dipindahkan. Perkara yang disenaraikan di bawah ini tidak dapat dielakkan.

- (i) Menyewa sebuah rumah yang lain untuk menempatkan keluarga tuan rumah bagi tapak rumah itu dibuka dan siap dipasang semula.
- (ii) Belanja memunggah, mengangkat dan mendirikannya semula.
- (iii) Sekiranya rumah itu di dalam kawasan pihak berkuasa tempatan, fee bagi menyediakan pelan bangunan, fee bagi menandatangani kontrak di antara PTD dan kontraktor, belanja bagi meratakan tapak rumah baru dan sebagainya.

- (iv) Belanja pendawaian elektrik dan deposit api, belanja memasang paip air dan deposit air, belanja memasang dawai telefon dan deposit telefon
- (v) Membeli bahan-bahan bangunan yang rosak.
- (vi) Gangguan (disturbance).

Cuba kita bayangkan apa akan terjadi kalau bayaran itu merupakan sebuah bangunan lama yang sudah berusia 50 – 60 tahun yang masih boleh didiami dengan selesa oleh keluarga tuan punya rumah, sekalipun 90% daripada bahan-bahannya sudah usang dan reput. Kewajipan Pemungut di bawah peruntukan seksyen 20(b)(ii), APT 1960 ialah memindahkan dan mendirikannya semula dalam bentuk asal baik dari segi bentuk mahupun saiz.

Tuan punya tidak meminta Pemungut mendirikan rumah baru. Yang beliau mahu ialah memindahkan rumah itu ke tempat lain dalam bentuk tidak ada cacat celanya. Itu sahaja. Tidak lebih dan tidak kurang. Itulah yang diperuntukkan dan itulah diminta oleh tuan punya.

5. Di mana Hanya Sebahagian Sahaja Daripada Tanah Itu Hendak Diambil, Apa-Apa Akujanji Oleh PBN, Atau Oleh Kerajaan, Orang Atau Perbadanan Yang Bagi Pihaknya Tanah Itu Hendak Diambil Bagi Membina Atau Mendirikan Jalan, Longkang, Dinding, Pagar Atau Kemudahan-Kemudahan Lain Yang Memberi Faedah Pada Mana-Mana Bahagian Tanah Yang Belum Diambil, Dengan Syarat Akujanji Itu Jelas Dan Boleh Dikuatkuasakan.

Kadang kala pengambilan sebahagian daripada tanah itu akan menyebabkan tuan punya tanah terpaksa mengadakan *culvert* longkang, dinding atau benteng bagi menyekat hakisan, jambatan atau titi dan sebagainya yang kesemuanya memerlukan wang untuk mengadakannya. Pampasan atau ganti rugi terpaksa dibayar kepada mereka yang berkenaan.

Walau bagaimanapun dalam kes-kes tertentu pihak Kerajaan, orang atau perbadanan yang bagi pihaknya sesuatu tanah itu diambil membuat Akujanji bahawa pihak mereka sendiri akan mengadakan, culvert longkang, pagar dan sebagainya itu. Sekiranya, Pentadbir Tanah ada menerima Akujanji sedemikian maka pampasan atau wang ganti rugi bagi membolehkan tuan punya tanah mengadakan, jambatan, pagar dan sebagainya itu tidak perlu diberikan dengan syarat Akujanji yang diberikan itu jelas dan boleh dikuatkuasakan. Sekiranya Akujanji itu tidak jelas dan tidak boleh dikuatkuasakan, maka Pentadbir Tanah hendaklah meluluskan pampasan yang mencukupi kepada tuan punya tanah bagi membolehkan mereka sendiri mengadakan culvert, longkang, pagar dan sebagainya itu.

PERKARA-PERKARA YANG TIDAK BOLEH DIAMBIL KIRA DALAM MENENTUKAN PAMPASAN

Di samping mengambil kira faktor nilai pasaran tanah serta beberapa perkara yang perlu diambil kira bagi menentukan bayaran pampasan yang mencukupi selaras dengan peruntukan Perkara 13 Perlembagaan Persekutuan, terdapat pula beberapa perkara yang perlu diketepikan dalam perkiraan bagi menentukan bayaran pampasan. Ini dinyatakan selengkapnya pada seksyen 3, Jadual Pertama, APT 1960 yang dihuraikan satu persatu di bawah ini.

1. Tingkat Kedesakan Keadaan Yang Telah Membawa Kepada Pengambilan Itu (Degree Of Urgency)

Tidak dapat dinafikan bahawa ada ketikanya sesuatu tanah itu perlu diambil dalam keadaan terdesak di mana peruntukan kewangan yang disediakan terpaksa dibelanjakan pada tahun itu juga atau atas lain-lain sebab yang memerlukan sesuatu tanah itu diambil dalam keadaan terdesak.

Lazimnya jika sesuatu tanah itu perlu diambil dalam keadaan terdesak maka PBN boleh menggunakan peruntukan seksyen 19 Akta Pengambilan Tanah, 1960 di mana Pesuruhjaya mengeluarkan Borang I mengarahkan Pemungut berkenaan mengambil tanah yang dijadualkan itu di bawah Perakuan Kedesakan (Certificate of Urgency).

Dalam situasi demikian Pentadbir Tanah boleh mengambil milik tanah itu selepas 15 hari daripada tarikh notis awam dalam Borang E dikeluarkan di mana proses siasatan, penawaran *award* dalam Borang G serta penyerahan Borang H dibuat kemudian.

Dalam keadaan ini pihak tuan tanah atau lain-lain orang yang berkepentingan tidak boleh mengambil kesempatan dari keadaan kedesakan itu bagi menuntut pampasan yang lebih tinggi dan Pentadbir Tanah hendaklah berhati-hati dalam hal ini kerana inilah di antara yang dimaksudkan oleh seksyen

3(a) Jadual Pertama ini di mana pampasan yang diawardkan itu tidak mengambil kira akan tingkat kedesakan sedemikian.

2. Keengganan Berpisah Dari Tanah

Pada kelazimannya mana-mana tanah yang dimiliki menerusi proses pewarisan mempunyai sentimental value yang tinggi. Begitu juga dengan tanah yang ada hubungan dengan keagamaan seperti tanah yang telah diwakafkan untuk sekolah agama, madrasah, masjid dan sebagainya kerap kali mendapat tentangan daripada masyarakat setempat.

Walau bagaimanapun baik di Malaysia mahupun di Singapura, belum ada lagi kes Mahkamah berhubung dengan perkara ini. Di India, terdapat satu kes yang melibatkan pemindahan patung Hindu, oleh penganut-penganut Agama Hindu dikatakan:

"would cause the ideal to loose its religious efficacy if carried through the public way".

Mahkamah, walau bagaimanapun memutuskan:

" This was too sentimental an objection to merit the awarding of additional compensation"

Oleh yang demikian keengganan sedemikian tidak boleh diambil kira dan tidak boleh mempengaruhi bayaran pampasan yang lebih daripada yang sepatutnya.

3. Apa-Apa Kerosakan Yang Ditanggung Oleh Orang Yang Berkepentingan Yang Jika Disebabkan Oleh Orang Perseorangan, Tidak Akan Menjadikan Suatu Kuasa Tindakan Yang Baik

Peruntukan ini menyatakan bahawa Pentadbir Tanah tidak diberi kuasa untuk memberi pampasan yang lebih ke atas apa-apa kerosakan yang jika dilakukan oleh orang perseorangan tidak menjadikan suatu sebab yang baik untuk bertindak. Dengan erti kata yang lain jika kerosakan yang dilakukan oleh orang perseorangan itu boleh dijadikan sebab yang baik untuk bertindak maka Pentadbir Tanah boleh menimbangkan pampasan yang lebih ke atas kerosakan yang dialami oleh mana-mana orang berkepentingan itu. Umpamanya kedai A menjadi kurang maju akibat daripada kedai B, maka A tidak mempunyai sebab yang baik untuk bertindak kerana undang-undang tidak membolehkan A mengambil tindakan undang-undang terhadap B.

Bagi memahami huraian ini selanjutnya katakan X mempunyai sebidang tanah di mana sebuah banglo satu tingkat telah didirikan di bahagian tengah tanah itu. Pihak Berkuasa Negeri telah mengambil bahagian utara tanah itu untuk didirikan sebuah asrama tiga tingkat. Apabila asrama itu didirikan kelak sudah pasti ianya akan mencacat pandangan banglo X itu kerana ianya dilindungi oleh asrama itu. Dalam hal ini X tidak boleh menuntut pampasan yang lebih akibat daripada kecacatan itu.

4. Apa-Apa Susutan Nilai Tanah Yang Diambil Itu Yang Mungkin Berakibat Daripada Tujuan Tanah Itu Akan Digunakan Apabila Diambil.

Tidak dapat dinafikan bahawa kadang kala kawasan tanah yang sesuai diperlukan untuk diambil bagi dijadikan kawasan pelupusan sampah, padang tembak atau tapak perkuburan dan sebagainya. Lazimnya pengambilan ini melibatkan tanah pertanian.

Sebelum tanah pertanian itu diambil nilai pasarannya bergantung kepada jenis tanaman yang terdapat di atasnya serta kedudukannya. Andaikan tanah pertanian itu mempunyai nilai pasaran sebanyak RM10,000.00 sehektar. Nilai tanah yang sama akan menjadi lebih rendah selepas diambil kerana kawasan pelupusan sampah, padang tembak atau tapak perkuburan itu tidak mempunyai nilai pasaran yang baik.

Bagi maksud seksyen 3(d) Jadual Pertama ini, Pentadbir Tanah hendaklah jangan mengambil kira akan kesusutan nilai tanah yang pasti berlaku apabila tanah yang diambil itu dimajukan sebagai kawasan pelupusan sampah, padang tembak atau perkuburan itu. Pentadbir Tanah hendaklah menilai tanah itu dalam keadaan kegunaannya yang ada ketika itu tanpa mengambil kira tujuan pengambilan itu. Di England sebaik-baik sahaja diketahui bahawa sebidang tanah itu akan diambil untuk suatu projek awam maka nilai pasaran bagi tanah sedemikian akan menjadi rendah dengan sendirinya. Oleh itu seksyen 9, Akta Pampasan Tanah, 1961 'England' memperuntukkan bahawa "no account shall be taken of any depreciation attributable to an indication that compulsory purchase is likely".

5. Apa-apa kenaikan pada nilai tanah yang diambil itu yang mungkin terakru daripada tujuan tanah itu akan digunakan apabila diambil

Peruntukan ini adalah lawan kepada peruntukan seksyen 3(d) di atas. Tanah pertanian yang diambil akan mempunyai nilai yang lebih tinggi sekiranya selepas pengambilan itu nanti tanah itu akan digunakan sebagai tapak industri berat, umpamanya. Dalam keadaan sedemikian nilai pasaran yang patut diberi adalah nilai pasaran bagi tanah pertanian dan bukan nilai pasaran bagi tanah perindustrian.

6. Apa-Apa Perbelanjaan Mengenai Tambahan Atau Pembaikan Pada Tanah Yang Diambil Itu Yang Ditanggung Beban Selepas Tersiarnya Pengisytiharan Di Bawah Seksyen 8, Melainkan Jika Tambahan Atau Pembaikan Itu Adalah Perlu Bagi Penyenggaraan Sesuatu Bangunan Dalam Keadaan Baik, Dan Melainkan Mengenai Tanah Pertanian, Apa-Apa Wang Yang Telah Dibelanjakan Untuk Penanaman Tanaman Yang Berterusan Ke Atasnya.

Peruntukan ini jelas menyatakan bahawa apa sahaja tambahan atau pembaikan ke atas tanah, termasuk apa-apa bangunan yang terdapat di atasnya, yang dilakukan selepas tarikh pewartaan Borang D di bawah seksyen 8, APT, 1960. (yang sudah pasti akan menaikkan nilai pasaran bagi tanah itu) hendaklah jangan diambil kira bagi menentukan bayaran pampasan.

Walau bagaimanapun terdapat dua kekecualian. Pertama, sekiranya tambahan atau pembaikan itu terpaksa dilakukan dengan tujuan untuk menjaganya dengan baik, seperti membaiki atap yang bocor atau mengganti lantai yang reput dan sebagainya, maka pembaikan sedemikian adalah dibenarkan. Jika dengan pembaikan itu akan menaikkan sedikit nilai bangunan itu, maka ianya hendaklah diambil kira.

Kedua apa-apa perbelanjaan yang telah dikeluarkan bagi meneruskan aktiviti pertanian di atas tanah yang sedang dalam prosiding pengambilan itu, seperti belanja membajak, membuat batas, saluran air dan sebagainya itu adalah dibenarkan dan Pentadbir Tanah hendaklah mengambil kira akan segala perbelanjaan yang telah dikeluarkan itu.

Tuan punya tanah atau bangunan hendaklah mengemukakan resit bayaran yang telah dibelanjakan itu ketika mengemukakan tuntutan yang berpatutan untuk pertimbangan Pentadbir Tanah, semasa siasatan di bawah seksyen 12, APT, 1960 dijalankan.

PANDUAN RINGKAS PENENTUAN PAMPASAN PENGAMBILAN TANAH

DISEDIAKAN OLEH

CHE ROSLAN BIN CHE DAUD PENOLONG PENGARAH UNIT PENGAMBILAN TANAH

JABATAN KETUA PENGARAH TANAH DAN GALIAN KELANTAN TINGKAT 3-5, BANGUNAN SAPURA, JALAN SULTANAH ZAINAB, 15050 KOTA BHARU, KELANTAN

PENGHARGAAN

Bismillahir-Rahmanir-Rahim

Segala puji bagi Allah (Azzawajalla), Selawat dan Salam untuk Junjungan Besar Nabi Muhammad (s.a.w.), para sahabat dan semua mereka yang sentiasa berada di atas landasan kebenaran.

Alhamdulillah, bersyukur Ke hadrat Ilahi kerana limpah dan keizinanNya akhirnya dapat saya menyiapkan **Panduan Ringkas Penentuan Pampasan Pengambilan Tanah** yang mana sedikit sebanyak dapat membantu para Pegawai Siasatan (*Hearing Officer*) Jabatan Ketua Pengarah Tanah dan Galian (JKPTG) Kelantan dalam mengendalikan kes-kes pengambilan tanah.

Saya ingin mengambil peluang ini untuk mengucapkan jutaan terima kasih kepada Puan Hajjah Samsiyah Binti Adam, Pengarah JKPTG yang sentiasa memberi dorongan dan motivasi untuk saya menulis panduan ini. Tidak dilupakan juga para staff Unit Pengambilan Tanah (UPT) yang membantu saya dengan memberi maklumat-maklumat berguna dari pengalaman mereka terutama sekali Encik Shkri Bin Ismail dan Encik Che Johari Bin Che Soh. Mudah-mudahan mereka semua mendapat ganjaran pahala dari Allah (Azzawajalla) di dunia dan akhirat.

Wassalam.

THE RESERVE OF THE PARTY OF THE

4.0 UNIT ASAS SYSTEM INTERNATIONAL D'UNITES' (SI) DAN GANDAAN

Gandaan yang digunakan adalah ditunjukkan dengan kata-kata awalan tetapi bukan semua Unit tersebut selalu digunakan. Jadual 1 menunjukkan Unit-Unit asas SI dan gandaan-gandaan yang digunakan.

JADUAL 1
UNIT-UNIT ASAS SI

Faktor Pendarapan		Kata	f :		Unit SI & Gandaan		
		Awalan		Panjang	Luas	Isipadu	
1 000 000	10 ⁶	mega	m	-			
1 000	10 ³	kilo	k	km	km²		
100	10 ²	hektar	h	-			
10	10	deca	da	_	-		
1	1	-	-	m	m ²	m ³	
0.1	10-1	deci	d	-	_	dm ³	
0.01	10 ⁻²	senti	S	sm	sm ²	sm³	
0.001	10 ⁻³	mili	m	mm	mm²		

Nota: Unit kaki digunakan 2 angka selepas titik perpuluhan (3.28 kaki) dan unit ekar 3 angka selepas titik perpuluhan (2.471 ekar) untuk kiraan pertukaran unit

HURUF-HURUF RINGKAS

ek - ekar
in - inci
ka - kaki
rt - rantai
km - kilometer
m - meter
sm - centimeter

FAKTOR-FAKTOR PENUKARAN

A - Panjang dan jarak jauh

In	(X (=	25.40 0.03947	=) X)	mm	
ka	(X (=	0.3048 3.281	X)	=) m	
batu	(X (=	1.609 0.6214	=)	X)	km
B. Lu	as				
in ²	(X (=	6.452 0.1550	=)	X)	sm²
ka²	(X	0.0929		=)_2	

$$ka^{2}$$
 (X 0.0929 =)
(= 10.76 X) m^{2}
 rt^{2} (x 0.04047 =)
(= 24.71 X) m^{2}

$$batu^{2}$$
 (X 2.590 =)
 $\langle = 0.3861$ X) km^{2}
 ek (X 0.4047 =)

X)

ha

2.471

C. Isipadu

(=

5.0 SIFIR BAGI MENENTUKAN NILAI PAMPASAN

1. RUMAH

A. Batu	
i. Julat Upah	RM 12.00 - RM 17.00 / ka ²
ii. Kontrak terima siap	RM 45.00 - RM 75.00 / ka ²
B. Kayu	
i. Julat Upah ii. Kontrak terima siap (Jenis kayu Malaysia)	RM 5.00 - RM 12.00 / ka ² RM 25.00 - RM 45.00 / ka ²
C. Lain-laín	
i. Porch / Sutuh	
a) Julat Upah (Batu) b) Julat Upah (kayu) c) i) Julat upah (Besi -bentuk	RM 12.00 - RM 17.00 / ka ² RM 5.00 - RM 12.00 / ka ²
biasa) ii) Julat upah (Besi -bentuk	RM 6.00 - RM 10.00 / ka ²
kubah)	RM 20.00 / ka ²
ii) Tile / Mosaic	
Upah berdasarkan harga satu (1) keping tile	RM 0.80 @ RM 1.50 / ka²

2. PAGAR

Jenis	RM skl
Julat Upah dan Bahan	
Pagar kawat duri	RM 4.00 atau 5.00
Pagar zink (c/i)	RM 8.00
Pagar chain link	RM 10.00 - RM 12.00
Pagar simen blok	RM 25.00
Pagar konkrit	RM 30.00 - RM 40.00 (mencecah RM 50.00)
Pagar besi biasa	RM 5.00 – RM 10.00

5. KOS TAMBUN

A. Berdasarkan isipadu

Panjang x Lebar x Dalam = Unit padu

∴ Unit padu = Jumlah Lori
4.6 m³

... Kos bagi satu lori x Jumlah Lori = Kos Tambung keseluruhan

Nota: tanah / pasir satu (1) lori 6 roda ialah sebanyak 4.6 m³ tanah / pasir satu (1) lori 10 roda ialah sebanyak 8 m³

Saptic Tank	
Upah berdasarkan jumlah hari kerja dan kos bahan binaan	 kebiasaan upah ialah RM 30.00 - 50.00 / hari Bahan binaan seperti Jongkong RM 220.00 / 1000 ketul
Tambang Hadir Siasatan (hearing) i) Bas pergi dan balik ii) Teksi pergi dan balik, Makan / minum)kebiasaannya dibayar RM 200.00 bagi)KL, Perlis, Kedah, Melaka dan tambahan)RM 50.00 sekiranya dari Johor.)Sekiranya dalam negeri RM 50.00
iii) Pelbagai kos (kehilangan pendapatan pada hari bicara))Berdasarkan kadar kerajaan ditanya semasa perbicaraan

Nota:

a. Tambang yang diberi ini adalah jarak yang jauh seperti luar daripada negeri ke tempat siasatan atau jajahan yang jauh

7. Kos Pindah

Pindah barang	satu (1) trailer : RM 700.00 / trip
Penyewaan untuk tuan premis	3 bulan kadar sewa mestilah berdasarkan jumlah penghuni dan barang-barang yang akan dipindahkan. Julat sewa: RM 200.00 - RM 400.00
Pindah kayu gergaji (<i>sawn</i> timber)	Kiraan panjang x Lebar x Tinggi = Unit Isipadu Satu (1) lori boleh muat maksimum 15 m ³ -Pindahan kayu gergaji RM 700.00/trip - Sewa Forklift RM 250.00/hari

Nota:

Semua Kadar harga ini berubah dari masa ke semasa bergantung kepada keadaan pasaran

KANDUNGAN

Muka Surat $\langle 1 \rangle$ KANDUNGAN PENGHARGAAN (ii)1.0 PENGENALAN PRINSIP YANG DIGUNAKAN DALAM 2.0 PENENTUAN PAMPASAN 3.0 NILAI PASARAN 4.0 UNIT ASAS SYSTEM INTERNATIONAL D'UNITES (SI) DAN GANDAAN 2 SIFIR BAGI MENENTUKAN NILAI 5.0 PAMPASAN 6.0 PENUTUP

Panduan ini dikeluarkan kepada semua Pegawai Bicara (hearing pincer) dabatai ketua. Pengarah Tanah dan Galian kelantan sebagai garis panduan bagi menentukan nilaian pampasan yang mencukupi kepada tuan-tuan punya tanah atau tuan-tuan punya bangunan. Pampasan yang mencukupi ini adalah selaras dengan Perkara 13 Perlembagaan Persekutuan yang menjelaskan bahawa "No person shall be deprived of property save in accordence with law and no law shall provide for compulsory acquisition or use of property without adequate compensation". Selain daripada itu, ianya juga memuatkan sediki penukaran unit dari Sistem Imperial kepada Sistem Metrik atau sebaliknya dalam sektor tanah sahaja. Panduan ini juga adalah bertujuan supaya nilai pampasan yang dibuat oleh Pegawai Bicara (hearing officer) adalah seragam antara satu sama lain yang mana akhirnya dapat memberi kepuasan kepada tuan-tuan punya tanah atau bangunan sebagai pelanggan. Panduan ini hanya melibatkan pangunan pagar, kemudahan-kemudahan, kos perpindahan, penyewaan premis semasa perpindahan dan sebagainya.

2.0 PRINSIP YANG DIGUNAKAN DALAM PENENTUAN PAMPASAN

Tujuan undang-undang digubal dalam aktiviti pengambilan tanah adalah untuk membayar pampasan kepada pihak yang terlibat mengenai kerugian yang mereka alami. Prinsip yang digunakan diberi nama "Principle of Equivalence" sebagaimana yang dipetik dari kes Horn melawan Sunderland, L.J. Scot mengatakan "The right to be put, so far as money can do it in the same position as if his land has not be taken from him, in other words, he gains the right to receive a money payment not less than the loss imposed on him in the public interest, but on the hand, no greater".

3.0 NILAI PASARAN

Di dalam Akta Pengambilan Tanah (APT) 1960 tidak didefinisikan secara jelas, walau bagaimanapun perkara ini telah ditafsirkan oleh hakim yang boleh dijadikan panduan. Hakim Buhagiar dalam kes Nanyang Manufacturing Co. Ltd melawan Pemungut Hasil Tanah Johor menyatakan " the market value of land may be roughly described as the price that an owner willing and not obliged to sell might reasonably expect to obtained from a willing purchaser which whom he was bargaining for the sale and purchase of the land ".

JADUAL 2
UNIT METRIK TERPILIH UNTUK KEGUNAAN SEKTOR TANAH

Unit Ukuran	Simbol	Simbol Penggunaannya		Persamaan		
			Metrik	Imperial		
Panjang				:		
Kilometer	km	Jarak, Panjang	1000 m	0.62 batu		
Meter	m	Ukuran Tanah	1 m	1.1ela 3.2808399 kaki 4.970965 ling		
			20 m	1 rantai•		
Sentimeter	sm	Ukuran atau Pelan	0.01 m	0.39 inci		
Luas				:		
Hektar	ha	Kawasan luas plot tanah	0.01 km ² 10,000 m ² 0.404686 ha	2.47105 ekar		
			0.404000 Ha	1 ekar 43,560 ka²		
Meter	m ²	Kawasan kecil, plot tanah	1 m ²	1.2 ela ² 10.76391 ka ² 24.710538 ling ²		
Depa	d	Kawasan sederhana, plot tanah	4.04686 m ²	10.76391 ka ²		
500 Depa	~	-	-	0.5 ekar		
Ekar		Kawasan luas plot tanah	4046.856 m ²	: 1 ekar		
lsi padu						
meter isipadu (sukatan Pejal)	m ³	Isipadu tanah tambun	1 m ³	35.32 ka ³		

JADUAL PENUKARAN KASAR

Isipadu	kaki padu	X	1/35	==	meter	padu
	meter padu	Х	35		kaki p	padu
Luas	ekar	Χ	4/10	=	hekta	r .
	hektar	Χ	25/10	=	ekar	
	kaki persegi	Χ	1/11		meter	persegi
	meter perse	gi	Χ	11	===	kaki persegi
	meter perse	gi	X	1/400	=	rantai persegi
	rantai perseç	gi	X	400	=	meter persegi
Panjang	batu	Χ	10/6	= '	kilome	eter
	sentimeter	Χ	4/10	=	inci	
	inci	X	25/10	=	sentim	eter
	kaki	Χ	3/10	=	meter	
	kilometer	Χ	6/10	=	batu	
	meter	Χ	10/3	=	kaki	
	meter	Χ	1/20	=	rantai	
	rantai	X	20	=	meter	

3. LANTAI TURAP

Jenis	RM
Upah dan Bahan	RM 30.00 smp
Lantai turap simen	
Lantai turap tar	RM 40.00 smp
Lantau turap tar (upah sahaja)	T RM 1.00 / ka ²

4. STOR

Jenis (Upah dan Bahan)		RM smp
Lantai Bumbung Dinding	: tanah : zink : tiada	RM 50.00
Lantai Bumbung Dinding	: tanah : bata : papan	RM 70.00
Lantai Bumbung Dinding	: tanah : zink : papan	RM 80.00
Lantai Bumbung Dinding	: tanah/papan : zink : zink	RM 100.00
Lantai Bumbung Dinding	: konkrit : zink : konkrit dan zink/papan	RM 120.00

B. Berdasarkan kuantiti

Bagi menambun keluasan 1 ekar dan kedalaman satu (1) kaki memerlukan 350 lori maka kaedah kadar terus boleh digunakan

1,000 Depa

= Y lori bagi kedalaman 1 kaki

Kos Tambun = $\frac{\text{Harga}}{\text{Lori}} \times \text{Y}(\text{Lori})$

Nota: Harga satu (1) Lori Tanah / Pasir = RM 60.00 - RM 80.00 / Iori (Iori 10 roda)

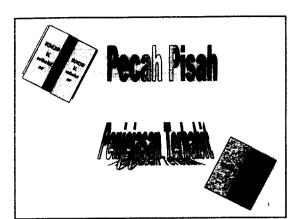
6. LAIN-LAIN KOS (MISCELENOUS)

Perigi (upah dan Bahan)	RM 60.00 sekeret
Pancang air (upah sahaja)	RM 12.00/ka
Rumah Asap Tembakau	
Sesebuah -	RM 16,000 (maklumat dari penduduk)
Berkembar	RM 32,000 (maklumat dari penduduk)
Pendawaian eletrik (upah dan bahan)	RM 35.00 / 1 point Plug RM40.00
Pindah / pemasangan meter air Julat Upah pemasangan siap	RM 1,000.00 - RM 1,200.00

6.0 PENUTUP

Harga-harga yang dikemukakan dalam Panduan Ringkas Penentuan Pampasan Pengambilan Tanah ini adalah sebagai garis panduan kepada Pegawai Siasatan bagi memudah serta membantu mereka membuat tawaran pampasan yang mencukupi dan seragam antara satu sama lain. Di samping itu juga, ianya amat berguna kepada para pegawai baru yang ditugaskan untuk mengendalikan keskes siasatan pengambilan tanah. Harga yang dikemukakan ini juga berubah-ubah mengikut keadaan semasa. Oleh yang demikian ianya hendaklah dikaji dari masa ke semasa.

Adalah diharapkan dengan adanya panduan ringkas ini yang pertama kali didokumentasikan secara bertulis dapat memudahkan dan melicinkan kerja-kerja siasatan pada masa depan dan penulis sangat berbesar hati sekiranya ada teguran-teguran yang membina bagi memperbaiki dan memperkemaskan lagi panduan ini.



Pecah Pisah (Severance)

Pecah-pisah bermakna satu penurunan nilai terhadap tanah-tanah atau baki tanah pemunyanya akibat pengambilan tanah tersebut.

Misalan pengambilan tanah untuk jalan yang akan memisahkan sebahagian estet dari yang lain. Pengambilan yang menyebabkan baki berbentuk tidak sekata atau luas terlalu kecil.

Pecal Pisah Severance

Severance/Injurious affection

- there is a <u>direct physical relationship</u> between the property taken and the property remaining (interdependence between the two lots)
- unity of use (acquisition of 0.5 hectare for petrol station in the same 30 hectare parcel)(ACTUAL and not PLANNED, remote or speculative)
- unity of ownership (portion/lot remaining must belong to the same owner and not just relatives/friends)

Siluesi

- Pengambilan <u>sebahagian</u> lot
- Pengambilan lot lot yang 'contiguous' di mana terdapat lot baki
- Lot berkenaan mesti terlibat dengan Pengambilan Tanah

UJIAN - tanah milik

- Adakah pemilikan dan kawalan setiap lot (termasuk lot yang diambil) memberi satu peningkatan nilai kepada seluruh.
- Test is whether possession & control of each piece of land including the piece taken gives an enhanced value to the whole

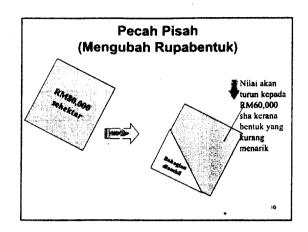
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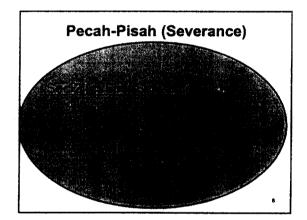
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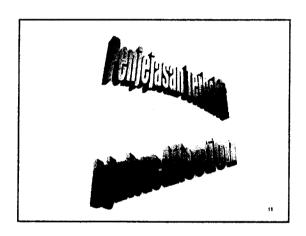
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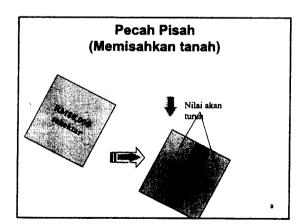
Pecah Pisah Berlaku

- Terdapat penurunan intensiti kegunaan tanah (reduce the intensity of land use (highest and best use reverting to a lower use)
- Rupabentuk yang tidak sekata (uneconomic shape and irregular shape increases costs of construction and fencing, with certain areas remaining unusable)
- Perubahan curun di mana tanah baki berada di bawah atau di atas – contoh laluan lebuhraya yang bertingkat.









Penjojana Tarbahit Unjugana masadon)

Ini adalah penurunan nilai tanah atau baki tanah pemunya akibat KEGUNAAN ke atas tanah yang diambil balik. Misalan pengambilan tanah bagi tapak perkuburan

t2

Penurunan mungkin secara sementara atau tetap. Sementara – semasa pembinaan dan tetap semasa kegunaan dilaksanakan atau akan dilaksanakan (actual or intended use).

•Penggunaan mesti sah (sejajar) dengan maksud Pengambilan - Looi Lam

COMPUTATIONS

(O)F

SEVERANCE

R

INJURIOUS AFFECTION

Penjejasan Terbabit

Kubur

Nilai akan
furun kepada
BM40,000
sha kerana
bersebelahan
anah kubur

COMPUTATION

"Before and After Method"

"Where a claim is made involving a diminution in value it is essential to have two valuations relating to the appellant's other land, namely, one, the market value immediately prior to the acquisition of the land and the other immediately after the acquisition. The difference between the two valuations may be taken as representing the extent of the injurious affection relating to diminution in value of land taken." Datuk Murugesu Sockalingam

- · REMAINING LAND NOT NECESSARY WHOLE
- Cost to rectfly the damage (Looi Lam)

Penjalasaa Ta**rbabit** Anjurius ser**etien**l

Sec 2(d) First Schedule

the damage, if any, sustained or likely to be sustained by the person interested at the time of the Collectors' taking, possession of the land by reason of the acquisition injudously affecting his other property, whether moveable of immoveable, irrany other mandate. **BEFORE & AFTER METHOD**

Before

Value of the whole unit
 LESS

х

• After

Value of the remaining portion

Y

Compensation for land taken and

X - Y

· LESS

Value of land taken based upon
 value on the "Before" basis

M

Value on the detore basis
 Compensation for severance

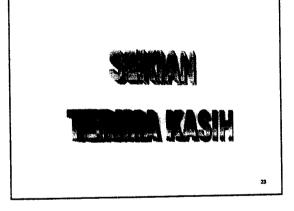
X-Y-M

SOME INSTANCE OF COURT'S AWARD

M/S Semantan Estate Ltd (1952) vs VLR, KL (C.Application 6/70)	15% nilai tanah
Consolidated Plantations Bhd v CLR Lower Perak	Nilai pecah pisah dan penjejasan terbabit – 50% nilai tanah baki

•	Lim Fao Yong v CLR	Severance awarded based on loss of rental. Supreme Court awarded but this claim of severance was rejected by the Privy Council.
		By reason of the acquisition the owners like hos Young are permanently disability fresh providing Collector of Land for the lipids a swimming pool and Received III. recreational facilities which they would have does. Therefore the appellents had suffered substantial financial loss from the reduction of the rental value of their hotel.
•		time of laint for inducting provisions or planning the branch of materity is an ell mill providing the all mill parameters, there is a largest to bury the error for providing parameters of vertice emply to the self-
_		

	CASES	DECISIONS
•	Collector Of Land Revenue v. Looi Lam (Federal Court Civil Appeal No. 238/79)	High Court (J. Vohrah) awarded on damages likely to be sustained by th house due to road davision. Federal Court upheld the High Court's decision. The Federal Court upheld the High Court Judgement that compensation for the damage to the house can be paid inspite of the fact that the damage was subsequent to the physical possession by the Collector.
		The Suffice questing the Indian case of Collector of Employees v Olifa Hath Roy and others his solid. It proprietor to entitled to consumenting for deservations of the value of his other land in so far as such depreciation is due to the antispensed language are of the solid and the solid antispensed language are of market in the solid antispensed language are of market in the solid antispensed language are of market in the solid antispensed language and the solid antispensed language are of the solid antispensed language and the solid antispensed language antispensed language and the solid antispensed language antispensed language and the solid antispensed language and the solid antispensed language antispensed language antispensed language and the solid antispensed language and the solid antispensed language antispensed language antispensed language and the solid antispensed language and the solid antispensed language antispensed language antispensed language and the solid antispensed language antispensed language antispensed language antispensed language and the solid antispensed language antispe
•	Consolidated Plantistions Shirty, Periumgut Hells Tanah Kelang. (KL Pederal Court Givil Appeal)	



3	Sur : Line List (1 ve VLR; KL (C-Application 6/76).	and familie 22 minus de familie
4	Anglo Jave Rubber Co Ltd V CLR JB (LR 4 of 1955)	Land acquired is severed from the main estate, any lose of carrings acceed to the objectors to by such severance and does not come under injurious effection. If think a claim under the heading "injurious effection" can only be put forward whom descape to caused to the objectors by the use to which the land is put. In other words, by reason of the acquirellion, and not by reason of the acquirellion. Reverance given as entilepatory as the CLR has not affine presented.
5	Consolidated Plantations Bhd v CLR Lower Perak	Resek J.: centiquous let must meen as including a let edjoining and separated by a road

LAND ACQUISITION IN malaysia

antaga antag Tanga antaga antaga

By
MANI USILAPPAN
DEPUTY DIRECTOR GENERAL
JPPH

THE CHANGE BEGINS

- FROM AGRICULTURE TO INDUSTRIES
- **VISION 2020**
- **EDUCATION AND TRAINING**
- PRIVATISATION
- = HEAVY INDUSTRIES

of the company of the second

- NEW TOWNSHIPS
- NEW HIGHWAYS
- NEW INDUSTRAIL AREAS.
- PUTRAJAYA
- CYBERJAYA

NEED OF COMPUNSORY

- "SOVEREIGN POWER OF EVERY STATE TO APPROPRIATE INDIVIDUAL'S LAND FOR PUBLIC UTILITIES"
- "SALUS POPULI SUPREMA LEX"

en du**kso**f. La 120 **- E**r

- **COMPENSATION PRINCIPLES**
 - COMMON LAW PRINCIPLES
 - **CONSTITUTIONAL PRINCIPLE**

PRINCIPLE OF COMPENSATION

"the right to be put, so far as money can do it in the same position as if his land has not been taken from him. In other words, he gains the right to receive a money payment not less than the loss imposed on him in the public interest, but, on the other hand, no greater".

This is called the *principle of equivalence* by Lord Scott in Horn V Sunderland Corporation

SAFEGUARDS FOR THE LANDOWNER

FEDERAL CONSTITUTION

- 13(1) No person shall be <u>deprived</u> of property save in accordance with law
- 13(2) No law shall provide for the compulsory acquisition or use of property without adequate compensation.
- ·LAND ACQUISITION ACT
 ·ADEQUATE COMPENSATION
 ·MARKET VALUE
 ·OTHER COMPENSATION ITEMS

PURPOSE OF ACQUISITION

ACQUISITION UNDER SECTION 3(1)(a)

PUBLIC PURPOSE

ACQUISITION UNDER SECTION 3(1)(b)

ECONOMIC DEVELOPMENT

ACQUISITION UNDER SECTION 3(1)(c)

PUBLIC SECTOR DEVELOPMENT

CORPORATIONS

FOR 3(1)(b) and (c)

APPLICANT SENDS APPLICATION TO PTD

PTD SENDS APPLICATION TO SEPU- fulfill requirements IF NO DEVELOPMENT PLANS ARE AVAILABLE

SEPU CONSIDERS APPLICATION

NEGOTIATE ONLY IF ACQUISITION IS FOR PUBLIC UTILITIES AND LAND HAS DEVELOPMENT APPROVAL

ISSUES

LAND WITH DEVELOPMENT APPROVAL
WANTED FOR PUBLIC UTILITY
DIRECT THAT NEGOTIATION TAKES PLACE
OBTAIN FEEDBACK
OTHER CASES AT THE DISCRETION OF THE
SEPU'S WHETHER TO NEGOTIATE OR NOT

ACTION BY SEPU

SEPU MAKES RECOMMENDATIONS

STATE COMMITTEE EVALUATES RECOMMENDATIONS

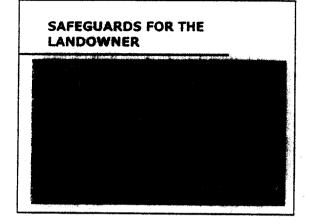
STATE AUTHORITY ACCEPTS OR REJECTS THE EVALUATION

IF ACCEPTED LAND IS SEND FOR ACQUISITION

SAFEGUARDS FOR THE LANDOWNER

ISSUES

PROCEDURES
BENEFITS TO LANDOWNER
PREVENTS UNILATERAL ACTION BY
AGENCIES OR CORPORATIONS
DELAYS
COSTS



OBJECTIONS AND APPEALS

JUDGE AND TWO ASSESSORS

ONE PRIVATE AND ANOTHER PUBLIC SECTOR
ASSESSOR

QUALIFIED AND COMPETENT VALUERS

WRITTEN DECISION

JUDGE TO CONCUR

DECISION ON COMPENSATION FINAL
APPEAL ONLY ON POINTS OF LAW

MARKET VALUE

WILLING BUYER
WILLING SELLER
BARGAINING
REASONABLY EXPECTED TO REALISE

DATE OF VALUATION
SECTION 4
SECTION 8

MARKET VALUE

POTENTIALITIES

EXPRESS CONDITION

NEW SECTION 2(BA)

PLANNING CERTIFICATE

BY TOWN AND COUNTRY PLANNING
DEPARTMENT.

OTHER CASES

INTERESTS TO BE VALUED

EXPRESS AND IMPLIED CONDITIONS OF TITLE

LEASEHOLD LAND

SCHEDULED LAND

MARAY RESERVATION LAND

A STATE OF THE PROPERTY OF THE PARTY OF THE

REINSTATEMENT
ER BOON YAN
ANTIQUITIES ACT
AGRICULTURE LANDS
SECTION 214A OF THE NLC
SUA BETONG OVER-RULED
ENCUMBERED LANDS
MINING LANDS

METHODS OF VALUATION

VALUER MAY USE ANY APPRILATE METHOD

COMMON METHODS ARE

COMPARISON METHOD

INVESTMENT METHOD

COST METHOD

RESIDUAL METHOD

PROFITS METHOD

DISCOUNTED CASHFLOW METHOD

COMPARISON METHOD

SALES OF SIMILAR LANDS IN THE VICINITY

PREVIOUS SALE OF THE LAND WITHIN TWO YEARS

EXCLUDE POST-NOTIFICATION SALES

OTHER CLAIMS

- SEVERANCE
- INJURIOUS AFFECTION
- COSTS OF REMOVAL
 - ACCOMMODATION WORKS
- BETTERMENT

AMENDMENT TO FIRST SCHEDULE

SUBPARAGRAPH 1(1)(a)

AMENDED TO EXTEND THE PERIOD FOR SEC 4 NOTICE TO 12 MONTHS.

PREVIOUSLY 6 MONTHS.

SUBPARAGRAPH I(1A)

IS INTRODUCED TO PROVIDE THAT IN ASSESSING THE MARKET VALUE OF LAND, VALUER MAY USE ANY SUITABLE METHOD OF VALUATION REGARD TO BE HAD TO THE RECENT SALES OF LAND WITH SIMILAR CHARACTERISTICS SITUATED WITHIN SAME VICINITY.

LAST TRANSCACTION ON THE SCHEDULED LAND WITHIN TWO YEARS FROM THE DATE OF THE GAZETTE IS TO BE CONSIDERED

SUBPARAGRAPH I(IB)

INTRODUCED WHEREBY ONLY A PART OF LAND TO BE ACQUIRED, THE MARKET VALUE SHALL BE DETERMINED BY REFERENCE TO THE WHOLE LAND AS SHOWN IN THE DOCUMENT OF TITLE, AFTER HAVING REGARD TO THE PARTICULAR FEATURES OF THAT PART.

SUBPARAGRAPH I(IC)

INTRODUCED TO PERMIT ONLY THE SALES OF LAND ON OR BEFORE THE DATE OF ACQUISITION, TO BE TAKEN INTO CONSIDERATION IN DETERMINING THE MARKET VALUE

SUBPARAGRAPH I(ID)

INTRODUCED WHEREBY IN ASSESSING THE MARKET VALUE OF LAND HELD UNDER LEASE REGARD IS TO BE MADE TO THE EXPIRY DATE AND NOT TO THE LIKELIHOOD OF SUBSEQUENT ALIENATION TO THE SAME PROPRIETOR.

SUBPARAGRAPH 9(2A)

AMENDED WHEREBY THE FACT THAT A
SCHEDULED LAND TO BE ACQUIRED IS A
MALAY RESERVATION LAND, MALAY
HOLDING OR CUSTOMARY LAND SHALL NOT
BE TAKEN INTO ACCOUNT IN ASSESSING THE
MARKET VALUE EXCEPT WHERE THE
SCHEDULED LAND IS TO BE DEVOTED AFTER
THE ACQUISITION, SOLELY TO A PRUPOSE FOR
THE BENEFIT OF PERSONS WHO ARE ELIGIBLE
TO HOLD SUCH LAND UNDER THE RELEVANT
WRITTEN LAW.

SUBPARAGRAPH 1(2B)

DELETED AS IT IS NO LONGER NECESSARY IN VIEW OF THE OTHER AMENDMENTS MADE TO THE ACT.

SUBPARAGRAPH 1(2BA)

INTRODUCED WHEREBY IF INFORMATION SUBMITTED BY STATE DIRECTOR OF TOWN AND COUNTRY PLANNING OR COMMISSIONER OF THE CITY OF KL, INDICATED THAT SCHEDULED LAND IS WITHIN LOCAL PLANNING AUTHORITY AREA, THE LAND SHALL BE ASSESSED ACCORDING TO THE SPECIFIC LAND USE INDICATED IN THE DEVELOPMENT PLAN.

SUBPRAGRAPH I(2D)

ESTATE LAND, THE MARKET VALUE SHALL NOT BE AFFECTED BY THE FACT THAT IT CAN BE SOLD TO ONE PERSON.

SUBPARAGRAPH 1(3A)

INTRODUCED TO PROVIDE THAT THE VALUE OF ANY BUILDING ON LAND TO BE ACQUIRED SHALL BE DISREGARDED IF THAT BUILDING IS NOT PERMITTED FOR THAT CATEGORY OF LAND USE, OR BY AN EXPRESS OR IMPLIED CONDITION OR RESTRICTION, TO WHICH THE LAND IS SUBJECT TO OR DEEMED TO BE SUBJECT TO, UNDER THE STATE LAND LAW.

SUBPARAGRAPH 2(b)

AMENDED TO RIGERT THE WORDS "WHICH SHALL BE DEDUCTED FROM THE TOTAL COMPENSATION".

TO MAKE IT CONSISTENT WITH THE PROVISIONSOF PARAGRAPH 47(2)(b) OF THE ACT.

SUBPARAGRAPH 2(d)

AMENDED TO DELETE THE WORDS "OR HIS ACTUAL EARNINGS" SINCE THESE WORDS ARE UNNECESSARY CONSIDERING THAT THE MATTER IS ALREADY COVERED BY THE EXISTING SUBPARAGRAPH 2(e).

AMENDMENT TO OTHER SECTIONS

SECTION 5

AMENDED BY SUBSTITUTING THE WORD "COMMISSIONER" WITH "STATE DIRECTOR"

SECTION 8

NEW SUBSECTION (5) TO EMPOWER THE LAND ADMINISTRATOR TO PAY COMPENSATION IN THE CASE OF THE DECLARATION UNDER SUBSECTION (1) HAS LAPSED

SECTION 9

IS AMENDED BY DELETING THE WORDS "IN STATES OTHER THAN THE STATES OF PENANG AND MALACCA"

SECTION 9A

NEW SECTION TO ENABLE THE LAND
ADMINISTRATOR TO OBTAIN INFORMATION
FROM THE STATE DIRECTOR OF TOWN AND
COUNTRY PLANNING OR THE COMMISSIONER
OF THE CITY OF KL

WHETHER THE SCHEDULED LAND:

IS WITHIN A LOCAL PLANNING AUTHORITY AREA;

HAS A DEVELOPMENT APPROVAL;

LAND USE INDICATED IN THE DEVELOPMENT PLAN

SECTION 12

NEW PROVISO TO PROVIDE LAND ADMINISTRATOR TO OBTAIN WRITTEN OPINION FROM VALUER BEFORE MAKING AWARD UNDER SECTION 14

SECTION 14

HAS INCLUDED VALUATION FEES.AS PART OF THE COSTS INCURRED FOR THE PROCEEDINGS BEFORE THE LAND ADMINISTRATOR

SECTION 19

IS TO EMPOWER THE LAND ADMINISTRATOR TO ISSUE A CERTIFICATE OF URGENCY IN RESPECT OF ACQUISITION UNDER PARAGRAPH 3(1)(b) WHERE IT IS FOR PUBLIC UTILITY

SECTION 20

IS TO EXCLUDE THE MAIN ACCESS TO A BUILDING ON A SCHEDULED LAND FROM BEING POSSESSED BY LAND ADMINISTRATOR UNDER CERTIFICATE OF URGENCY

SECTION 23 AND 66

IS TO PROVIDE FOR VESTING OF A PARCEL OF A SUBDIVIDED BUILDING IN THE PERSON OR CORPORATION ON WHOSE BEHALF THE PARCEL HAS BEEN ACQUIRED

SECTION 24 AND 27

IS TO DELETE ALL REFERENCES TO A "DEED" OR "DEED EVIDENCING TITLE" SINCE IT IS NO LONGER APPLICABLE

SECTION 29A, 32 AND 48

ARE TO SUBSTITUTE THE WORD "INTEREST" WITH "LATE PAYMENT CHARGES"

SECTION 32A

IS TO PROVIDE THE MEANING OF "PAYMENT" FOR THE PURPOSES OF SECTION 29A, 32 AND 48

SECTION 35

PROVIDES THAT EVERY WITHDRAWAL FROM ACQUISITION SHALL BE UAZETTED.

NEW SUBSECTION (5) IS INTRODUCED TO ALLOW THE LAND ADMINISTRATOR TO FORFEIT FROM THE DEPOSIT, WHERE THERE IS ANY WITHDRAWAL MADE UNDER THE SECTION, AN AMOUNT WHICH IS SUFFICIENT TO DEFRAY THE AMOUNT OF COSTS AND DAMAGES INCURRED BY ANY PERSON INTERESTED

SECTION 37

IS TO PRECLUDE AN OBJECTION BEING MADE TO THE COURT WHERE THE TOTAL AMOUNT OF COMPENSATION AWARDED DOES NOT EXCEED THREE THOUSAND RINGGIT

SECTION 38

IS TO EXTEND THE TIME LIMIT FROM THREE MONTHS TO SIX MONTHS FOR THE LAND ADMINISTRATOR TO REFER ANY OBJECTION TO COURT

SECTION 39

IS TO INCREASE THE AMOUNT OF DEPOSIT REQUIRED BY THE LAND ADMINISTRATOR IN A REFERENCE TO COURT, TO A SUM OF THREE THOUSAND RINGGIT OR TEN PERCENT OF THE AMOUNT CLAIMED, WHICHEVER IS THE LESS PREVIOUSLY RMI.500 THE LA'S AWARD WHICHEVER IS THE LESS

SECTION 40A

OBJECTION PROCEEDINGS IN REGARD TO COMPENSATION TO BE HEARD BY A COURT CONSISTING OF THE JUDGE AND TWO ASSESSORS.

THE ASSESSORS SHALL BE APPOINTED BY THE COURT FROM A LIST OF:

REGISTERED VALUERS AND APPRAISERS; AND GOVERNMENT VALUATION OFFICERS

SECTION 40B

LEGAL DUTY OF THE TWO ASSESSORS TO ATTEND COURT.

AN ASSESSOR WHO IS NOT A VALUATION OFFICER EMPLOYED BY GOVERNMENT WILL BE PAID A FEE NOT EXCEEDING FIVE HUNDRED RINGGIT A DAY

DISCIPLINARY PROCEEDINGS WILL BE TAKEN

SECTION 40C

OPINION OF EACH OF THE TWO ASSESSORS ON THE VARIOUS HEAD OF COMPENSATION SHALL BE IN WRITING AND SHALL BE RECORDED BY THE JUDGE.

SECTION 40D

DECISION OF THE COURT ON THE AMOUNT OF COMPENSATION TO BE AWARDED SHALL BE THE AMOUNT DECIDED UPON BY THE TWO ASSESSORS.

WHERE OPINION OF ASSESSORS DIFFER, JUDGE WILL HAVE TO CHOOSE THE DECISION OF EITHER ONE OF THE ASSESSORS.

DECISION MADE BY THE JUDGE IS FINAL AND NO APPEAL THEREFROM.

SECTION 45

TO INTRODUCE NEW SUBSECTION (I.A) TO PROVIDE FOR THE PROVISIONS OF THE THIRD SCHEDULE TO APPLY TO EVERY PROCEEDINGS UNDER THE ACT

NEW SUBSECTION (1B) SEEKS TO EMPOWER THE RULES COMMITTEE TO AMEND THE PROVISIONS OF THIRD SCHEDULE

PRACTICE DIRECTION 11 OF 1987 BECOMES PART OF THE ACT

SECTION 47

PROVIDES THAT THE DECISION OF THE COURT SHALL ALSO BE SIGNED BY THE TWO ASSESSORS IN ADDITION TO THE EXISTING REQUIREMENT THAT IT SHOULD BE SIGNED BY THE JUDGE

SECTION 49

IS TO SUBSTITUTE THE WORDS "SUPREME COURT" WITH "COURT OF APPEAL AND TO THE FEDERAL COURT"

SECTION 54

IS TO INTRODUCE A NEW PARAGRAPH (c) TO ALLOW THE LAND ADMINISTRATOR TO PUBLISH A NOTICE UNDER THE ACT IN SUCH LOCAL NEWSPAPER AS HE THINKS FIT

SECTION 64

IS TO INSERT A NEW PARAGRAPH (a) AND TO INCREASE THE PENALTY FOR OBSTRUCTION TO IMPRISONMENT NOT EXCEEDING SIX MONTHS OR FINE NOT EXCEEDING FIVE THOUSAND RINGGIT OR BOTH

PREVIOUSLY < 1 MONTHS OR > RM200.00 OR BOTH

SECTION 69

IS TO INSERT A NEW PARAGRAPH (d) TO EMPOWER THE MINISTER TO MAKE RULES, ON PRESCRIPTION OF FORM, FEE AND DEPOSIT REGARDING ACQUISITION UNDER PARAGRAPH 3(1)(b) OR (c)

SOME OBSERVATIONS

1976 AND 1984 AMENDMENTS

SINGAPORE LAND ACQUISITION ACT

INJURIOUS AFFECTION WHERE NO LAND IS ACQUIRED

PAYMENT FOR PROFESIONAL SERVICES

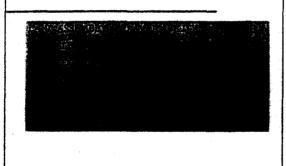
ROLE OF A VALUER

ROLE OF A PLANNER

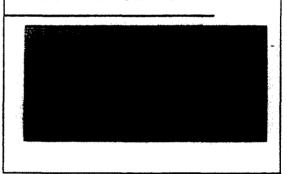
RENT CONTROLLED PREMISES

OTHER METHODS OF VALUATION

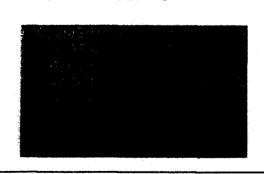
MAJOR CONCERNS



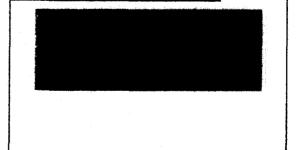
MAJOR CONCERNS

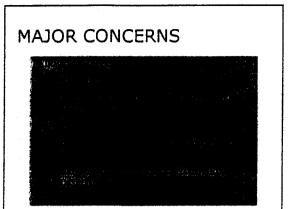


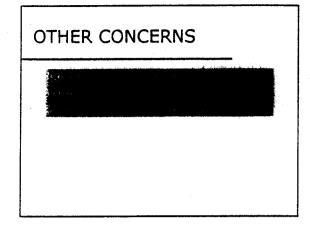
MAJOR CONCERNS



MAJOR CONCERNS

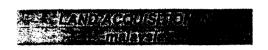






Conclusion

Land acquisition is a complex area. The compulsory taking of one's possession, especially land, causes unknown hardships. Hence, the legislation legal provision used to be sensitive, adequate and beneficial to the affected parties. Wherever possible land developments should be carried through the process of normal economic involving supply and demand. The use of police powers to compell the compulsory acquisition of land to further the economic pursuit of some, against others, will causes difficulties and hardships. A more sensitive and generous treatment of affected persons will make acquisition proceeding's easier. However, this might increase development costs and makes the project uneconomical. In every land acquisition, people suffer more than they benefit. Hence, there is a need to deal with land acquisition more pragmatically.



By DATO' MANI USILAPPAN DEPUTY DIRECTOR GENERAL JPPH

Land Acquisition & Nation Building

- · What is land acquisition
- why we need legal powers
- · why land acquisition is needed
- role of valuers
- · government valuers
- private sector valuers
- valuer and government servant

A CONTRACTOR OF THE STATE OF TH

- FROM AGRICULTURE TO INDUSTRIES.
- VISION 2020
- · EDUCATION AND TRAINING
- · PRIVATISATION
- · HEAVY INDUSTRIES

- NEW TOWNSHIPS
- NEW HIGHWAYS
- NEW INDUSTRAIL AREAS.
- · PUTRAJAYA
- · CYBERJAYA



- "SOVEREIGN POWER OF EVERY STATE TO APPROPRIATE INDIVIDUAL'S LAND FOR PUBLIC UTILITIES"
- · "SALUS POPULI SUPREMA LEX"

Land Acquisition & Nation Building

- Role as government valuer
- · role as government servant
- knowledge & skills
- knowledge of valuation
- · knowledge of law
- writing skills

Land Acquisition & Nation Building

- · Presentation skills
- · listening skills
- · analytical skills
- numeracy
- · negotiation skills

SAFEGUARDS FOR THE LANDOWNER

FEDERAL CONSTITUTION

13(1) No person shall be deprived of property save in accordance with law

No law shall provide for the compulsory acquisition or use of property without adequate compensation.

LAND ACQUISITION

TERMS USED IN COMPENSATION

TERMS

LAND ACQUISITION

ADEQUATE COMPENSATION EXPROPRIATION

FAIR COMPENSATION

RESUMPTION

CONDEMNATION JUST COMPENSATION

COMPULSORY PURCHASE

EMINENT DOMAIN

LAND ACQUISITION

BASIC RIGHTS IN COMPENSATION

NATURAL JUSTICE RIGHT TO BE HEARD RIGHT TO CLAIM **DUE PROCESS DUE DILIGENCE EQUIVALENCE**

LAND ACQUISITION

HEADS OF CLAIMS

MARKET VALUE OF LAND TAKEN INJURY FOR SEVERANCE INJURY FOR INJURIOUS AFFECTION CONSEQUENTIAL LOSS **EQUIVALENT REINSTATEMENT** BETTERMENT

LAND ACQUISITION

GENERAL RULES

NATURAL AND DIRECT CONSEQUENCE OF ACQUISITION TO BE COMPENSATED

ILLEGALITY

CONSISTENCY

DUTY TO MITIGATE

INCREASE OR DECREASE IN VALUE **IGNORED**

LAND ACQUISITION

GENERAL RULES

DISINCLINATION TO PART WITH LAND URGENCY IN THE ACQUISITION INCREASE OR DECREASE OWING TO THE PROJECT

Federal Constitution

- · Deprived
- · accordance with law
- · (due process)
- · natural justice
- · fair-play
- · right to be heard
- · enacted law

Federal Constitution

- · compulsory acquisition
- · compulsory use
- · adequate compensation
- · fair compensation
- · just compensation
- · nature of land alienation & use
- · national land code and all other laws

Federal Constitution

- · Article 13 a
 - no person shall be deprived of land
 - safe in accordance with law
- · Article 13 b
 - no law shall provide for the compulsory acquisition and use of land without adequate compensation

A SEGULATION OF SEGULATION OF THE SEGULATION OF

- · COMPENSATION PRINCIPLES
 - COMMON LAW PRINCIPLES
 - CONSTITUTIONAL PRINCIPLE

LAND ACQUISITION

MARKET VALUE CONSIDERATIONS

PURPOSE OF ALIENATION SPECIFICALLY ALLOWED POTENTIALITIES HIGHEST AND BEST USE

PLANNED USE

INTERIM USE

PREMATURE SUBDIVISIONS

LAND ACQUISITION

HIGHEST AND BEST USE ANALYSIS

DEFINITION

THE MOST PROBABLE USE OF OF A PROPERTY WHICH IS PHYSICALLY POSSIBLE, APPROPRIATELY JUSTIFIED, LEGALLY PEASIBLE AND WHICH RESULTS IN THE HIGHEST VALUE OF THE PROPERTY BEING VALUED

LAND ACQUISITION

HIGHEST AND BEST USE ANALYSIS

- PHYSICALLY POSSIBLE
- APPROPRIATELY JUSTIFIED
- ·LEGALLY PERMISSIBLE
- ·FINANCIALLY FEASIBLE
- ·HIGHEST VALUE

LAND ACQUISITION

PARTIAL ACQUISITION DAMAGES

DAMAGES RELATED TO PROPERTY

SEVERANCE

INJURIOUS AFFECTION

BETTERMENT

REMEDIAL WORKS

ESTATE LAND

MALAY RESERVATION LANDS

LAND ACQUISITION

PARTIAL ACQUISITION DAMAGES

DAMAGES NOT RELATED TO PROPERTY

COST OF MOVING

BUSINESS LOSS

LOSS OF GOODWILL

FITTINGS AND FIXTURES

CONSEQUENTIAL DAMAGES

LAND ACQUISITION

COMPENSATION WHERE NO LAND IS TAKEN

INJURIOUS AFFECTION

MACARTHY RULES

LAND ACQUISITION

MAJOR CONCERNS

LAND ASSEMBLY AND AVAILABILITY

SIZE

LOCATION

NATURE OF OWNERSHIPS

LEASEHOLD/FREEHOILD

RIGHTS ON LAND

RANSOM SITES

LAND ACQUISITION

MAJOR CONCERNS

DUE PROCESS LEGISLATION
JUSTICE
BONA FIDE ACQUISITION
NEW PROCESS
DELAYS

LAND ACQUISITION

MAJOR CONCERNS

FAIR AND JUST COMPENSATION
ADEQUATE COMPENSATION
PLANNED USE VALUE??
EQUITABLE IN LAW AND IN PRACTICE
RELOCATION?
BUSINESS LOSSES
BETTERMENT QUO VADIS?

LAND ACQUISITION

MAJOR CONCERNS

RIGHT TO BE HEARD

PRE- ACQUISITION HEARING

AVOIDING MALA FIDE DISPUTES

REPRESENTATION BY EXPERTS

LAND ACQUISITION

MAJOR CONCERNS

FAIRER COMPENSATION

PAY ALL EXPENSES

FULL TRANSPORT COSTS AND ANY LOSS

MAKING MOVES

LAND TRIBUNAL/LAY TIBUNAL QUALIFIED IN PROPERTY MATTERS
ALSO INCLUDE OTHER LAND BASED DISPUTES

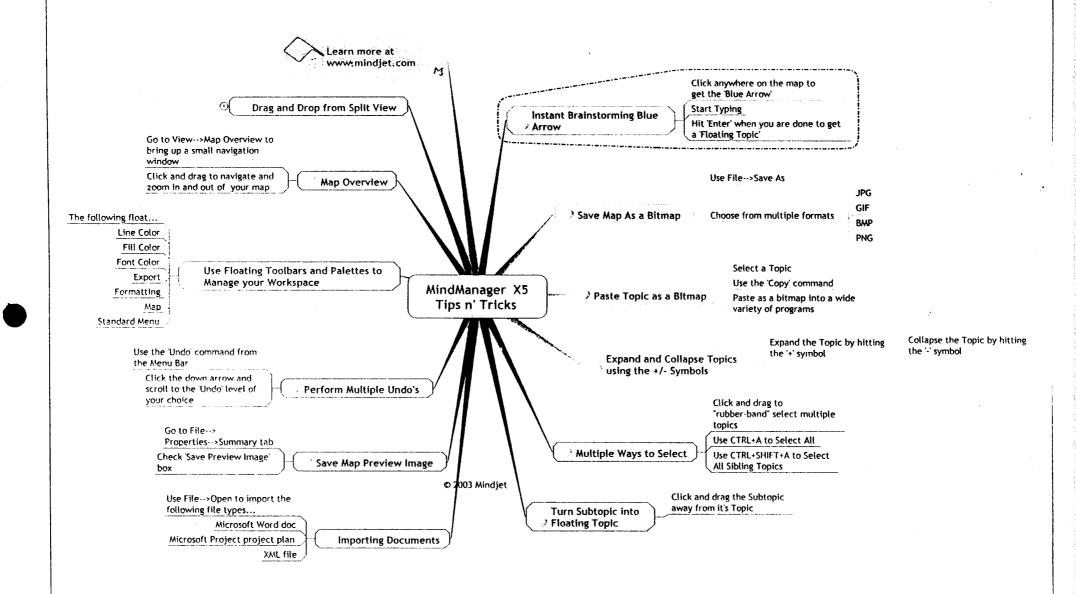
LAND ACQUISITION

MAJOR CONCERNS

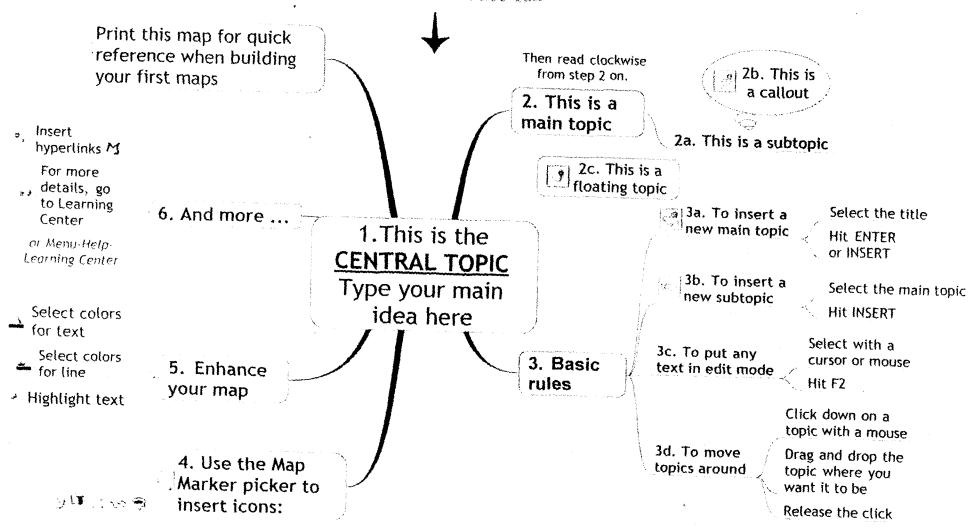
GOVERNMENT'S ENABLING ROLE LAND READJUSTMENT

LAND ACQUISITION

QUESTION AND ANSWER



START HERE



Benefits and Safeguards for the Landowner In Land Acquisition Cases

MANI USILAPPAN
DEPUTY DIRECTOR GENERAL
VALUATION AND PROPERTY
SERVICES DEPARTMENT

SAFEGUARDS FOR THE LANDOWNER

PRINCIPLE OF COMPENSATION

"the right to be put, so far as money can do it in the same position as if his land has not been taken from him. In other words, he gains the right to receive a money payment not less than the loss imposed on him in the public interest, but, on the other hand, no greater".

This is called the *principle of equivalence* by Lord Scott in Horn V Sunderland Corporation

SAFEGUARDS FOR THE PARTICIPATION

FEDERAL CONSTITUTION

13(1) No person shall be deprived of property save in accordance with law

13(2) No law shall provide for the compulsory acquisition or use of property without adequate compensation.

- **-LAND ACQUISITION ACT**
- -ADEQUATE COMPENSATION
- ·MARKET VALUE
- OTHER COMPENSATION ITEMS

PURPOSE OF ACQUISITION

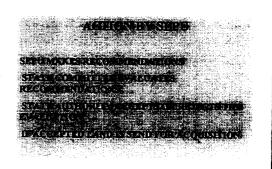
ACQUISITION UNDER SECTION 3(1)(a)
ACQUISITION UNDER SECTION 3(1)(b)
ACQUISITION UNDER SECTION 3(1)(c)

FOR 3(1)(b) and (c).

APPLICANT SENDS APPLICATION TO SEPU-fulfill requirements

SEPU CONSIDERS APPLICATION

ASEANS DESCRIPTION OF THE PROPERTY OF THE PROP





SAFEGUARDS FOR THE LANDOWNER

ISSUES

PROCEDURES
BENEFITS TO LANDOWNER
PREVENTS UNILATERAL ACTION BY
AGENCIES OR CORPORATIONS
DELAYS
COSTS

SAFEGUARDS FOR THE LANDOWNER

ACQUISITION MALA FIDE
PROCEDURAL REQUIREMENT
DELAY IN ACQUISITIONS PROCEEDINGS
LAPSE IN ACQUISITION AFTER 2 YEARS
PAYMENT OF INTEREST
CERTIFICATE OF URGENCY
WITHDRAWAL AND COMPENSATION
MORE PEOPLE DEEMED PERSONS INTERESTED

OBJECTIONS AND APPEALS

JUDGE AND TWO ASSESSORS
ONE PRIVATE AND ANOTHER PUBLIC SECTOR
ASSESSOR
QUALIFIED AND COMPETENT VALUERS
WRITTEN DECISION
JUDGE TO CONCUR
DECISION ON COMPENSATION FINAL
APPEAL ONLY ON POINTS OF LAW

MARKET VALUE

WILLING BUYER
WILLING SELLER
BARGAINING
REASONABLY EXPECTED TO REALISE

DATE OF VALUATION SECTION 4 SECTION 8

MARKET VALUE

POTENTIALITIES

EXPRESS CONDITION
NEW SECTION 2(BA)
PLANNING CERTIFICATE
BY TOWN AND COUNTRY PLANNING
DEPARTMENT
OTHER CASES

INTERESTS TO BE VALUED

EXPRESS AND IMPLIED CONDITIONS OF TITLE

LEASEHOLD LAND

SCHEDULED:LAND

MALAY RESERVATION LAND

LAND ZONED FOR PUBLIC PURPOSE

REINSTATEMENT
ER BOON YAN
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SOME OBSERVATIONS

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ROLE OF A VALUER
ROLE OF A PLANNER
RENT CONTROLLED PREMISES
OTHER METHODS OF VALUATION



SESSION CONTENT

8:30 - 10:30 pg

Report Writing Technique

11.00 - 12.15 tgh

Case Study

2.45 - 4.15 ptg-

Presentation

REPORT WRITING TECHNIQUE

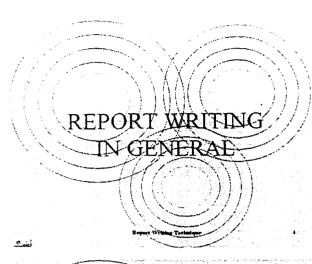
- · Report writing in general
- ·What is a valuation report?
- Purposes of valuation reports
- Importance of a valuation report
- Qualities of a good and complete valuation report

Report Williag Technique

REPORT WRITING TECHNIQUE

- The standards for a valuation report
- Minimum contents of a valuation report
- Report Format
- · Common errors found in valuation reports
- Conclusion

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WHY ARE REPORTS IMPORTANT TO AN ORGANIZATION?

Main communication media by which to communicate authoritative/and substantive news

- · results of investigations
- · latest earnings
- · periodic sales figures

An important media by which individuals/teams/committees communicate within the organization.

WHY IS THE QUALITY OF YOUR REPORT IMPORTANT FO YOU?

It tells readers how well you

- think
- · gather assemble and analyze data
- · draw conclusions and recommendations from data
- · support your assertions
- you create messages that meet the needs of your readers

Reports that you create depict your competence.

REPORTS
Definition

Messages that present a collection of data thoughtfully adapted to the needs of the report readers to help them make informed decisions within a professional context

REPORT	WRITING	TECHNIQUE

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REPORTS Definition

A report is one that consolidates facts observations, findings, opinions conclusions and recommendations

0.

WHAT IS A VALUATION REPORT?

- · A written document of valuation MVS
- for a specific purpose
- · referring to one or more properties
- · and contains
 - relevant information, analysis and findings of the subject property
 - o supportive evidences of values and opinions
 - o and a recommendation of its capital/rental value

WHATIS A VALUATION REPORT?

has the purpose of communicating the capital/rental value of the property for clients has to enable him to make a subsequent decision.

last step in the valuation process

2

PURPOSES OF VALUATION REPORTS (Standard 5 of MVS)

- · Loan security
- · Sale by auction
- Fire insurance
- · Company financial accounts
- · Sale and purchase
- · Valuation for SC

Report Willing Ferlinique

			
			
			
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PURPOSES OF VALUATION REPORTS

(Standard 5 of MVS)

- Compulsory acquisition;
- Statutory valuations eg. SD, RPTG, rates. premium
- · Rental/leases:
- · Housing loans
- · Civil suits

IMPORTANCE OF A-VALUATION REPORT

- Acts as a legal document in defending a valuation done
- May be a comparable for future valuations
- As a source of future reference in update valuations
- Adds on as additional data base
- Serves as an advertisement in obtaining other valuation business

QUALITIES OF A GOOD AND COMPLETE VALUATION REPORT

(ASP, -Chapter, 10)

- All statements must be paragraphed and arranged in a logical order.
- Sentences must be clear, short, concise and simple
- Sentences must be grammartically correct and with the correct punctuation marks, avoid difficult terminologies, & repeatations

QUALITIES OF A GOOD AND COMPLETE WALLIATION REPORT (ASP -Chapter 10)

- Avoid any misrepresentations, omission of important facts and hearsay evidences
- Every paragraph is numbered for ease of reference
- *Table of contents for ease of reference
- ❖Opinions offered must be logical, balanced and supported by sound evidences
- →Reports must carry the appropriate plans

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QUALITIES OF A GOOD AND COMPLETE VALUATION REPORT

(ASP -Chapter 10)

- ♣Reports must carry photos of subject property as well as comparables whenever possible
- Reports must carry the full name of the Valuer, his professional qualifications, his designation and signature
- ❖The whole report including the appendices must be similarly orientated

THE STANDARDS FOR

- Valuation reports must conform with the
- Be Sta

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/AEA's requirements are spelt out in	
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CONTENTS OF A	
VALUATION REPORT	
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type of property valued	
purpose of valuation	
Report Williag Technique	
INIMUM CONTENTS OF A	
VALUATION REPORT	
A CONTRACTOR OF THE CONTRACTOR	
(Standard 7 of MVS)	
rions to value	
of instruct of the client's needs and requirements	
irm services to be provided	
Scope of work	
Reporting formats	
Assumptions to be made Limiting conditions (if any)	
ort is confidential to the client for the specific purpose	
hich it reters	
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WRITING TECHNIQUE	· · · · · · · · · · · · · · · · · · ·

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MINIMUM CONTENTS OF A	
VALUATION REPORT	·
(Standard 7 of MVS)	
2. Interest to be valued	
• WHAT to value	
Where the interest is not found in the title, the	
Valuer shall state the interest clearly and include	
the document that grants such an interest	
- HARRIANN	
Report Witting Technique	
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MINIMUM CONTENTS OF A	
VALUATION REPORT	
(Standard 7 of MVS)	
3. Purpose of valuation	
· Loan security compulsory acquisition, etc	
Purpose of valuation determines basis of valuation	
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Report Witnes Toronton	
MINIMUM CONTENTS OF A	
VALUATION REPORT	
(Standardy of MVS)	
4. Date of valuation	
As determined by	
Date of inspection	
· Statutes	
Predetermine by clients	
Value may your markedly over time due to	
Economic factor Legal factor	
Bernet Withing Technique	
A COLDENS AND ARTHUR STATE	
MINIMUM CONTENTS OF A	
VALUATION REPORT	
Standard of MVS) 5. Idspection (in accordance with AVS)	
WHEN and by WHOM	
Procedures in inspection and referencing	
Inspect and identify the property by reference to survey sheet boundary marks of other identification	
Inspect the neighbourhood	
Details visible from visual inspection are accurately reported	
Use the ISM Uniform Method of Measurement of	
Buildings'	
Repart William Technique	
The state of the s	

Memo MINIMUM CONTENTS OF A VALUATION REPORT (Standard 7 of MVS) 6. Title particulars (in accordance with MVS 6) All relevant title details must be stated Title details ascertained from title document Where title document is not available, the source of such detail must be identified · Where title is not available, any assumptions to the title details must be disclosed MENEMUM CONTENTS OF VALUATION REPORT (Standard J of MVS) 6. Title particulars (in accordance with MVS 6)! · Main title issues that affect value o Tenure Freehold Leasehold Category of land use · Agriculture Building Industry MINIMUM CONTENTS OF VALUATION REPORT (Standard 7 of MVS) 6. Title particulars (injaccordance with MVS 6) · Main title issues/that affect value o Restriction in interest Malay reservation Transfer of gwnership · Lease and charges o Express conditions. Typelof building Type of cultivation MINIMUM CONTENTS OF VALUÀTION REPORT (Standard of MVS) 6. Title particulars (in accordance with MVS 5) · Main title issues that affect value o Encumbrances Caveats Right of way Way leaves o Endorseinenis Compulsory acquisitions · Mortgage/ charges

Memo MINIMUM CONTENTS OF A **VALUATION REPORT** (Standard 7 of MVS) 7. Description of the property Should cover Neighborhood Location · Physical description of property and itscondition · Available services MINIMUM CONTENTS OF A **VALUATION REPORT** [Standard 7 of MVS] 7. Description of the property Should cover I. Neighborhood Public buildings of police stations, schools, museums parks post offices cie Housing sohemes Commercial developments MINIMUM CONTENTS OF A VALUATION REPORT (Standard Tof MVS) 7 Description of the property/ Should cover II Location Access road to the property Nearest town center town or development Natural features such as rivers, streams, hills, valleys, etc. Transportation center such as bust taxi, train terminals, etc A location plan is normally attached as an Appendix MINIMUM CONTENTS OF A -VALUATION REPORT (Standard 7 of MVS) 7. Description of the property/ Should cover III. Rhysical description of property and its condition \Site ' Shape of land Termin Condition of field/ cultivation Cultivation

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VIXIX HIVE CONTENERS (SEE A.	
MINIMUM CONTENTS OF A	
VALUATION REPORT	
(Standard 7 of MVS) 7. Description of the property	
Should cover	
III. Rhysical description of property and its condition	
o Building	
Type of building	
Siructure	
State of repairs	
 Accommodation layout and details 	
Built-up area	
Site plan, building plans and photos of site and buildings are normally attached as Appendices.	
Sundings are normany attached as Appendices.	
MINIMUM CONTENTS OF A	
VALUATION/REPORT	
(Standard 7 of MVS)	
7. Description of the property	
Should cover	
IV. Available services	
o Public utilities	
■ Water	
•Electricity	
o Public services	
Garbage collection. Public transportation	
• Bus	
- Train	
MINIMUM CONTENTS OF A	
VALUATION REPORT	
(Standard of MVS)	
THE STATE OF THE S	
8. Tenancy/ Lease details	
Indicate whether	
Owner occupied	
- Remy paid (gross or net)	
- Ferm of tenance	
Rent reviews Option to renewals	
• Outgoings	
Report Withing Technique	
The Notice of the Notice of the Control of the Cont	
MINIMUM CONTENTS OF A	
VALUATION REPORT	
(Standard 7 of MVS)	
9. Planning details	
MV greatly affected by planning provisions	
· Ascertain from	
· Local planning authority	
PBD	
· Where info is obtained verbally, this must	
be clearly stated	
Report Writing Technique	

Memo MINIMUM CONTENTS OF A VALUATION REPORT (Standard 7 of MVS) 9. Planning details Relevant planning details o Layout approval ____ Subdivision approval o Zoning 5 Green beit o Restriction in use o Plot ratio Parking provisions details Ropart Winning Ferinagene MINIMUM CONTENTS OF A -VALUATION/REPORT (Standard 7 of MVS) 10. Assumptions All assumptions must be in bold and in capital letters · Eg. An assumption that o A building is completed when in fact it is not (as in SD valuations) o A land has a title and in perpetuity and under building category of land use and with commercial as its express condition, when in fact it has no title yet (as in land alienation valuations MINIMUM-CONTENTS OF A VALUATION REPORT (Standard / of MVS)-11. Method of valuation (in accordance with MVS 10) • It is the means by which a Valuer arrives at valuation Common methods Gemparison method Cost method o Investment method Residual method Profits method • Other methods must be explained and shown in full MINIMUM CONTENTS OF A -VALUATION REPORT (Standard 7 of MVS) -11. Method of valuation (in accordance with MVS 10) Explain briefly the method used • Encouraged to use additional method as cross checks to the major method used

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MINIMUM CONTENTS OF A	
VALUATION REPORT	
(Standard 7 of MVS)	
7 7 7 7 7 7 8 8 N N N N N N N N N N N N	
12. Evidences of value (in accordance with MVS 10)	
Recent sale of comparable properties	
Regard to previous transaction of subject property within last 2 years	
Sale details and comparison plan invest be attached as	
Appendices	
Report William Technique	
and the second state of the second se	
MINIMUM CONTENTS OF A	·
VALUATION REPORT	
(Standard of MWS)	
13. Opinion of value	
• Final part of valuation region	
Statement of value must be clear and unambiguous	
· Opinion cenched after considering all pertinent factors	
Error Willian Fortunes 2	
Sign provides a submitted and an inflammation of the submitted and	
MENIMUM CONTENTS OF A	
VALUATION REPORT	
(Standard V of MVS)	
1+ Plans	
Report should include	
Building plans	
Location plans	
• Other plants where appropriate	
	•
Report Witting Technique	
MINIMUM CONTENTS OF A	
VACUATION REPORT	
(Standard V of AVVS)	
15, Signature of Valuer	
Report must be signed	
Registration number must be stated	
A Committee of the comm	
- T((((, =))))	
Below William Technique	

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REPORTFORMAT	
(ASP - Chapter 10)	
1. / Introduction	
• Instruction to value	
• Interest to be valued • Purpose of valuetion	
2. Date of valuation	
3. Particulars of title	
Inspection General description:	
• Neighborhood	
Report William Technique . 25	
REPORT FORMAT	
(ASP-Chapter 10)	
6. Description of property	
o Locations	
condition	
7 Transport services 8. Public unlines	
9. Planning details	
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REPORT FORMAT	
(ASP - Chapter 10)	
10. Basis of valuation – (Standard 2 of MVS). o Market value	
o Existing use value	
o Value in use	
o Depreciated replacement cost o Insurable value	
o Forced sale value	
o Special value o Investment value	
o Going concern value	
Repair Wilsing Technique	
REPORT FORMAT (ASP Chapter 10)	
1. Previous transaction A	
12. Evidence of value	
3. Valuation Methods of valuation	*
o Opinion of value	
Appendices	
Report Wildlan Terhalama 25	

COMMON ERRORS FOUND IN VALUATION REPORTS

Typo and grammatical errors

gg, harta janah spelf as hartanah Antarabangsadampada padahai pesuruhjaya iukacita Apabila Apahal jawatankuasa sediakala Apakaia Kakitangan enausaha Apalagi Kenada sukacita Bagaumena kerjasama sukarela Barangkali manakala. suruhanjava tandatangan Bernahu manalagi Bumiputera matahari tanggungjawab

olahraga .

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COMMON ERRORS FOUND IN VALUATION REPORTS

- · Poor/ disorganized/format
- Errors in punctuation marks, font size and spacing
- · Mathematical errors

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- · Errors in building tand areas—
- Floor areas adopted fully from Private Valuer's without checking

COMMON ERRORS FOUND IN VALUATION REPORTS

- Inadequate information
- SD valuation
 - o Vendor and purchaser relationship
 - o Analysis of consideration.
- · Depth to be tilled not given
- · Plot ratio, density, etc (when applicable) not provided

COMMON ERRORS FOUND IN VALUATION REPORTS

- No justification given for rates used in Residual valuation
- · Inconsistent rates used in Residual valuation
- Valuation recommended are higher than those of the Private valuer's in purchase cases

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Memo COMMON ERRORS FOUND IN VALUATION REPORTS Failure to highlight positive or negative aspect of the property Failure to make cross reference to Appendices Appendices not arranged in the manner that they appear in the main report Not the same orientation throughout COMMON ERRORS FOUND IN VALUATION REPORTS Comparables not similarly numbered in the list of comparable details in comparable plan and in adjustment workings. m adjustment workings Subject property and comparables sh circles in comparison plan when adjustments include shape of land Viethod of valuation not explained COMMONERRORS EOUND IN wallation reports not inserted Confusion between basis and method of valuation 🦈 Inconsistent adjustment patterns Failure to recognized estate band when small lots are involved **CONCLUSION** A valuation report is merely a procedure of laying out all the important and relevant facts that have an effect on the final opinion of value. Common sense and greater exposure to writing various valuation reports will help a Valuer to achieve a higher standard of reporting over the years.



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