



## ABSTRACTS

### 4. Marek WALACIK, Malgorzata RENIGIER-BILOZOR: Highest and best use in property valuation

*The process of property valuation is a procedure that requires from property valuers thorough analysis on many aspects considering: property market (demand, supply), investment risk forecasting, property/market features significance. In terms of current market value definition interpretation modification in worldwide valuation standard (EVS, IVS) the highest and best use of property (HBU) has also become widely discussed and troublesome issue. Commonly raised issue is that the property valuation procedures lack exact highest and best use determination methods. The authors of the paper propose the use of sensitivity risk analysis as a solution supporting HBU. The sensitivity risk analysis is considered as technique used to determine how specific values of an independent variable influence a specific dependent variable under a given set of assumptions. The empirical analysis in the paper will be presented on the basis of unbuilt properties transactions that took place in the research area northern-east part of Poland. Application of the sensitivity risk analysis will show applicability of the method for the highest and best use of land determination.*

#### Organisers



#### Partners

