

# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



**There is always space for improvement, no matter how long you've been in the business.**  
**Updates on Insolvency and Bankruptcy Code**

➤ **Essar Steel Insolvency: Operational creditors can challenge IBC changes: Supreme Court**

The Supreme Court on Wednesday gave a week's time to the operational creditors of bankrupt Essar Steel to challenge the new amendments to the Insolvency and Bankruptcy Code, which granted more powers to the lenders. A bench led by justice RF Nariman deferred the hearing on a batch of appeals till August 19 so as to decide the issue in light of fresh challenges following recent amendments.

The apex court had on July 22 put on hold ArcelorMittal's takeover of Essar Steel, after the lenders had sought a stay on the National Company Law Appellate Tribunal's (NCLAT) ruling that reduced their share of sale proceeds from 90% to 60% and also put the financial creditors and operational creditors at par in settlement of claims.

**Source: Financial Express**

**Please find the full news at:**

<https://www.financialexpress.com/industry/essar-steel-insolvency-operational-creditors-can-challenge-ibc-changes-says-supreme-court/1669672/>

➤ **DHFL resolution plan: Lenders to take zero haircut on principal amount**

After months of deliberation, cash-crunched Dewan Housing Finance Corporation (DHFL) finalised and placed a resolution plan before its lenders on Tuesday.

The company, in an intimation to the stock exchanges, said the draft resolution plan formulated in consultation with a special committee set up for the purpose and Ernst & Young, its financial advisor, was submitted to its lenders on Tuesday. According to the draft resolution plan, creditors may not have to take a haircut on the principal loan exposure to DHFL.

**Source: Business Standard**

**Please find the full news at:**

[https://www.business-standard.com/article/companies/dhfl-places-resolution-plan-before-lenders-119080600510\\_1.html](https://www.business-standard.com/article/companies/dhfl-places-resolution-plan-before-lenders-119080600510_1.html)

➤ **Mallya makes another offer of 100% loan payback**

Embattled liquor tycoon Vijay Mallya, whose social media interventions against the Indian government are a regular occurrence, took to Twitter once again to repeat his 100% loan payback offer to the public sector banks (PSB) in India.

"Business failures in this country should not be tabooed, or looked down. On the contrary, we should give an honourable exit or resolution to the problem in letter and spirit of the IBC. Finance Minister's reported statement," Mallya said. In the wake of the death of Cafe Coffee Day founder V G Siddhartha, Sitharaman made the statement while responding to the debate on the amendments to the Insolvency and Bankruptcy Code (IBC) in the Lok Sabha last Thursday.

**Source: Livemint News**

**Please find the full news at:**

<https://www.livemint.com/news/india/mallya-makes-another-offer-of-100-loan-payback-1565194900379.html>



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