

# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



PRESS

**"The meaning of life is to find your gift. The purpose of life is to give it away."**

## Updates on Insolvency and Bankruptcy Code

### ➤ **Amtek: Supreme Court to hear IBBI plea for criminal proceedings against UK's Liberty House**

The Supreme Court on Monday agreed to hear the Insolvency and Bankruptcy Board of India's (IBBI) appeal to initiate criminal proceedings against UK-based Liberty House Group for backing out of the deal to take over debt-laden Amtek Auto.

The apex court had on September 6 stayed the NCLAT decision that ordered liquidation of debt-ridden Amtek Auto, which was among the first list of the 12 companies that were referred by the [RBI](#) for initiation of insolvency process in 2017. The UK-based firm had backed out of the deal citing some reasons, following which lenders requested 90 days more to find a new buyer.

**Source: Financial Express**

**Please find the full news at:**

<https://www.financialexpress.com/industry/amtek-supreme-court-to-hear-ibbi-plea-for-criminal-proceedings-against-uks-liberty-house/1715320/>

### ➤ **Sterling Biotech promoters to pay Rs 3,100 crore to lenders**

The fugitive promoters of Sterling Biotech will pay back the entire Rs 3,100 crore that they had settled with the lenders to wrest back the control of the insolvent company as per schedule. It will be all clean money, and not proceeds of crime, their lawyer informed the National Company Law Company Appellate Tribunal (NCLAT) on Monday.

The three-member NCLAT Bench, headed by Justice SJ Mukhopadhaya, on Monday said the money has to come from the individual account and directed Andhra Bank, the lead banker in the case, to intimate every payment to the ED. The appellate tribunal had on September 7 set two preconditions – clean money certified by the ED and timely payment to the creditors – for the absconding promoters of Sterling Biotech to wrest back control of the insolvent firm. Failing which, the firm with a debt of over Rs 9,053 crore will be sent back to liquidation.

**Source: Financial Express**

**Please find the full news at:**

<https://www.financialexpress.com/industry/sterling-biotech-promoters-to-pay-rs-3100-crore-to-lenders/1715317/>

### ➤ **MCA defends IBC amendments, sticks to strict deadlines in Supreme Court**

The Ministry of Corporate Affairs (MCA) has defended all the amendments made to the Insolvency and Bankruptcy Code (IBC) in a submission made to the Supreme Court (SC). One of the most contentious issues is related to 330-day deadline set for resolution of insolvency applications, including the time taken for litigation, which has been challenged by operational creditors.

The MCA has told the apex court that processes of corporate insolvency resolution are time-bound and if it does not adhere to the time-limit then the viability of the process is over. The SC will hear the matter on October 22.

**Source: Business Standard**

**Please find the full news at:**

[https://www.business-standard.com/article/economy-policy/mca-defends-ibc-amendments-sticks-to-strict-deadlines-in-supreme-court-119092300088\\_1.html](https://www.business-standard.com/article/economy-policy/mca-defends-ibc-amendments-sticks-to-strict-deadlines-in-supreme-court-119092300088_1.html)



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