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Insolvency Professional Agency of Institute of Cost Accountants of India



PRESS

"Whenever you see a successful person you only see the public glories, never the private sacrifices to reach them."

Updates on Insolvency and Bankruptcy Code

In first deal outside NCLT, RattanIndia rescued by foreign funds; lenders take 38% haircut

In the first instance of resolution of a stressed power asset outside the insolvency and bankruptcy code (IBC) mechanism where the promoters have retained management control, a consortium of lenders led by Power Finance Corporation (PFC) has agreed to take a 38% haircut against their exposure of Rs 6,575 crore to RattanIndia Power's 1,350 MW Amravati plant.

Aditya Birla Asset Reconstruction Company (ARC) will take over the power plant's balance Rs 4,050-crore debt with funding from foreign funds including Goldman Sachs and Varde Partners. After this arrangement, the old lenders' consortium and the ARC will own 15% each in RattanIndia Power. A 15% stake in the firm is worth a little over Rs 800 crore at current market prices. The promoters hold 53% in RattanIndia Power.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/in-first-deal-outside-nclt-rattanindia-rescued-by-foreign-funds-lenders-take-38-haircut/1808051/>

Amid crisis, DHFL receives claims of Rs 92,404 crore

The troubled mortgage financier, Dewan Housing Finance Corp (DHFL), has received claims of Rs 92,404 crore so far from creditors, which include financial creditors, operational creditors, deposit holders along with employees and workmen. In a committee of creditors (CoC) meeting held on Monday, DHFL administrator informed that the company has received claims of Rs 87,905 crore till December 17, excluding deposit holders.

“This makes total claims at Rs 92,404 crore till date and the window for deposit holders to submit claims is open till 90 days from the admission of resolution process. These claims were submitted to the RBI-appointed administrator, R Subramaniakumar, a former managing director and chief executive of Indian Overseas Bank. Of the Rs 86,892 crore claims submitted by financial creditors, Rs 45,550.07 crore are from bondholders and Rs 41,342 crore from other lenders.

Source:Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/banking-finance/amid-crisis-dhfl-receives-claims-of-rs-92404-crore/1808017/>

Big 4 audit companies scramble for forensic assignments of scam-hit corporates

The Big Four audit firms — Deloitte, PwC, EY and KPMG — may be under the scanner for lapses in big corporate frauds, but their forensics businesses are competing fiercely to win assignments from banks, regulators and companies.

Forensic probes are currently under way at CG Power, IMA Bangalore, DHFL, Karvy, FIS India, PMC Bank and Infosys, among others, and given the complexity of assignments, competence and track record, the Big Four are certain to corner a large share of these projects. In addition, there are at least 30-40 ongoing bids or assignments that are in various stages of talks. The forensic businesses of the Big Four have grown 18-25% year-on-year in the last three years, even as aggressive regulatory action has put their audit business growth on hold.

Source: Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/industry/services/consultancy/-audit/big-4-audit-companies-scramble-for-forensic-assignments-of-scam-hit-corporates/articleshow/73039573.cms>



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