

# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India

## PRESS

*"The value of an idea lies in the using of it." – Thomas Edison*

### Updates on Insolvency and Bankruptcy Code

#### ➤ SBI does a U-turn on stressed assets sale, seeks deals with ARCs

State Bank of India has made a complete U-turn on stressed assets undergoing insolvency proceedings. Instead of initiating bankruptcy proceedings against the defaulting companies, the state-owned lender is now looking to sell them to asset reconstruction companies (ARCs).

Source: Livemint

Please find the full news at:

<https://www.livemint.com/Companies/SSBMbaQ09wZisAPjP1rqxL/SBI-does-a-Uturn-on-stressed-assets-sale-seeks-deals-with.html>

#### ➤ Insolvency and Bankruptcy Code bogged down by low bids, delayed resolutions, says SBI chief Rajnish Kumar

Insolvency and Bankruptcy Code 2016 (IBC), is seeing a limited pool of bidders, getting bogged down by low bids and suffering from delayed resolutions. There is often no depth in the bidding process at the National Company Law Tribunal. As there are only few people who are capable of taking up huge projects.

Source: Zeebiz

Please find the full news at:

<http://www.zeebiz.com/india/news-insolvency-and-bankruptcy-code-bogged-down-by-low-bids-delayed-resolutions-says-sbi-chief-rajnish-kumar-63440>

➤ **Bankruptcy cases: Foreign funds load up equity to buy companies**

Initiation of insolvency resolution in Indian companies has opened up a lucrative investment window for specialised stressed assets funds, which have lined up more than Rs 15,000 crore of equity capital for investing in companies up for grabs under the Insolvency and Bankruptcy Code. While a number of such funds have tied up with Indian companies to benefit from turning around stressed assets, many are investing alone.

*Source: Indian-Express*

Please find the full news at:

<https://indianexpress.com/article/business/bankruptcy-cases-foreign-funds-load-up-equity-to-buy-companies-5359365/>

➤ **Liquidation of stressed firms: Creditors staring at 92% haircut**

Creditors, mainly banks, are staring at the prospect of an average haircut of 92% in 124 of the 136 stressed firms that were facing liquidation under the Insolvency and Bankruptcy Code (IBC) at the end of the June quarter due to the absence of resolution plans to turn them around. Liquidation value of these 124 firms pegged at just Rs 4,817 crore against debt of Rs 57,121 crore.

*Source: Financial Express*

Please find the full news at:

<https://www.financialexpress.com/economy/liquidation-of-stressed-firms-creditors-staring-at-92-haircut/1315597/>

➤ **IFCI expects resolution of NPA cases worth Rs 8,000 cr during this fiscal**

State-owned IFCI has intensified its recovery process and expects resolution of several NPA cases worth Rs 8,000 crore during the course of the year. From April 1, 2018, till date, IFCI have recovered about Rs 503 crore from the resolution or One Time Settlement (OTS) of debt. Over and above this, they have recovered approximately Rs 160 crore from the sale/buyback of unquoted equity.

*Source: Business- Standard*

Please find the full news at:

[https://www.business-standard.com/article/pti-stories/ifci-expects-resolution-of-npa-cases-worth-rs-8-000-cr-during-this-fiscal-118091600305\\_1.html](https://www.business-standard.com/article/pti-stories/ifci-expects-resolution-of-npa-cases-worth-rs-8-000-cr-during-this-fiscal-118091600305_1.html)



➤ **Duff & Phelps expanding services to leverage opportunities presented by IBC**

US-based advisory firm Duff & Phelps is planning to focus on distressed M&A space and is broadening its reach to even those companies that are in the "pre-NCLT" stage. Duff & Phelps has executed valuation mandates for six of the twelve largest insolvency cases in India as part of the Insolvency and Bankruptcy Code (IBC) and has a team of close to 120 people locally working on projects related to the IBC legislation

*Source: Business- Standard*

Please find the full news at:

[https://www.business-standard.com/article/pti-stories/duff-phelps-expanding-services-to-leverage-opportunities-presented-by-ibc-118091600181\\_1.html](https://www.business-standard.com/article/pti-stories/duff-phelps-expanding-services-to-leverage-opportunities-presented-by-ibc-118091600181_1.html)



Insolvency Professional Agency of Institute of Cost Accountants of India  
(A Section 8 Company incorporated under Companies Act 2013)  
CMA Bhawan, 3 Institutional Area, Lodi Road, New Delhi-110003