

# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



*"The only strategy that is guaranteed to fail is not taking risks." - Mark Zuckerberg*

## Updates on Insolvency and Bankruptcy Code

### ➤ Videocon Telecom lenders invite bids under insolvency law

The corporate insolvency resolution process of Videocon Telecommunications was commenced under the Insolvency and Bankruptcy Code following an order by the NCLT Mumbai bench on June 11, 2018. Resolution professional of debt-laden firm Videocon Telecommunications has invited bids from prospective buyers for its assets and interest by interested entities need to be submitted by October 5, 2018.

Source: Business- Standard

Please find the full news at:

[https://www.business-standard.com/article/pti-stories/videocon-telecom-lenders-invite-bids-under-insolvency-law-118092501088\\_1.html](https://www.business-standard.com/article/pti-stories/videocon-telecom-lenders-invite-bids-under-insolvency-law-118092501088_1.html)

### ➤ In relief for Essar Power MP, NCLT to hear insolvency case on Dec 3

After ICICI Bank initiated insolvency proceedings against Essar Power MP, the company has got relief with the National Company Law Tribunal (NCLT) deciding to post the next hearing for December 3 as the Supreme Court is scheduled to hear all cases that challenged the RBI circular on November 14. This is however the third group company after Essar Steel and Essar Power Jharkhand for which lenders have sought insolvency.

Source: Business- Standard

Please find the full news at:

[https://www.business-standard.com/article/companies/in-relief-for-essar-power-mp-nclt-to-hear-insolvency-case-on-dec-3-118092500797\\_1.html](https://www.business-standard.com/article/companies/in-relief-for-essar-power-mp-nclt-to-hear-insolvency-case-on-dec-3-118092500797_1.html)

➤ **Jaitley: Recoveries are up, NPAs going down**

Public sector banks have set a target to recover ₹1.8 lakh crore in unpaid loans this fiscal, which is more than double the actual recovery in FY18. After the introduction of the IBC, 2016 which calls for an auction of assets of defaulting entities, recoveries have picked up. During the first three months of this fiscal the losses came down by 73.5 per cent in Q4 of FY18 and banks' operating profit rose to growth of 11.5 per cent.

Source: *Thehindubusinessline*

Please find the full news at:

<https://www.thehindubusinessline.com/money-and-banking/jaitley-recoveries-are-up-npas-going-down/article25041913.ece>

➤ **Bidding for Bharati Defence & Infrastructure re-opened**

The National Company Law Tribunal has re-opened the bidding process for debt-laden shipbuilder Bharati Defence and Infrastructure Ltd by allowing Canadian firm Geotech Investment and Holdings Inc to participate in the resolution process under the Insolvency and Bankruptcy Code and allowed to present proof and source of funds on their ₹3,167-crore resolution plan within two days and to submit a ₹10 crore earnest money deposit (EMD) by October 3. Also it has directed to submit a bank guarantee for ₹316 crore — being 10 per cent of their bid amount — by October 10.

Source: *Thehindubusinessline*

Please find the full news at:

<https://www.thehindubusinessline.com/companies/bidding-for-bharati-defence-infrastructure-re-opened/article25041163.ece>

➤ **Investment firm Nisus eyes AUM of ₹1,000 crore by year-end**

Investment firm Nisus Finance Services will double its fund size to ₹1,000 crore by December and invest in distressed real estate, mid-income housing and SME financing. They are looking at projects where promoters have not taken out the money and there are chances of completing the project and also only those projects which are not under the Insolvency and Bankruptcy Code, 2016.

Source: *Thehindubusinessline*

Please find the full news at:

<https://www.thehindubusinessline.com/news/investment-firm-nisus-eyes-aum-of-1000-crore-by-year-end/article25041425.ece>

➤ **IL&FS moves NCLT for direct line with creditors**

Debt-laden IL&FS, the holding company of the infrastructure group, has filed an application for a scheme of arrangement under Section 230 of the Companies Act, 2013 with the Mumbai bench of National Company Law Tribunal seeking permission to talk directly with creditors about resolving its staggering debt problem. IL&FS is a holding company with around 250 group companies, joint ventures and associates. The company defaulted on a series of debt repayments recently and its rating was downgraded from AAA to D in just over a month, rattling investors and calling into question the silence of rating agencies for so long

*Source: Economic Times*

Please find the full news at:

<https://economictimes.indiatimes.com/industry/banking/finance/ilfs-moves-nclt-for-direct-line-with-creditors/articleshow/65958066.cms>



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