

# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



*"Whenever you see a successful business, someone once made a courageous decision." — Peter F. Drucker*

## *Updates on Insolvency and Bankruptcy Code*

### ➤ IL&FS gets more than 12 expressions of interest to buy stake in 2 subsidiaries

Infrastructure Leasing & Financial Services (IL&FS) has received more than a dozen expressions of interest (EoIs) from potential buyers towards acquiring stake in two subsidiaries of the infrastructure group being IL&FS Securities Services Ltd (ISSL) and ISSL Settlement & Transaction Services Ltd (ISTSL). EoIs have been received from a mix of banks, private equity firms and other financial services companies.

*Source: Moneycontrol*

Please find the full news at:

<https://www.moneycontrol.com/news/business/companies/ilfs-gets-more-than-12-expressions-of-interest-to-buy-stake-in-2-subsidiaries-3220561.html>

### ➤ [IBC forces companies to settle Rs 1.2 lakh crore debt out of court](#)

The threat of promoters losing control of their company or a protracted legal proceedings under the new Insolvency and Bankruptcy Code (IBC) is forcing many corporate defaulters to pay off their debt even before the insolvency proceeding can be started. As, out of 9,000 cases (that came to NCLT for initiation of insolvency proceedings), 4,400 cases have been disposed off, and rest of them are pending. Also, bulk of the cases (80-85 per cent), have been disposed off even prior to admission and more than 3,500 cases have been resolved pre-admission resulting in claims amounting to Rs 1.2 lakh crore getting settled.

*Source: Business today*

Please find the full news at:

<https://www.businesstoday.in/current/economy-politics/ibc-forces-companies-to-settle-rs-1-lakh-crore-debt-out-of-court/story/294673.html>

### ➤ [Pre-packaged bankruptcy scheme to speed up insolvency resolutions pre-IBC](#)

The government is exploring the feasibility of implementing a so-called “pre-packaged” bankruptcy scheme and has asked the Insolvency and Bankruptcy Board of India to weigh the proposal and see if it can be adopted as the planned scheme, if implemented, will be a “pre-IBC (Insolvency and Bankruptcy Code) window for the resolution of stressed assets, which will complement the existing framework and not substitute it and will typically allow a stressed company to prepare a financial reorganisation plan with the approval of its at least two-thirds of creditors (and share-holders) before the filing of an insolvency application by any party at the National Company Law Tribunal (NCLT). The resolution plan so reached can then be placed before the NCLT for approval, so that it can be implemented.

*Source: Financial express*

Please find the full news at:

<https://www.financialexpress.com/industry/pre-packaged-bankruptcy-scheme-to-speed-up-insolvency-resolutions-pre-ibc/1394887/>

