

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



A creditor is worse than a slave-owner; for the master owns only your person, but a creditor owns your dignity, and can command it.

Updates on Insolvency and Bankruptcy Code

➤ Include Creditors In The Liquidation Process Also, SIPI Recommends

The Society of Insolvency Practitioners of India held that the liquidation regulations isn't clear on pre-existing and contractually agreed priorities of charge on assets of the company amongst secured creditors. It has recommended that Clarity be introduced in the liquidation regulation regarding the multiple layers of rights and security interest amongst secured lenders.

Source: Bloombergquint

Please find the full news at:

<https://www.bloombergquint.com/insolvency/include-creditors-in-the-liquidation-process-also-sipi-recommends>

➤ Time has come for personal insolvency law

With corporate insolvency completing two years, experts say it's about time to notify personal insolvency law for individuals with business debt and personal guarantors. It has been noted that several facets of the policy need to be ironed out before the law can be meaningfully implemented and also personal insolvency laws affect both creditors and debtors differently and therefore must strike a balance.

Source: Newindianexpress

Please find the full news at:

<http://www.newindianexpress.com/business/2019/jan/30/time-has-come-for-personal-insolvency-law-1931909.html>

➤ **Promoters offered to pay Rs 54,389 crore: NCLT dismisses Ruias' proposal to settle Essar debt**

India's dedicated insolvency court rejected the offer by Essar Steel promoters to pay off the company's outstanding debt and extricate the alloy-maker from bankruptcy administration. It said that there was no irregularity in the lenders' decision to accept the rival bid by ArcelorMittal. Essar's promoters, the Ruias, had offered to pay Rs 54,389 crore to settle the matter outside the ambit of the Insolvency and Bankruptcy Code (IBC) as it wanted to "redeem the debt".

Source: EconomicTimes

Please find the full news at:

https://m.economictimes.com/industry/indl-goods/svs/steel/nclt-rejects-promoter-ruias-settlement-bid-for-essar-steel/amp_articleshow/67742593.cms

➤ **Timely NCLT resolutions can release Rs 67,000 crore to lenders: Report**

While the number of insolvency cases are expected to pile up over the next few quarters, timely conclusion of cases within the law mandated 180-270 days can free up as much as Rs 67,000 crore to the system, says a report. Since the bankruptcy law came into being from May 2016, close to 3,000 companies have been sent to various NCLTs for resolutions of which only 586 have been closed so far while 63 have been withdrawn after the law was amended last year under which Section 12A has been inserted into the original law.

Source: EconomicTimes

Please find the full news at:

https://m.economictimes.com/news/economy/finance/timely-nclt-resolutions-can-release-rs-67000-crore-to-lenders/amp_articleshow/67743053.cms



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