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Insolvency Professional Agency of Institute of Cost Accountants of India



Efforts and courage are not enough without purpose and direction

Updates on Insolvency and Bankruptcy Code

➤ NCLAT extends deadline for NCLT to decide on Essar Steel case by February 19

The Ahmedabad bench of the National Company Law Tribunal will decide the matter of over ₹42,000 crore resolution plan submitted by ArcelorMittal for the debt ridden Essar Steel by February 19. During the hearing, NCLAT was informed that Ahmedabad bench has completed hearing on operational creditors plea and is scheduled to hear plea of suspended Board of Directors (Promotors) of Essar Steel.
Source: Livemint

Please find the full news at:

<https://www.livemint.com/companies/news/nclat-extends-deadline-for-nclt-ahmedabad-to-decide-essar-steel-insolvency-case-1549976070123.html>

➤ JSW Steel gets Letter of Intent for Bhushan Power and Steel

The Committee of Creditors (CoC) for Bhushan Power and Steel has issued a Letter of Intent (LoI) to Sajjan Jindal-owned JSW Steel, thereby declaring it a winning bidder for the bankrupt power company. The development comes after the National Company Law Appellate Tribunal (NCLAT) last week turned down Tata Steel's plea to consider its bid as the "most legitimate".
Source: Business- Standard

Please find the full news at:

https://www.business-standard.com/article/news-ians/jsw-steel-gets-letter-of-intent-for-bhushan-power-and-steel-119021201422_1.html

➤ RCom attempted out of court settlement, but Ericsson rejected

RCom owes Ericsson Rs 570.016 crore and tried negotiating with Ericsson to withdraw the legal battle that is simultaneously being fought in the National Company Law Appellate Tribunal. The hearing in that has been pushed to March 6. RCom however made the attempt to settle out of court but Ericsson rejected as the company has sought protection under the Insolvency and Bankruptcy Code and question of paying anything to Ericsson does not arise and is totally ruled out.

Source: Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/industry/telecom/telecom-news/rcom-attempted-out-of-court-settlement-but-ericsson-rejected/articleshow/67966371.cms?from=mdr>

➤ Bankruptcy Expert Edward Altman Says It's Too Easy To Get A High Credit Rating In India

Going by the Altman-Z score, India's 10 largest stressed companies would not have qualified for more credit at least two to three years before they went in for resolution under the Insolvency and Bankruptcy Code. He further said that there is an issue in India where it is too easy to get a AAA and AA rating as the financial community, investors, maybe even banks, are being misled by those high ratings.

Source: Bloombergquint

Please find the full news at:

<https://www.bloombergquint.com/business/bankruptcy-expert-edward-altman-says-its-too-easy-to-get-a-high-credit-rating-in-india#gs.irGuB0oT>



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