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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



HIGHLIGHTS

- SC quashing Reserve Bank circular not to dilute the insolvency law, says government official
- Banks, others may lose over Rs 90,000 crore as Videocon sinks
- Apex court order does not impact IBC law: CEA
- Ruling may derail resolutions, open the way for more litigation

Updates on Insolvency and Bankruptcy Code, 2016

- **SC quashing Reserve Bank circular not to dilute the insolvency law, says government official**

The Supreme Court's decision to quash the RBI circular on referring defaulting companies for insolvency proceedings does not in any manner dilute the Insolvency and Bankruptcy Code (IBC), a senior official said Thursday. Corporate Affairs Secretary Injeti Srinivas also said a generic instruction, one size fits all, that if the resolution does not take place within 180 days then on the 181st day, the banks have no other option but to go to the NCLT has been declared ultra vires.

Source: Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/news/economy/policy/sc-quashing-reserve-bank-circular-not-to-dilute-the-insolvency-law-says-government-official/articleshow/68728260.cms>

➤ **Banks, others may lose over Rs 90,000 crore as Videocon sinks**

The beleaguered Videocon Group has admitted to stupendous outstandings to various lenders - public and private - amounting to over Rs 90,000 crore, making it perhaps the biggest corporate bankruptcy case in Indian banking history, official sources said on Thursday.

Source: Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/industry/banking/finance/banking/banks-others-may-lose-over-rs-90000-crore-as-videocon/articleshow/68722634.cms>

➤ **Apex court order does not impact IBC law: CEA**

Chief Economic Advisor Krishnamurthy Subramanian on Thursday said the Supreme Court order quashing RBI's stressed asset resolutions order does not impact the Insolvency and Bankruptcy Code, 2016

Source: National Herald

Please find the full news at:

<https://www.nationalheraldindia.com/national/apex-court-order-does-not-impact-ibc-law-cea#>

➤ **Jet Airways: Banks to invite bids to facilitate sale of stake in troubled airline**

Lender banks of Jet Airways said on Thursday that they will soon invite bids to facilitate sale of stake in the troubled airstrike. The bank released a press release and said that the bids will open on April 6 and close on April 9.

Jet Airways is currently struggling under huge debt because of which it is not able to pay salaries of its employees including pilots.

Some of the options that the banks can consider is declaring Jet Airways as bankrupt and taking it to National Company Law Tribunal (NCLT) for resolution under the Insolvency and Bankruptcy Code (IBC).

Source: India Today

Please find the full news at:

<https://www.indiatoday.in/business/story/jet-airways-debt-stake-sale-bids-lender-banks-1494476-2019-04-05>

