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OF INSTITUTE OF COST ACCOUNTANTS OF INDIA



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➤ NCLT admits insolvency plea against Sintex Plastics Technology Ltd

The National Company Law Tribunal (NCLT) has admitted the insolvency plea against Sintex Plastics Technology Ltd (SPTL), a leading maker of water storage tanks and plastic-based interiors. The Ahmedabad bench of NCLT admitted the application filed by its Financial creditor Asset Reconstruction Company (India) Ltd claiming an outstanding amount of Rs 350.28 crore, which includes Rs 215.77 crore principal amount and Rs 134.50 crore towards interest.

The NCLT appointed Kshitiz Chhawchharia as the Interim Resolution Professional for the company. Insolvency proceedings against SPTL were triggered as it was a corporate guarantor of loans given to Sintex BAPL Ltd (SBL). SBL is presently going through Corporate Insolvency Resolution Process (CIRP), and a bid of Rs 1,251 crore is pending for approval.

However, NCLT said the claim of the Financial Creditor is not fully met in the CIRP of SBL, hence it also directed to initiate insolvency against SPTL. SPTL is a holding company of SBL, which had taken a loan of Rs 250 crore from Axis Bank.

In this SPTL, the corporate debtor had executed "irrevocable, absolute and unconditional" deed of guarantee in favour of the Financial Creditor and secured the entire credit facility granted to the SBL. It also executed a letter of comfort and undertaking on September 13, 2017, undertaking that it shall cause to ensure that SBL fulfils the said debt service obligation in favour of Axis Bank. Meanwhile, NCLT initiated insolvency proceedings against SBL on December 18, 2020, over a petition moved by one of its operational creditors Zielem Industries

Source: Business Standard

Read Full news at: https://www.business-standard.com/article/companies/nclt-admits-insolvency-plea-against-sintex-plastics-technology-ltd-123022801176_1.html

➤ **Srei insolvency: NCLT to take a call after hearing Authum plea**

The Kolkata bench of the National Company Law Tribunal (NCLT) is scheduled to hear the Srei companies' administrator's applications on approval of NARCL's resolution plan on March 24, after hearing the applications filed by Authum Investment challenging the mechanism under which the bad bank emerged as the top bidder.

Authum Investment and Infrastructure, whose financial bid was adjudged the second-highest in net present value (NPV) terms after the challenge mechanism process concluded, filed a petition before the tribunal challenging the process, adopted by the consolidated committee of creditors (CoC) for the two insolvent Srei companies, in which state-backed National Asset Reconstruction Company (NARCL) became the highest bidder.

Source: Financial Express

Read Full news at: <https://www.financialexpress.com/industry/srei-insolvency-nclt-to-take-a-call-after-hearing-authum-plea/2995524/>

➤ **Insolvency case: NSE says Zee Ent to move out of IBC framework, F&O contracts for May expiry to be made available**

Amidst the stay order of NCLAT on the insolvency proceedings, the National Stock Exchange of India (NSE) on Monday said, Zee Entertainment (ZEEL) shall move out of the IBC framework and the corresponding surveillance actions on the company will be reverted. Also, the exchange informed that futures and options contracts for May 2023 expiry will be made available for trading in ZEEL from February 28th.

In a notice, NSE said, "NCLAT, Principal Bench, New Delhi... has granted a stay on the NCLT, Mumbai Bench, Court III order... w.r.t IBC proceedings initiated against Zee Entertainment Enterprises Ltd (ZEEL)." Accordingly, NSE said, "the scrip ZEEL shall move out of the IBC framework and the corresponding surveillance actions on ZEEL shall be reverted." In regards to F&O trading, NSE said, "in addition to existing contracts with expiry months of March 2023 and April 2023, the futures and options contracts with May 2023 expiry shall be made available for trading w.e.f February 28, 2023."

Source: Mint

Read Full news at: <https://www.livemint.com/market/stock-market-news/insolvency-case-nse-says-zee-ent-to-move-out-of-ibc-framework-f-o-contracts-for-may-expiry-to-be-made-available-11677505582495.html>



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