



INSOLVENCY PROFESSIONAL AGENCY
OF INSTITUTE OF COST ACCOUNTANTS OF INDIA
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IBC AU-COURANT

LATEST UPDATES ON INSOLVENCY AND BANKRUPTCY

"For every minute you are angry you lose sixty seconds of happiness."

➤ **SC rejects UP power body's claims in Essar Power MP insolvency dispute**

The Supreme Court on Tuesday rejected an appeal filed by UP Jal Vidyut Nigam Limited (UPJVNL), assailing the insolvency resolution of Essar Power MP Limited (now Mahan Energen Limited). A bench of Justices Manoj Mishra and Manmohan upheld the concurrent findings of the NCLT and NCLAT, holding that no interference was warranted with a resolution plan that had already been implemented.

The legal battle originated from a 2009 agreement where Essar Power MP Limited (EPMPL) was to receive water from the Rihand reservoir. Following a series of jurisdictional disputes over water charges between Madhya Pradesh and Uttar Pradesh, EPMPL entered the Corporate Insolvency Resolution Process (CIRP) in September 2020. Subsequently, UPJVNL submitted claims of over Rs 12 crore for pre-insolvency dues. However, the Resolution Professional (RP) classified these as "contingent claims" and admitted them at a nominal value of just Rs one. Rejecting UPJVNL's claims, the apex court noted that under the approved resolution plan, which saw Adani Power Limited emerge as the successful bidder, operational creditors had received "NIL payment" under the approved resolution plan. It said that even if UPJVNL's claims were fully admitted, the outcome would remain unchanged.

The bench underlined that once a resolution plan is implemented, the Insolvency and Bankruptcy Code (IBC) provision binds all stakeholders, and reopening settled claims would disrupt the insolvency process and prejudice creditors.

It was observed that the CIRP-period dues raised by UPJVNL had been fully paid under protest by EPMPL. The bench noted that a fresh agreement has already been signed between UPJVNL and EPMPL, regularising the ongoing commercial relationship. Earlier in 2021, the National Company Law Tribunal (NCLT) approved Adani's resolution plan and dismissed UPJVNL's application challenging the RP's classification.

Source: The Pioneer

Read Full news: [Supreme Court Upholds Adani Power Resolution Plan, Rejects UPJVNL Appeal | Daily Pioneer](#)

➤ **NCLT Admits Insolvency Plea Against Guarantor Wadhara Over ₹285 Crore Default**

The National Company Law Tribunal (NCLT) has admitted an insolvency petition filed by Indian Bank against personal guarantor Anoop Kumar Wadhara, initiating the insolvency resolution process in connection with a default of over Rs 285.77 crore.

The petition, filed under Section 95 of the Insolvency and Bankruptcy Code (IBC), pertains to Wadhara's role as a personal guarantor to Frost International Limited, a Mumbai-based company that had availed substantial credit facilities from a consortium of banks led by Indian Bank. The tribunal noted that the total exposure under the consortium arrangement ran into thousands of crores, with Indian Bank's share pegged at Rs 328 crore.

The bench, comprising Member (Technical) Prabhat Kumar and Member (Judicial) Sushil Mahadeorao Kochey, held that the debt and default were clearly established. It observed that the borrower account had been classified as a non-performing asset (NPA) in June 2018 after failure to service the loan. Subsequently, multiple notices were issued under the SARFAESI Act and later through a legal notice in March 2019 invoking the personal guarantee.

Source: Free Press Journal

Read Full news: [NCLT Admits Insolvency Plea Against Guarantor Wadhara Over ₹285 Crore Default](#)

➤ **Embassy Developments: NCLAT Extends Stay on Insolvency Proceedings; Hearing April 10**

The National Company Law Appellate Tribunal (NCLAT) has continued its stay on a lower tribunal's order that would have initiated insolvency proceedings against Embassy Developments Limited. The company reaffirmed its operational and financial stability during proceedings on March 19, 2026.

During a hearing on March 19, 2026, Embassy Developments Limited updated the National Company Law Appellate Tribunal (NCLAT) on its case. The NCLAT maintained its previous order, effectively blocking the National Company Law Tribunal's (NCLT) directive to start insolvency resolution. The company assured the tribunal that its operations and financial health remain strong. The case has now been adjourned, with the next session set for April 10, 2026, when respondents will present their arguments.

Source: Whalesbook

Read Full news: [Embassy Developments: NCLAT Extends Stay on Insolvency Proceedings; Hearing April 10 | Whalesbook](#)



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