



INSOLVENCY PROFESSIONAL AGENCY
OF INSTITUTE OF COST ACCOUNTANTS OF INDIA

IBC AU-COURANT

LATEST UPDATES ON INSOLVENCY AND BANKRUPTCY

"Resilience and integrity are the cornerstones of professional excellence."

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➤ GlobalBees Faces Insolvency Plea Amidst Leadership Shakeup

GlobalBees Brands Pvt Ltd, a subsidiary of Brainbees Solutions Ltd (owner of FirstCry), is facing an insolvency petition filed by directors of Kuber Mart Industries at the NCLT, New Delhi. The plea, filed under Section 7 of the IBC, 2016, alleges a default of ₹64.92 crore, including 18% annual interest from May 9, 2025. GlobalBees, an investor in Kuber Mart with ₹50 crore infused in 2022, is contesting the petition and seeking its dismissal.

The insolvency application is currently at the admission stage. Brainbees' regulatory filing dated June 17 notes that the financial implications are uncertain and subject to legal proceedings. Meanwhile, GlobalBees recently witnessed key leadership exits, including three board representatives and former CEO Nitin Agarwal, who has been succeeded by Anuj Jain.

Launched in 2021, GlobalBees follows a Thrasio-style model, scaling digital-first brands, and has raised \$270 million. In FY25, it contributed ₹1,577 crore to FirstCry group's ₹7,660 crore revenue.

Source: INC 42

Read Full news at: <https://inc42.com/buzz/firstcry-subsiadiary-globalbees-faces-insolvency-plea/>

➤ Strengthening Creditor Oversight: Shaping the Future of India's IBC

In a compelling analysis, The Hindu BusinessLine reflects on the pivotal role creditors play under India's Insolvency and Bankruptcy Code (IBC), emphasizing that robust creditor authority has been central to its success. The article underscores how the Code has not only rebounded bargaining power back to creditors but also transformed the nation's credit discipline, reducing wilful defaults and expediting corporate debt resolutions.

Creditor empowerment has enabled the swift initiation of over 30,000 resolution settlements even before formal CIRP proceedings, with defaults totaling ₹13.8 trillion resolved by the end of 2024. Nearly 1,194 CIRPs concluded in resolution by March 2025, realizing ₹3.89 trillion—approximately 93% of fair value and 170% of liquidation value.

Importantly, over 40% of these entities—deemed non-viable—were revived as “going concerns,” generating jobs and restoring operational productivity. The article also highlights the IIMA’s research, which found post-resolution firms saw a 76% rise in sales within three years and achieved operational breakeven at 4% margins. Employee headcounts increased by 50%, reflecting improved financial health and organizational growth.

Source: The Hindu Business Line

Read Full news at: <https://www.thehindubusinessline.com/opinion/holding-creditor-power-in-ibc-to-account/article69705970.ece>

➤ IBC Resolution Delays Reach Five-Year Peak in FY25

According to a report by India Ratings & Research (Ind-Ra), FY25 witnessed a significant rise in delays under the Insolvency and Bankruptcy Code (IBC), marking a five-year high. Approximately 78% of ongoing Corporate Insolvency Resolution Process (CIRP) cases exceeded the prescribed 270-day timeline, highlighting burgeoning inefficiencies within the system. Analysts warn that these persistent delays cast a shadow over India’s bond markets and overall investor confidence. Unresolved insolvencies increase vulnerability to bond defaults, especially since bondholders are typically unsecured creditors exposed to elevated risks. Despite this, FY25 also saw creditors recovering a record ₹67,000 crore through 284 approved corporate resolutions, the highest ever under the IBC. However, this recovery comes at a cost: stretched timelines dilute value—both in creditor recoveries and market sentiment.

Experts urge reforms aimed at enhancing tribunal capacity and reducing judicial scrutiny that unduly prolongs cases. While IBBI’s recent amendments aim to streamline processes, multiple stakeholders—from bond investors to creditors—insist that faster resolution must now become the IBC’s foremost priority to safeguard the system’s credibility and financial markets.

Source: Business Standard

Read Full news at: https://www.business-standard.com/finance/news/ibc-resolution-delays-hit-five-year-high-fy25-ind-ra-125061700784_1.html

