



INSOLVENCY PROFESSIONAL AGENCY  
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LATEST UPDATES ON INSOLVENCY AND BANKRUPTCY

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## ➤ **SpiceJet CMD Ajay Singh ups bid for Go First following banks' nudge**

One of the two bidders for bankrupt Indian airline Go First has raised its offer following a nudge from lenders, two banking sources and a person aware of the development said on Tuesday.

The consortium, which includes budget carrier SpiceJet's managing director Ajay Singh and Busy Bee Airways, increased the bid amount between 1 billion rupees (\$12.06 million) and 1.5 billion rupees, one of the sources said. The original bid amount stood at 16 billion rupees. The sources did not wish to be identified as they were not authorised to speak to the media.

Emails seeking comments from Reuters to Go First's resolution professional, who conducts the bankruptcy process, Singh, Spicejet and Busy Bee majority shareholder Nishant Pitti did not immediately get a response. Pitti is the CEO of the online travel platform EaseMyTrip.

Go First, which filed for bankruptcy in May last year, received two financial bids as part of its bankruptcy process, the second being Sharjah-based Sky One Airways, Reuters had reported.

"The bid amount in both the offers was far below the expectations of the Committee of Creditors (CoC) and would involve a deep haircut, which is why both the bidders were asked to revise their offer upwards," a banker with a state-run bank that has exposure to Go First said. Its bankruptcy filing lists Central Bank of India, Bank of Baroda, IDBI Bank and Deutsche Bank among creditors to which it owes a total of 65.21 billion rupees.

**Source: *The Economic Times***

**Read Full news:** <https://economictimes.indiatimes.com/industry/transportation/airlines/-/aviation/spicejet-cmd-ajay-singh-ups-bid-for-go-first-following-banks-nudge/articleshow/108607545.cms?from=mdr>

➤ **Bridge funding for real estate insolvency turning a challenge due to lack of clarity on rules**

Real estate companies undergoing the so-called reverse insolvency are facing bridge funding challenges due to lack of clarity on the applicability of rules. Under the normal insolvency route, any creditor who provides bridge funding gets super priority in terms of dues. However, under reverse insolvency, there is no clarity on how such funding will be treated. Hence, potential creditors are reluctant to infuse bridge capital, say legal experts. Generally, bridge capital is considered senior to other existing debts in an insolvency case.

The issue is currently being faced in the ongoing insolvency of real estate firm Supertech. It had also surfaced during the Umang Realtech case. Insolvency experts say clarity on how bridge funding is treated will potentially have an impact on many ongoing and future real estate insolvency cases.

**Source: Money Control**

**Read Full news :** <https://www.moneycontrol.com/news/business/bridge-funding-for-real-estate-insolvency-turning-a-challenge-due-to-lack-of-clarity-on-rules-12491341.html>

➤ **Navigating the Legal Labyrinth: Unpacking the Supreme Court's Verdict in Greater Noida Industrial Development Authority Vs Prabhjit Singh Soni**

In a groundbreaking decision that is set to reshape the contours of India's insolvency proceedings, the Supreme Court recently pronounced a landmark judgment on 12th February 2024 in the case of Greater Noida Industrial Development Authority Vs Prabhjit Singh Soni & Anr. This judgment is expected to have far-reaching implications for insolvency proceedings in India, particularly in terms of how claims are handled during the Corporate Insolvency Resolution Process (CIRP).

**Source: Money Control**

**Read Full news :** <https://www.moneycontrol.com/news/brand-connect/navigating-the-legal-labyrinth-unpacking-the-supreme-courts-verdict-in-greater-noida-industrial-development-authority-vs-prabhjit-singh-soni-12489401.html>

