

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



PRESS

"All our dreams can come true if we have the courage to pursue them."

Updates on Insolvency and Bankruptcy Code

IBC: The unresolved components of insolvency law

- The Insolvency and Bankruptcy Code, 2016, was introduced to promote the ease of doing business in India, with an objective of addressing the issue of liquidity in cases relating to insolvency/bankruptcy in the country. Undermining the importance of time, the IBC prescribes a time-bound process of resolution to free up funds stuck in such cases so that the said cases can be circulated.
- However, this has resulted in the IBC being in conflict with a few other legislations due to their overlapping influence. While the IBC clearly specifies that it will override any other legislation in cases of conflict, a number of unresolved issues still remain. And there are certain issues arising on account of the Income-tax Act, 1961.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/opinion/ibc-the-unresolved-components-of-insolvency-law/1797003/>

Baba Ramdev's Patanjali to pay off Ruchi Soya lenders; another boost for lenders after Essar Steel

- In another boost for lenders under insolvency and bankruptcy code (IBC), the resolution plan for debt-ridden edible oil firm is likely to be completed Monday after Baba Ramdev-led Patanjali Ayurved secured funding from five banks, CNBC TV-18 reported citing unidentified sources.

- It comes after the banks including SBI, IDBI Bank, Canara Bank, PNB among others recovered a whopping Rs 42,000 crore, after ArcelorMittal made the promised repayment following resolution of Essar Steel under IBC a couple of days back. The lenders to Ruchi Soya are expected to receive a settlement of their dues today, it added. The National Company Law Appellate Tribunal (NCLAT) extended, till December 16, the deadline for completion of Patanjali's Rs 4,350 crore resolution plan to acquire Ruchi Soya.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/baba-ramdevs-patanjali-to-pay-off-ruchi-soya-lenders-another-boost-for-lenders-after-essar-steel/1795247/>

IBC saved 160 companies from premature death, says bankruptcy board chairman Sahoo

- The Insolvency and Bankruptcy Code (IBC) has saved 160 companies from premature death, and its implementation will also help in pushing economic growth higher by a few percentage points, according to a senior official.
- M S Sahoo, Chairperson of the Insolvency and Bankruptcy Board of India (IBBI), said the companies resolved under the code fetched "210 per cent of their liquidation value and if the companies were liquidated, they would have got at the best 100 per cent and the additional 110 per cent is a bonus".

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/ibc-saves-160-companies-from-premature-death-says-bankruptcy-board-chairman-sahoo/1795070/>



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