

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India

PRESS

"Success Is Getting What You Want, Happiness Is Wanting What You Get." – W. P. Kinsella

Updates on Insolvency and Bankruptcy Code

➤ The policymaker versus the promoter

The government (equity holder in PSU banks) is warming up to the idea of waiver for the power sector from RBI's new framework. On the other hand, as a policy-maker the government's job is to provide a conducive environment to RBI in cleaning up banks' NPA mess. The IBC may turn out to be the most important piece of reform in India in the last 15-20 years as about Rs 90,000 crore worth of bank NPAs have been and further Rs 2 lakh crore worth of NPAs are in the IBC pipeline, and should be resolved over the next 4-6 quarters.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/opinion/the-policymaker-versus-the-promoter/1294239/>

➤ Power sector NPA crisis coming to an end, about Rs 70,000 crore bad debts near resolution, says SBI

Delinquent loans worth as much as 700 billion rupees (\$10 billion) in India's power sector are in the process of being resolved, according to the nation's largest bank, helping lenders avoid dragging seven accounts to bankruptcy court under new norms laid out by the regulator.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/power-sector-npa-crisis-coming-to-an-end-about-rs-70000-crore-bad-debts-near-resolution-says-sbi/1293717/>

➤ **NCLT orders liquidation of Lanco Infratech**

The NCLT ordered the liquidation of Lanco Infratech NSE -7.69 %,after the infrastructure NSE -2.08 % firm's committee of creditors rejected a revised resolution plan from Thriveni Earthmovers.

Source: *Economic Times*

Please find the full news at:

<https://economictimes.indiatimes.com/markets/stocks/news/nclt-orders-liquidation-of-lanco-infratech/articleshow/65571215.cms>

➤ **Panel for internal e-adjudication system to take load Off NCLTs**

The expert committee set up by the government to review penal provisions of the Companies Act, 2013, has favoured decentralisation of power to regional directors and setting up of an in-house e-adjudication mechanism to free up the overburdened NCLT and Special Courts.

Source: *Economic Times*

Please find the full news at:

<https://economictimes.indiatimes.com/news/economy/policy/panel-for-internal-e-adjudication-system-to-take-load-off-nclts/articleshow/65568134.cms>

➤ **IBBI penalises five debt resolution professionals**

The Insolvency and Bankruptcy Board of India has for the first time penalised at least five resolution professionals, seeking to strengthen the dedicated loan-recovery mechanism that aims to extricate about \$160 billion of lenders' money stuck in bad assets.

Source: *Economic Times*

Please find the full news at:

<https://economictimes.indiatimes.com/markets/stocks/news/ibbi-penalises-five-debt-resolution-professionals/articleshow/65566354.cms>

➤ **Insolvency process: Lenders resolve two large stressed power sector assets**

Lenders have finalised the sale of two stressed power sector assets, GMR Chhattisgarh Energy and Prayagraj Power Generation Company, avoiding any need for insolvency proceedings against the companies.

Source: *Business- Standard*

Please find the full news at:

https://www.business-standard.com/article/companies/insolvency-process-lenders-resolve-two-large-stressed-power-sector-assets-118082800046_1.html

➤ **Patanjali again seeks quashing of Adani's Ruchi Soya bid**

Patanjali Ayurved Ltd has challenged the approval of Adani Wilmar's bid for Ruchi Soya Ltd's acquisition, arguing that under the insolvency and bankruptcy code, relatives of a wilful defaulter can't participate in a bidding process.

Source: *Livemint*

Please find the full news at:

<https://www.livemint.com/Companies/ijRr3rks2fvT60mlzXtytN/Patanjali-again-seeks-quashing-of-Adanis-Ruchi-Soya-bid.html>

➤ **Allahabad HC refuses interim relief to power firms from RBI directions**

The Allahabad High Court (HC) refused to provide relief for privately-owned stressed power projects from the Reserve Bank of India's (RBI's) February 12 order.

Source: *Business- Standard*

Please find the full news at:

https://www.business-standard.com/article/companies/allahabad-hc-refuses-interim-relief-to-power-firms-from-rbi-directions-118082700941_1.html

