

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



[LATEST AMENDMENT
CLICK HERE](#)

*"The desire of knowledge, like the thirst for riches, increases ever with the acquisition of it"-
Laurence Sterne*

Updates on Insolvency and Bankruptcy Code

➤ Investors' Nod Must To Reclassify Promoters As Public Shareholders

The market regulator has made it difficult to exploit the route that ArcelorMittal Netherlands BV used to try and become eligible as a bidder for Essar Steel Ltd. under the insolvency code. The Securities and Exchange Board of India has made it mandatory to get shareholders' approval if promoters seek to reclassify themselves as public shareholders, according to board agenda papers published on its website on Oct. 16. SEBI approved the norms in its board meeting on Sept. 21. Such a shareholder approval was earlier required only in select cases. SEBI said it believes shareholders' consent for reclassification is critical as many investors base their investment decision on the profile of promoters.

Source: Bloombergquint

Please find the full news at:

<https://www.bloombergquint.com/law-and-policy/investors-nod-must-to-reclassify-promoters-as-public-shareholders>

➤ [ArcelorMittal offers Rs 45 billion to be eligible for Essar Steel bid](#)

ArcelorMittal has offered to pay around Rs 45 billion as overdue loans of Uttam Galva Steels and KSS Petron to become eligible to bid for Essar Steel, currently going through the insolvency process. The amount calculated for Uttam Galva is Rs 39.87 billion and for KSS Petron Rs 5.67 billion.

Source: Business- Standard

Please find the full news at:

https://www.business-standard.com/article/companies/arcelor-offers-to-pay-uttam-galva-kss-petron-loans-so-it-can-bid-for-essar-118101601187_1.html

➤ [JSW Steel takes the lead in Bhushan Power & Steel race](#)

JSW Steel has taken a lead in the Bhushan Power & Steel race, with its bid garnering 66.6 percent of the lenders' vote. Lenders of the stressed steelmaker had begun voting on October 15, and a day later, JSW Steel's offer had got the minimum percent of votes required. The other companies in the fray include Tata Steel and Liberty House.

Source: Moneycontrol

Please find the full news at:

<https://www.moneycontrol.com/news/business/companies/jsw-steel-takes-the-lead-in-bhushan-power-steel-race-3053161.html>

➤ [In insolvency cases, staff can file single application for dues](#)

In a ruling that would benefit workers seeking initiation of insolvency against their employer for pending wages, the National Company Law Appellate Tribunal (NCLAT) has said that eligible employees can be represented through a single application. With this, the NCLAT has overturned the order by the National Company Law Tribunal's (NCLT), Kolkata bench that rejected an application for commencement of 'Corporate Insolvency Resolution Process' on the ground that there must have been individual applications by workers.

Source: Economic Times

Please find the full news at:

<https://timesofindia.indiatimes.com/business/india-business/in-insolvency-cases-staff-can-file-single-application-for-dues/articleshow/66251728.cms>

