

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



"Creativity involves breaking out of established patterns in order to look at things in a different way." - Edward de Bono

Updates on Insolvency and Bankruptcy Code

➤ NCLAT asks Jyoti Structures' resolution applicant to revise its plan

The National Company Law Appellate Tribunal (NCLAT) ordered the sole resolution applicant of debt-ridden Jyoti Structures Ltd. to revise its resolution plan as it involved an upfront payment of ₹170 crore and the remaining amount was to be repaid over 15 years. According to NCLAT, the revised plan should have a reduced repayment period of 5 years as opposed to the 15 years period and a higher upfront payment amount should be introduced to prove the intent of taking over the bankrupt company.

Source: Livemint

Please find the full news at:

<https://www.livemint.com/Companies/f7SsuUHJFRDjBE5usKGitN/NCLAT-asks-Jyoti-Structures-resolution-applicant-to-revise.html>

➤ [NCLT admits insolvency plea against power company EMC](#)

The National Company Law Tribunal's Kolkata bench has admitted the insolvency plea against power transmission company EMC, which has defaulted on payments to the tune of Rs 6,500 crore to banks and other creditors. NCLT took action following a petition filed by operational creditors to the company and appointed an interim resolution professional, prompting the financial creditors led by State Bank of India to swing into action. However, banks were initially not keen in going for insolvency proceedings, perhaps because the speed of resolution under the bankruptcy law has slowed.

Source: EconomicTimes

Please find the full news at:

<https://economictimes.indiatimes.com/industry/banking/finance/nclt-admits-insolvency-plea-against-power-company-emc/articleshow/66874621.cms>

➤ [SBI and BoI seek bids for NPAs worth Rs 7,000 crore](#)

Seven months after the Supreme Court (SC) ordered the maintenance of status quo on insolvency proceedings against manufacturing firm Jayaswal Neco Industries, State Bank of India (SBI) sought bids from asset reconstruction companies (ARCs) for the company. The lender said it already has a bid in hand from an investor interested in buying the asset and the auction will be through the Swiss challenge method, based on the existing bid.

Source: Financial- Express

Please find the full news at:

<https://www.financialexpress.com/industry/banking-finance/sbi-and-boi-seek-bids-for-npas-worth-rs-7000-crore/1398639/>

➤ [NCLAT asks lenders of Jaypee Infratech to summarize their financial claims](#)

The National Company Law Appellate Tribunal (NCLAT) asked all the financial creditors and the resolution professional (RP) for Jaypee Infratech to submit a summarized document on their financial claims by 20 December after which it'll decide on the matter. The NCLAT ask lenders to prepare a common chart entailing the name of the bank, what asset is mortgaged, date of mortgage and date of filing of application under provisions of the court.

Source: *Livemint*

Please find the full news at:

<https://www.livemint.com/Companies/9aLPcV2nvyMfvEp2AKYLRM/NCLAT-asks-lenders-of-Jaypee-Infratech-to-summarize-their-fi.html>

➤ [ArcelorMittal seeks to buy EPC Constructions at 93% discount](#)

ArcelorMittal emerged as the sole-bidder for Essar Group firm, EPC Constructions India Ltd, with a bid of ₹500 crore, against outstanding loans of ₹7,268 crore. The first banker, requesting anonymity, said that the company has also promised to bring some equity into EPC Constructions if they win the bid, but lenders were not happy with the offer and want more cash upfront and a discount of above 90% is not acceptable to them.

Source: *Livemint*

Please find the full news at:

<https://www.livemint.com/Companies/xmNj5BaH92PctzrWuFplp/ArcelorMittal-seeks-to-buy-EPC-Constructions-at-93-discount.html>

