

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



HIGHLIGHTS

- NPA recovery target in jeopardy on Essar Steel
- Insolvency law's objective is reorganisation of defaulting firms, not recovery of dues: Sahoo
- 'IBC changed India Inc's view on default'
- NBCC ready to buy more stressed realty assets

Updates on Insolvency and Bankruptcy Code, 2016

➤ NPA recovery target in jeopardy on Essar Steel

The delay in actual realisation from the resolution of the big-ticket cases like Essar Steel has put the non-performing assets (NPAs), or bad loans, recovery target by banks of ₹1.8 lakh crore in jeopardy.

A section of the Finance Ministry, however, believes the target of ₹1.8 lakh crore could be deemed to have been achieved as the decision of National Company Law Tribunal (NCLT) on the sale of the Essar company to ArcelorMittal for ₹42,000 crore was taken in the current fiscal.

Source: Live Mint

Please find the full news at:

<https://www.livemint.com/politics/policy/npa-recovery-target-in-jeopardy-on-essar-steel-1554035493210.html>

➤ **Insolvency law's objective is reorganisation of defaulting firms, not recovery of dues: Sahoo**

Asserting that the insolvency law's objectives are reorganisation and resolution of a defaulting company, IBBI Chairperson MS Sahoo said that if creditors recover their dues one after another or simultaneously, the company would bleed to death.

Source: Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/economy/policy/insolvency-laws-objective-is-reorganisation-of-defaulting-firms-not-recovery-of-dues-sahoo/article26693761.ece>

➤ **'IBC changed India Inc's view on default'**

CEA Subramanian says firms now want to settle fearing loss of control over biz
“Before the Bankruptcy Code, lot of businesses were playing coin toss with the banks, and that imposed a significant cost on the economy,” said Krishnamurthy Subramanian, Chief Economic Adviser (CEA), Government of India, here on Friday.

Source: Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/news/ibc-changed-india-incs-view-on-default/article26679346.ece>

NBCC ready to buy more stressed realty assets

NEW DELHI: State-run construction major NBCCNSE 1.51 % is open to acquiring more distressed assets in the real estate sector, provided there are no corporate governance issues, chairman Anoop Kumar Mittal has said. NBCC has already bid for Jaypee InfratechNSE -4.08 %, which is being resolved through the corporate insolvency process.

Source: Economic Times

Please find the full news at:

