

# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



## HIGHLIGHTS

- **Essar Steel: SBI moves to encash Ruias' ₹15,000-cr guarantee**
- **JIL crisis resolution to boost realty sector: Experts**
- **Decoding the insolvency and bankruptcy code**
- **NBCC wants lenders to consider its bid to acquire bankrupt Jaypee Infratech on merit**

## Updates on Insolvency and Bankruptcy Code, 2016

### ➤ Essar Steel: SBI moves to encash Ruias' ₹15,000-cr guarantee

With the debt recovery process under the Insolvency and Bankruptcy Code getting delayed, State Bank of India has moved the Debt Recovery Tribunal to encash personal guarantees worth ₹15,000 crore extended by the promoters of Essar Steel. In one of the largest-ever personal guarantee cases filed in India, SBI has moved the tribunal in Ahmedabad with a suit against Prashant and Ravi Ruia ( Essar Steel's promoters ) to recover the amount.

Source: *Thehindubusinessline*

Please find the full news at:

<https://www.thehindubusinessline.com/companies/essar-steel-sbi-moves-to-encash-ruias-15000-cr-guarantee/article26973996.ece>

### ➤ JIL crisis resolution to boost realty sector: Experts

After major reforms such as the Real Estate Regulation and Development Act (RERA) and the rationalisation of the Goods and Services Tax (GST), the likely resolution of the Jaypee Infratech Ltd (JIL) insolvency case will be another major development to boost the home buyer's confidence, more so in the subdued realty market of the national capital region.

*Source: Business Standard*

Please find the full news at:

[https://www.business-standard.com/article/news-ians/jil-crisis-resolution-to-boost-realty-sector-experts-119042800362\\_1.html](https://www.business-standard.com/article/news-ians/jil-crisis-resolution-to-boost-realty-sector-experts-119042800362_1.html)

### ➤ Decoding the insolvency and bankruptcy code

The Insolvency and Bankruptcy Code is a good tool for creditors and a dangerous weapon for defaulters. The Code could be used 'dangerously' by wilful defaulters and the like to wriggle out of paying creditors. However, the law, though it has some issues, for the most part, has been an effective tool.

*Source: Newindianexpress*

Please find the full news at:

<http://www.newindianexpress.com/cities/chennai/2019/apr/29/decoding-the-insolvency-and-bankruptcy-code-1970263.html>

### ➤ NBCC wants lenders to consider its bid to acquire bankrupt Jaypee Infratech on merit

As its bid to acquire Jaypee Infratech got rejected by lenders, state-owned NBCC has written to the interim resolution professional that the company is interested in taking over Jaypee group firm and its offer should be considered on merit.

*Source: TimesofIndia*

Please find the full news at:

<https://timesofindia.indiatimes.com/business/india-business/nbcc-wants-lenders-to-consider-its-bid-to-acquire-bankrupt-jaypee-infratech-on-merit/articleshow/69087221.cms>

