

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



HIGHLIGHTS

- **Finance Ministry Says NBCC Didn't Need Approval For Jaypee Infratech Bid**
- **Fear of losing a company post IBC changing credit behaviour: Krishnamurthy Subramanian**
- **Lenders to take 52% haircut as Patanjali's resolution plan for Ruchi Soya gets the go-ahead**
- **Service of Demand Notice on the Corporate Debtor in its Registered Office or Corporate Office is a valid service under section 8 of the Code**

Updates on Insolvency and Bankruptcy Code, 2016

➤ Finance Ministry Says NBCC Didn't Need Approval For Jaypee Infratech Bid

NBCC (India) Limited which was awaiting government approvals for its bid for Jaypee Infratech Ltd., now wants to be considered even as the committee of creditors has started voting on another offer. The state-run developer received approvals from the Department of Investment and Public Asset Management and the ministries of finance and housing and urban affairs. On April 29, NBCC had written to the resolution professional that it's still interested in bidding for Jaypee Infratech.

Source: Bloombergquint

Please find the full news at:

<https://www.bloombergquint.com/business/finance-ministry-says-nbcc-didnt-need-approval-for-jaypee-infratech-bid>

➤ **Fear of losing a company post IBC changing credit behaviour: Krishnamurthy Subramanian**

Chief Economic Adviser Krishnamurthy Subramanian says the Insolvency and Bankruptcy Code is a big reform that is changing credit behaviour and calls for incentives for young businesses rather than small businesses.

Source: *EconomicTimes*

Please find the full news at:

<https://economictimes.indiatimes.com/industry/banking/finance/banking/fear-of-losing-a-company-post-ibc-changing-credit-behaviour-krishnamurthy-subramanian/articleshow/69137541.cms>

➤ **Lenders to take 52% haircut as Patanjali's resolution plan for Ruchi Soya gets the go-ahead**

With the committee of creditors having approved Patanjali Ayurved's Rs.4,350 crore resolution plan for Ruchi Soya, another resolution of a troubled business appears to be in sight. In this instance, lenders have agreed to a 52% haircut on the admitted claims. The Committee of Creditors is expected to place the resolution plan before the National Company Law Tribunal for its approval before May 7.

Source: *Financial Express*

Please find the full news at:

<https://www.financialexpress.com/industry/patanjalis-rs-4350-crore-resolution-plan-for-ruchi-soya-gets-go-ahead-lenders-to-take-52-haircut/1565304/>

➤ **Service of Demand Notice on the Corporate Debtor in its Registered Office or Corporate Office is a valid service under section 8 of the Code**

The essential requirement of service of demand notice upon the Corporate Debtor essentially means that the Corporate Debtor should be made aware of the Demand notice by duly serving it upon them. It was held that as long as the demand notice is served upon the Corporate Debtor, either in its Registered office or Corporate Office, or both, it shall be considered as a valid proof of service under Section 8 of the Code for acceptance of an application under Section 9 of the Code for initiation of the Corporate Insolvency Resolution Process against the Corporate Debtor.

Source: *Mondaq*

Please find the full news at:

<http://www.mondaq.com/india/x/802742/Insolvency+Bankruptcy/Insolvency+And+Bankruptcy+Code+2016+Service+Of+Demand+Notice+On+The+Corporate+Debtor+In+Its+Registered+Office+Or+Corporate+Office+Is+A+Valid+Service+Under+Section+8+Of+The+Code>

