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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



“There is no finish line. There are only mile markers”

Updates on Insolvency and Bankruptcy Code

Our bankruptcy code deserves credit for what it has achieved

The Indian insolvency framework in the form of the Insolvency and Bankruptcy Code (IBC), 2016, is unique as it has a business-rescue mechanism, thereby providing resolution options for financially viable companies as yet another objective. Notwithstanding the different legal frameworks for bankruptcy and insolvency in place in various countries, all of them have two leading objectives: to facilitate liquidation of financially unviable companies, and to protect the rights of and provide equal treatment to similarly-situated creditors and other stakeholders.

Source: Mint

Please find the full news at:

<https://www.livemint.com/opinion/online-views/our-bankruptcy-code-deserves-credit-for-what-it-has-achieved-11627838610230.html>

Videocon’s Dhoot moves appeals court against Twin Star order

Videocon Group promoter Venugopal Dhoot approached an appeals court against a June insolvency tribunal order that cleared the resolution plan of Vedanta group firm Twin Star Technologies. Dhoot listed three respondents in his petition filed at the National Company Law Appellate Tribunal (NCLAT) on Saturday—Videocon Group resolution professional Abhijit Guhathakurta, the committee of creditors (CoC) and Twin Star Technologies. At a December vote, over 95% of lenders backed Twin Star’s ₹2,900 crore plan for 13 Videocon firms, while the rest dissented or abstained.

Source: Mint

Please find the full news at:

<https://www.livemint.com/companies/news/venugopal-dhoot-moves-nclat-against-approval-to-twin-star-s-resolution-plan-11627818466464.html>

MGM Healthcare MD's bid to take over Appu Hotels Ltd. stayed

The National Company Law Appellate Tribunal (NCLAT), Chennai has stayed the implementation of an order approving MGM Healthcare managing director M.K. Rajagopalan's ₹423 crore bid to take over Appu Hotels Limited. Appu Hotels owns and operates Le Meridien in Chennai and Coimbatore. Mr. Periasamy alleged that Rajagopalan was put in a pole position to acquire assets worth over ₹1600 crore for a paltry sum of ₹423 crore. Mr. Periasamy also said he is ready to pay all the financial creditors, operational creditors and unsecured financial creditors. He also said he would deposit ₹450 crore and he required two or three days' time in this regard.

Source: The Hindu

Please find the full news at:

<https://www.thehindu.com/news/cities/chennai/mgm-healthcares-bid-to-take-over-appu-hotels-ltd-stayed/article35646753.ece>

Insolvency and bankruptcy code: The new route to M&A

The rules and regulations framed under the Insolvency and Bankruptcy Code (IBC) have opened-up countless opportunities and prospects for merger and acquisition (M&A) deals in India. These opportunities have been used productively by companies and investors wanting to diversify into new businesses or expanding and consolidating their existing businesses. While the IBC has greatly improved the prospects of mergers and acquisition of distressed assets, many challenges still remain in their smooth takeover.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/banking-finance/insolvency-and-bankruptcy-code-the-new-route-to-ma/2301495/>



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