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# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



**“Paying attention to simple little things that most men neglect makes a few men rich”**

## **Updates on Insolvency and Bankruptcy Code**

### **NCLT Mumbai orders freeze of Videocon group promoters' assets**

In an order, the NCLT said, the Central Depository Services Ltd. (CDSL) and National Securities Depository Ltd. (NSDL) is directed that securities owned/ held by the respondents (except companies) in any company/society be frozen, and be prohibited from being transferred or alienation and details thereof be shared with the Petitioner (union government). It has also asked the Central Board of Direct Taxes (CBDT) to disclose information about all assets of the respondents (except companies) in their knowledge or possession, for the purpose of freezing and restrain on alienation of such assets.

**Source: Business Standard**

**Please find the full news at:**

[https://www.business-standard.com/article/companies/nclt-mumbai-orders-freeze-of-videocon-group-promoters-assets-121083101530\\_1.html](https://www.business-standard.com/article/companies/nclt-mumbai-orders-freeze-of-videocon-group-promoters-assets-121083101530_1.html)

### **What the IBC needs to become better**

The IBC was supposed to have been the panacea for all evils, the ultimate cure. However, in an environment in which promoters have ruled the roost forever, crony capitalism has been rampant, bankers have been reckless and mindless, and corruption has seeped through virtually every layer of the financial system, it was somewhat ambitious to believe a new Code would set everything right. Our promoters have shown us there is nothing more they love than a good fight; they can dig in their heels and conjure up large sums of money at the last minute.

**Source: Financial Express**

**Please find the full news at:**

<https://www.financialexpress.com/opinion/what-the-ibc-needs-to-become-better/2321401/>

### **Inside Videocon's epic insolvency saga**

The circumstances under which the insolvency petition of Videocon Industries, a part of the larger Videocon Group, was admitted to the insolvency tribunal were rather unique. In May 2018, when the company's lawyers were fiercely arguing against the petition filed by the State Bank of India (SBI), they received a message from the firm's management, asking them not to vehemently oppose the petition "in public interest".

**Source: Mint**

**Please find the full news at:**

<https://www.livemint.com/companies/news/inside-videocon-s-epic-insolvency-saga-11630424739563.html>

### **IBC: Creditors' Code Of Conduct, Swiss Challenge Among Changes Proposed By IBBI**

Should there be a code of conduct for the members of the Committee of Creditors? What should be the framework of such a code? Under what conditions can bank guarantees and letters of credit be considered as claims in the insolvency process? Bankruptcy law regulator, the Insolvency and Bankruptcy Board of India, has posed these questions in a consultation paper on issues related to the corporate in

**Source: BloombergQuint**

**Please find the full news at:**

<https://www.bloombergquint.com/law-and-policy/ibc-creditors-code-of-conduct-swiss-challenge-among-changes-proposed-by-ibbi>



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