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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



"With the new day comes new strength and new thoughts."

Updates on Insolvency and Bankruptcy Code

IBBI proposes cap on number of cases to be taken up by insolvency professionals

The Insolvency and Bankruptcy Board of India (IBBI) has proposed a cap on the maximum number of ongoing insolvency or liquidation proceedings that can be handled by insolvency professional.

In a discussion paper released on Wednesday, IBBI said that an insolvency professional (IP) can handle a maximum of 5 assignments if he is handling accounts with turnover of less than ₹1000 crore, 4 assignments in the case of accounts with turnover of ₹1000-5000 crore, 3 cases if he is handling ₹5000-10,000 crore turnover accounts and 1 if it is a large account of more than ₹50,000 crore.

Source: Live Mint

Please find the full news at:

<https://www.livemint.com/companies/news/ibbi-proposes-cap-on-number-of-cases-to-be-taken-up-by-insolvency-professionals-11593696794246.html>

Insolvency regulator IBBI expands role of insolvency professional entities

In these trying times, insolvency regulator IBBI has given an opportunity for Insolvency Professional Entities (IPEs) to grow into the likes of the Big 4 in coming days. It has now broadbanded the role of IPEs, which are usually created by 3-4 insolvency professionals — by allowing them to provide support services to any insolvency professional (IP) and not just the IPs who are its partners or directors of such entities.

Prior to the latest change, the Insolvency and Bankruptcy Board of India (IBBI) regulations stipulated that an IPE, which can take the form of an LLP, company or partnership, can provide support services only to the IPs who are its partners or directors. Its role earlier was to be a support organisation for its partners/directors. Now, this role has been expanded and the amended regulation reads that “the sole objective (of an IPE) is to provide support services to insolvency professionals”.

Source: The Hindu Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/companies/insolvency-regulator-ibbi-expands-role-of-insolvency-professional-entities/article31969645.ece>



Insolvency Professional Agency of Institute of Cost Accountants of India
(A Section 8 Company incorporated under Companies Act 2013)
CMA Bhawan, 3 Institutional Area, Lodi Road,
New Delhi-110003