



INSOLVENCY PROFESSIONAL AGENCY  
OF INSTITUTE OF COST ACCOUNTANTS OF INDIA



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LATEST UPDATES ON INSOLVENCY AND BANKRUPTCY

*"Success usually comes to those who are too busy looking for it."*

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## ➤ **Future Retail lenders reject Space Mantra's bid; NCLT extends insolvency period for 15 days**

The lenders of Future Retail Ltd have rejected the bid submitted by Space Mantra for the debt-ridden firm, which is currently going through Corporate Insolvency Resolution Process (CIRP). The Resolution Plan submitted by Space Mantra for Future Retail Ltd (FRL), failed to get the required number of votes in the e-voting process of the Committee of creditors (CoC).

It was put "for the consideration of the CoC on July 19, 2023... and pursuant to the decision taken by CoC through e-voting, concluded on 30th September 2023 at 9 PM (IST), the resolution plan submitted by Space Mantra Private Limited has not been approved by CoC", FRL said in a regulatory filing on Monday.

It further added: "In view of the resolution plan not having been approved by the CoC, the next steps would be taken in accordance with the Insolvency & Bankruptcy Code 2016." ..

Space Mantra was the single bidder for FRL. According to some media reports, Space Mantra had offered around Rs 550 crore, which was very close to liquidation value. It was just 2.8 per cent of FRL's outstanding dues of Rs 19,773 crore to its financial creditors.

Moreover, in another filing FRL said that the National Company Law Tribunal (NCLT) has extended the deadline to complete the CIRP for 15 days, accepting the company's request.

**Source:** *The Economic Times*

**Read Full news at:** <https://economictimes.indiatimes.com/industry/services/retail/future-retail-lenders-reject-space-mantras-bid-nclt-extends-insolvency-period-for-15-days/articleshow/104112625.cms?from=mdr>

➤ **Resolutions under insolvency law likely to touch 300 this fiscal; efforts on to speed up process: Officials**

The number of resolutions of stressed assets cases under the insolvency law is likely to touch 300 in the year ending March 2024, after rising 80 per cent in the last fiscal, and efforts are on to speed up the process for faster resolutions, senior officials said on October 1.

Under the Insolvency and Bankruptcy Code (IBC), which provides for a market-linked and time-bound resolution process of stressed assets, creditors have witnessed recoveries of nearly Rs 3 lakh crore so far, and the recovery amount stood at more than Rs 51,000 crore in 2022-23 financial year.

**Source: Money Control**

**Read Full news at:** <https://www.moneycontrol.com/news/business/markets/resolutions-under-insolvency-law-likely-to-touch-300-this-fiscal-efforts-on-to-speed-up-process-officials-11460071.html>

➤ **Board paper calls for UN-model cross-border insolvency law**

India should “absolutely” consider the adoption of the UNCITRAL Model Law on Cross-Border Insolvency (MLCBI) in the next version of its IBC, and mull ways to accelerate its domestic insolvency processes, a paper released by the Insolvency and Bankruptcy Board of India (IBBI) has said.

Currently, the Insolvency and Bankruptcy Code (IBC) has no instrument to restructure firms involving cross-border jurisdictions. Cross-border insolvency law aims to ensure Indian lenders have access to overseas assets of stressed companies, and can get support of foreign jurisdictions to bring defaulters’ assets there under the ambit of insolvency resolution.

**Source: Financial Express**

**Read Full news at:** <https://www.financialexpress.com/business/banking-finance-board-paper-calls-for-un-model-cross-border-insolvency-law-3260778/>

➤ **Breaking barriers. IBBI’s new measures aim to boost efficiency in personal guarantor insolvency**

The Insolvency regulator Insolvency and Bankruptcy Board of India (IBBI) aims to enhance the efficiency of the personal guarantors’ insolvency process with three significant measures. These proposed measures, currently open for public comments until October 19, include mandatory creditors’ meetings for all personal guarantor insolvency cases, allowing a single resolution professional to handle both personal guarantor and corporate debtor insolvency, and mandating the RP to share recommendations with debtors and creditors.

**Source: The Hindu Business Line**

**Read Full news at:** <https://www.thehindubusinessline.com/economy/ibbis-new-measures-aim-to-boost-efficiency-in-personal-guarantor-insolvency/article67365468.ece>

➤ **NCLAT Chairperson Justice Ashok Bhushan says Insolvency and Bankruptcy Board of India constantly learnt through interactions with stakeholder**

Justice Ashok Bhushan, Chairperson of National Company Law Appellate Tribunal (NCLAT), on Monday termed the Insolvency and Bankruptcy Board of India (IBBI) as a pro-active regulator, which constantly learnt through interactions with stakeholders and took steps to encourage research in insolvency law to help make better and informed policy decisions.

Presiding over the Seventh Annual Day celebrations of IBBI as the Chief Guest, Justice Bhushan, while terming the Insolvency and Bankruptcy Code, 2016 as a game changer legislation, said the speed with which the IBBI has geared up the entire ecosystem was astounding.

Talking about the transformative journey of India's corporate insolvency landscape after the advent of IBBI, Justice Bhushan said the legislation rolled out a meticulous regulatory regime, which gelled well with the larger economic narrative of the nation.

**Source: India Legal**

**Read Full news at:** <https://www.indialegalive.com/top-news-of-the-day/news/insolvency-bankruptcy-board-of-india-seventh-annual-day-justice-ashok-bhushan/>

