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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



**"Failure is simply the opportunity to begin again,
this time more intelligently."**

Updates on Insolvency and Bankruptcy Code

Insolvency law's aim is business rejig, not recovery: M S Sahoo, chairman, IBBI

Amid concerns over poor realisation from insolvency resolution, M S Sahoo, chairman of Insolvency & Bankruptcy Board of India (IBBI), tells TOI that how much money is realised depends on a variety of factors and the law is not for recovery, but resolution. Excerpts from an interview: There is fear that many of the ousted promoters are trying to get entry through the backdoor through people they know. Are the fears justified?

Source: The Times of India

Please find the full news at:

<https://timesofindia.indiatimes.com/business/india-business/insolvency-laws-aim-is-biz-rejig-not-recovery/articleshow/84125959.cms>

How amendments in IBC could put Family Trusts in the dock

The recent Supreme Court ruling, confirming the amendment to Insolvency Bankruptcy Code allowing creditors to proceed against personal guarantors of defaulting companies to recover debt has not only opened up a new dimension in the corporate insolvency resolution, but also caused a furor among the promoter families.

Source: The Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/markets/bonds/how-amendments-in-ibc-could-put-family-trusts-in-the-dock/articleshow/84109688.cms>

Brazen gaming of bankruptcy process on

It is not often that a high-profile businessman publicly protests and appeals to the prime minister of India. But the shocking cases of bad loan write-offs by public sector banks (PSBs) provoked even the mild-mannered and jovial industrialist Harsh Goenka to tweet last month: “Promoters stash away money on the side, take the company to the cleaners, get 80-90 per cent haircut from bankers/NCLT — that’s the new game in town. A lot of institutions cleansed by the government — NCLT next please @PMOIndia.

Source: Business Standard

Please find the full news at:

https://www.business-standard.com/article/opinion/brazen-gaming-of-bankruptcy-process-on-121070500012_1.html

For a 90% haircut, try India’s bankruptcy salon

Five years ago, India came up with a legal answer to its perennial economic challenge of rescuing the money stuck in zombie firms. Unlike China, which has the cushion of high savings, India’s inefficient use of limited domestic capital has meant a chronic inability to put its swelling ranks of youth to work. After toying with the idea for more than a decade, the solution New Delhi hit upon was a modern bankruptcy code.

Source: Mint

Please find the full news at:

<https://www.livemint.com/companies/news/for-a-90-haircut-try-india-s-bankruptcy-salon-11625443411590.html>



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