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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



**"If you don't build your dream,
someone else will hire you to help them build theirs."**

Updates on Insolvency and Bankruptcy Code

Insolvency ordinance: Govt amends Insolvency and Bankruptcy Code, brings in 'pre-pack' resolution scheme for MSMEs

Amid a growing perception that India's three-year-old insolvency resolution system has been less than productive in saving businesses and aiding lenders to recover their assets, the government has amended the Insolvency and Bankruptcy Code (IBC) through an Ordinance to provide for a so-called pre-pack resolution scheme for micro, small and medium enterprises (MSMEs).

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/sme/insolvency-ordinance-govt-amends-insolvency-and-bankruptcy-code-brings-in-pre-pack-resolution-scheme-for-msmes/2227440/>

Pre-packaged insolvency process under Indian bankruptcy code is positive but limited in its scope, feel experts

The rationale for promulgating the IBC amendment ordinance has been to offer an alternative resolution mechanism to MSMEs that is "quicker, cost-effective and value maximising outcomes for all the stakeholders, in a manner which is least disruptive to the continuity of their businesses and which preserves jobs." The pre-packaged insolvency process allows the promoters and the management of the firm to create an informal plan for debt resolution with its creditors.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/sme/pre-packaged-insolvency-process-under-indian-bankruptcy-code-is-positive-but-limited-in-its-scope-feel-experts/2227555/>

Govt amends insolvency law; introduces pre-packaged resolution for MSMEs

Seeking to provide a quicker and value-maximising outcome for stressed MSMEs, the government has introduced a pre-packaged resolution process for such enterprises by amending the insolvency law. Now, Micro, Small and Medium Enterprises (MSMEs) can seek resolution for their stress through the pre-packaged process under the Insolvency and Bankruptcy Code (IBC).

Source: Business Standard

Please find the full news at:

https://www.business-standard.com/article/companies/govt-amends-insolvency-law-introduces-pre-packaged-resolution-for-msmes-121040501137_1.html

86% insolvency cases pending over 270 days

NEW DELHI: Over 85% of the ongoing corporate insolvency cases have dragged beyond 270 days, which was the upper limit for finalisation of the process. Latest data released by the Insolvency & Bankruptcy Board of India (IBBI) on Monday showed that up to December, 1,481 of the 1,717 pending cases had extended beyond 270 days.

Source: The Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/markets/stocks/news/86-insolvency-cases-pending-over-270-days/articleshow/81923710.cms>



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