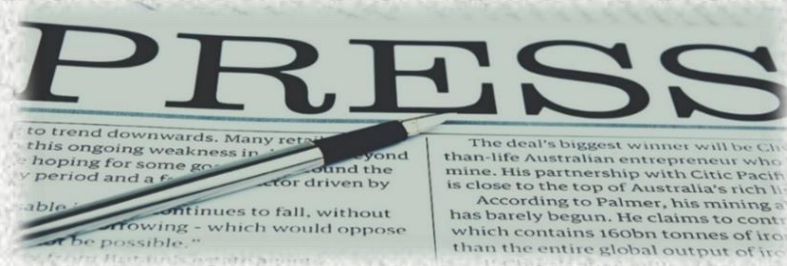


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Insolvency Professional Agency of Institute of Cost Accountants of India



"Simple, genuine goodness is the best capital to found the business of this life upon."

Updates on Insolvency and Bankruptcy Code

Banker's Trust: Has crony capitalism hijacked bad loan resolution?

In the last week of June, a State Bank of India-led consortium that had lent to fugitive businessman Vijay Mallya, the promoter of now defunct Kingfisher Airlines Ltd, received Rs 5,824.5 crore selling a group company's shares, which were attached under the anti-money laundering law. Kingfisher owed around Rs 9,000 crore to the banking system. With this, the banks have recovered at least 70 per cent of their exposure to the airline.

Source: Business Standard

Please find the full news at:

https://www.business-standard.com/article/opinion/bad-loan-resolution-is-crony-capitalism-at-play-121071100737_1.html

Rebid plan for RCom assets likely to face legal hurdles

MUMBAI : A proposal by lenders to Reliance Communications Ltd (RCom) to seek fresh bids despite selecting UV Asset Reconstruction Co. Ltd's (UVARCL) resolution plan could lead to prolonged litigation, said three legal experts. A decision based on the outcome of another insolvency case involving UVARCL would only cause delay as RCom's resolution plan has already been approved by the lenders and is awaiting a final nod from the National Company Law Tribunal (NLCT), said the experts.

Source: Mint

Please find the full news at:

<https://www.livemint.com/companies/news/rebid-plan-for-rcom-assets-likely-to-face-legal-hurdles-11626026015661.html>

OTR of credit facilities availed by Asian Hotels (North) gets approval

A consortium of banks led by Bank of Maharashtra (BoM) has approved the one-time restructuring (OTR) of credit facilities availed by Asian Hotels (North) Ltd. Five banks including BoM, Punjab National Bank, YES Bank, IndusInd Bank and Axis Bank, had collectively sanctioned ₹717.61 crore, as per the hotel's regulatory filing. Of the sanctioned amount, the outstanding loan amount was ₹ 669.64 crore as on March 1, 2020. Asian Hotels (North) said it had filed an application regarding OTR of its credit facilities with all the lenders. Subsequently, invocation of OTR was done on December 9, 2020, and Inter Creditor Agreement (ICA) was signed on December 23, 2020, by all the lenders, it added.

Source: The Hindu Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/money-and-banking/otr-of-credit-facilities-availed-by-asian-hotels-north-gets-approval/article35257629.ece>

Jet Airways resolution plan may not get staff support

Jet Airways' revival is facing headwinds as 95 per cent of the employees are unlikely to vote in favour of the resolution plan. Not only that, the employees have now written letters to the Labour Ministry, the Civil Aviation Ministry and the regional labour commissioners. Sources say employees are also likely to seek relief from the National Company Law Appellate Tribunal. The All India Jet Airways' Officers and Staff Association has written three separate letters to the Ministry of Civil Aviation, the Ministry of Labour and the Regional Labour Commissioner (Central) regarding gratuity claims and payment dues.

Source: The Hindu Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/companies/jet-resolution-plan-may-not-get-staff-support/article35254254.ece>



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