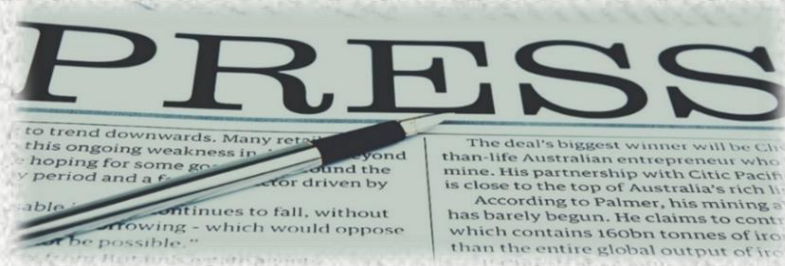


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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



“All our dreams can come true, if we have the courage to pursue them”

Updates on Insolvency and Bankruptcy Code

Bankruptcy code reforms must be handled with special caution

A parliamentary standing committee has called for an overhaul of the Insolvency and Bankruptcy Code (IBC), 2016. The major concern has been over large haircuts and a high rate of liquidation. While the suggestion to overhaul the law is welcome, it is important to understand the root cause of the problem and address the same. Somehow, while assessing the effectiveness of the Code, too much emphasis has been laid on haircuts, which is often seen as the only determinant of its success. The IBC is not responsible for large haircuts.

Source: Mint

Please find the full news at:

<https://www.livemint.com/opinion/online-views/bankruptcy-code-reforms-must-be-handled-with-special-caution-11628697481843.html>

‘Of all biz referred under IBC, negligible few get liquidated ‘

The Insolvency and Bankruptcy Code (IBC), brought in to improve the credit culture in the country and counter industrial sickness, has been closely watched by policymakers and experts for its effectiveness. Only a few of the businesses that get referred to tribunals under IBC are liquidated, Insolvency and Bankruptcy Board of India (IBBI) chairperson M.S. Sahoo said in an e-mail interview. It may be too early to think about prepack scheme for large businesses before experiencing how it pans out for MSMEs, says M.S. Sahoo, IBBI chairperson.

Source: Mint

Please find the full news at:

<https://www.livemint.com/companies/people/of-all-biz-referred-under-ibc-negligible-few-get-liquidated-11628713494691.html>

NCLT admits insolvency resolution petition against Mumbai-based developer Nirmal Lifestyle:

The Mumbai bench of the National Company Law Tribunal (NCLT) has admitted the company under the Corporate Insolvency Resolution Process (CIRP) based on a petition filed by IDBI Trusteeship Services, on behalf of Altico Capital, after the company defaulted on its dues worth Rs 286 crore. A dedicated bankruptcy court in Mumbai has admitted an insolvency resolution petition against the city-based real estate development firm Nirmal Lifestyle and has appointed Ajit Gyanchand Jain as its interim resolution professional (IRP) to run the company's day-to-day affairs.

Source: The Economic Times

Please find the full news at:

<https://m.economictimes.com/industry/banking/finance/nclt-admits-insolvency-resolution-petition-against-mumbai-based-developer-nirmal-lifestyle/articleshow/85245557.cms>

NCLT directs insolvency proceedings against Sankhya Infotech

The National Company Law Tribunal, Hyderabad, has initiated corporate insolvency proceedings under the Insolvency and Bankruptcy Code, 2016, against Sankhya Infotech Limited. Appoints resolution professional, declares moratorium on institution or continuation of suits or proceedings. The respondent company contended that the amount shown as defaults were remitted by the applicant towards the allotment of shares and that does not constitute debt.

Source: The Hindu Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/news/nclt-directs-insolvency-proceedings-against-sankhya-infotech/article35859849.ece>



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