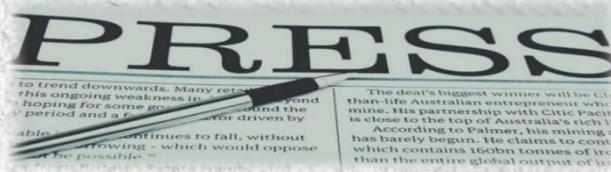


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# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



**"Trust because you are willing to accept the risk, not because it's safe or certain."**

## **Updates on Insolvency and Bankruptcy Code**

### **NCLT allows Jet Airways to sell office in Bandra Kurla Complex**

The NCLT has allowed Jet Airways to sell its premises in Bandra Kurla Complex (BKC) to settle Rs 360 crore dues of mortgage lender HDFC, clear overseas debt and cover corporate insolvency resolution process costs.

Jet Airways' insolvency resolution professional Ashish Chhawchharia had moved the NCLT to seek approval to sell its third and fourth floor in Godrej BKC building to clear overseas debt to transfer the title of six aircraft under Export-Import Bank of the US to the corporate debtor, which would help in maximising value of the defunct airline.

**Source: Financial Express**

**Please find the full news at:**

<https://www.financialexpress.com/industry/nclt-allows-jet-airways-to-sell-office-in-bandra-kurla-complex/1991132/>

### **Insolvency filing by Minda Corp for its German unit to boost shareholder value**

The decision by auto-parts company Minda Corp to take into administration its non-viable European unit Minda KTSN could boost shareholder value and help improve overall profitability. Despite significant turnaround efforts and substantial investments by MCL over the past few years, MKTSN filed for insolvency with the insolvency courts in Germany on Tuesday.



Minda Corp will take a write-off of about Rs 295 crore, including MKTSN's debt of Rs 160 crore, on a consolidated net worth of Rs 1,200 crore, leaving the company free to invest on profitable and growing businesses.

**Source: Economic Times**

**Please find the full news at:**

<https://economictimes.indiatimes.com/markets/stocks/news/insolvency-filing-by-minda-corp-for-its-german-unit-to-boost-shareholder-value/articleshow/76317836.cms>

## **Credit Market's Big Worry After Bankruptcy Law Paused Over Virus Crisis**

Since the government announced last month that it would temporarily suspend its insolvency law amid the pandemic, credit investors have grown concerned that some weaker borrowers may use the development as an excuse to delay or avoid debt payments.

Yield premiums jumped after Finance Minister Nirmala Sitharaman unveiled the suspension, and the extra spread that investors demand to hold short-term AA rated debt over AAA notes has risen to its highest in about nine years. "Suspension of bankruptcy filings can give firms a reason to take advantage of the situation and delay debt repayments," according to Rajat Bahl, chief ratings officer at Brickwork Ratings in Mumbai. "This will be a setback to bond investors and creditors."

**Source: NDTV**

**Please find the full news at:**

<https://www.ndtv.com/business/coronavirus-impact-credit-market-worry-after-insolvency-and-bankruptcy-law-temporarily-suspended-over-virus-crisis-2244966>



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