



INSOLVENCY PROFESSIONAL AGENCY
OF INSTITUTE OF COST ACCOUNTANTS OF INDIA



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IBC AU-COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



"A wise man has dignity without pride; a fool has pride without dignity"

Updates on Insolvency and Bankruptcy Code

➤ **Govt invites bids from firms for valuing assets of privatisation-bound RINL**

The Department of Investment and Public Asset Management (DIPAM), which manages the government's equity in public sector companies, on March 11 floated the request for proposal (RFP) for appointing an asset valuer registered with the Insolvency and Bankruptcy Board of India (IBBI) to carry out the valuation of the company's assets and assist the Centre in the process of strategic disinvestment of RINL.

The last date for putting bids is April 4. The valuer would be required to carry out the valuation of all assets of RINL, subsidiaries and joint ventures, including their plant and machinery, land and buildings, furniture, civil infrastructure and associated intangibles on "as is where is basis".

Source: Business Standard

Read Full news at:

https://www.business-standard.com/article/companies/govt-invites-bids-from-firms-for-valuing-assets-of-privatisation-bound-rinl-122031601710_1.html

➤ [Supreme Court stays Siva Industries liquidation after appeal by promoters](#)

In a one line ruling, the two judge bench of L Nageswara Rao and BR Gavai stayed the Chennai NCLAT judgment dated January 28, 2022 until further orders. The next hearing date is set in the last week of April. The Supreme Court (SC) has stayed a National Company Law Appellate Tribunal (NCLAT) order liquidating C Sivasankaran promoted Siva Industries & Holdings (SiH) further dragging the already delayed two and a half year old bankruptcy case.

Source: *The Economic Times*

Read Full news at:

<https://economictimes.indiatimes.com/industry/telecom/telecom-news/supreme-court-stays-siva-industries-after-appeal-by-promoters/articleshow/90271121.cms>

➤ [DRT rejects plea to invoke personal guarantee of Essar promoters](#)

The Debt Recovery Tribunal (DRT) has rejected a plea by Punjab National Bank to invoke personal guarantees of promoters of Essar Steel — Prashant and Ravi Ruia. The order was passed by the Ahmedabad Bench of the DRT on March 11. The Tribunal also dismissed a similar case filed by State Bank of India to invoke personal guarantees taken by Prashant and Ravi Ruia. “Typically, banks enter into the guarantee agreement and then invoke personal guarantees if they are unable to recover the debt. Guarantees act as a shield and protect investors’ interests, but if they are unable to invoke them in the event of a resolution plan being approved by the court, the guarantees will be meaningless and all companies will voluntarily declare bankruptcy,” said Sonam Chandwani, Managing Partner at KS Legal & Associates. It makes sense for the bank to appeal the decision of the DRT in the High Court, she further said.

Source: *The Hindu Business line*

Read Full news at:

<https://www.thehindubusinessline.com/money-and-banking/drt-rejects-plea-to-invoke-personal-guarantee-of-essar-promoters/article65230724.ece>



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