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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



“Stopping advertising to save money is like stopping your watch to save time.”

Updates on Insolvency and Bankruptcy Code

RBI opposes fresh insolvency freeze

New Delhi: The Reserve Bank of India (RBI) has shot down suggestions of a fresh suspension of the Insolvency & Bankruptcy Code (IBC) due to the second wave of Covid, while making it clear that banks can still restructure distressed but viable loans, ensuring that their balance sheets remain transparent.

Source: The Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/markets/stocks/news/rbi-opposes-fresh-insolvency-freeze/articleshow/82697079.cms>

Pre-packaged insolvency resolution under IBC for MSMEs: Challenges that may arise in implementation

The Pre-Package Insolvency Resolution Process (PPIRP) aims at revival of Micro, Small and Medium Enterprises (MSMEs) through submission of Base Resolution Plan along with the other data by the Corporate Applicant, i.e., MSME itself and the said Base Resolution Plan has to be vetted by the Resolution Professional duly appointed by Financial Creditors (FCs) or Operational Creditors where they are no financial creditors.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/industry/sme/pre-packaged-insolvency-resolution-under-ibc-for-msmes-challenges-that-may-arise-in-implementation/2251945/>

IDBI-Sivasankaran deal raises hope for other defaulting promoters

Former promoters of defaulting companies that are under the insolvency process can hope to take back control of their companies if the debt resolution process fails to find new owners. The recent decision by consortium of lenders led by IDBI Bank to allow C Sivasankaran to take ownership of his company by paying an amount higher than the liquidation amount may have raised hopes of erstwhile promoters such as Naresh Goyal, Anil Ambani and Punj Lloyd.

Source: The Hindu Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/money-and-banking/idbi-sivasankaran-deal-raises-hoped-for-other-defaulting-promoters/article34572075.ece>



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