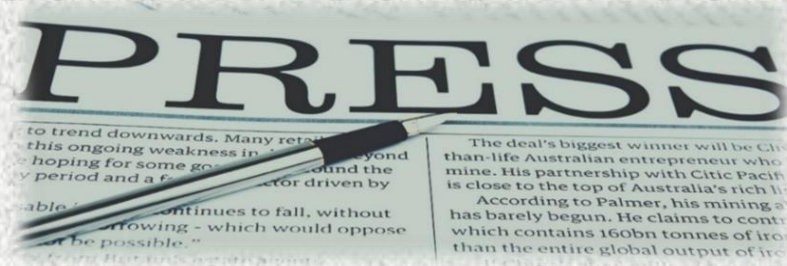


Date: July 19, 2021

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



"Innovation distinguishes between a leader and follower"

Updates on Insolvency and Bankruptcy Code

NCLT clears ₹423-crore bid to take over Appu Hotels

The National Company Law Tribunal (NCLT), Chennai, has approved MGM Healthcare managing director M.K. Rajagopalan's ₹423-crore bid to take over Appu Hotels Limited. Appu Hotels owns and operates Le Meridien in Chennai and Coimbatore. In 2020, the NCLT had admitted an insolvency petition against Appu Hotels in a case filed by the Tourism Finance Corporation of India Limited. The plan proposes to pay 100% dues of secured and unsecured financial creditors. As per admitted claims, the dues of secured financial creditors was ₹340.43 crore and that of unsecured financial creditors was ₹49.13 crore.

Source: The Hindu

Please find the full news at:

<https://www.thehindu.com/news/cities/chennai/nclt-clears-423-crore-bid-to-take-over-appu-hotels/article35399748.ece>

IBC proceedings should start when assets aren't impaired: MS Sahoo, Chairman IBBI

Haircuts taken by banks on loans disbursed to companies under the Insolvency and Bankruptcy Code (IBC) proceedings have to be understood in the context of the stage at which these companies were admitted for insolvency, MS Sahoo, chairman of India's bankruptcy watchdog, Insolvency and Bankruptcy Board of India (IBBI), has told ET. Sahoo cited the example of Videocon Industries, stating that it had already reported a loss of nearly ₹10,000 crore when the bankers brought the company to insolvency proceedings

Source: The Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/news/economy/policy/ibc-proceedings-should-start-when-assets-arent-impaired/articleshow/84533894.cms>

Comply with order once moratorium ends

Preet Kamal Singh purchased a Videocon DDB LED television on October 23, 2014, from Pinky Electronics, an authorised dealer. He had paid Rs 33,014. The manufacturer had given a five-year warranty for the product. The television soon developed defects and stopped functioning. Singh took up the issue with the manufacturer whose service engineers made repeated attempts to correct the fault, but did not succeed.

Source: Business Standard

Please find the full news at:

https://www.business-standard.com/article/opinion/comply-with-order-once-moratorium-ends-121071800661_1.html

IBC amendment Bill to be tabled in monsoon session of Parliament

The Union government is likely to introduce a bill on pre-packaged bankruptcy resolution scheme and push for passage of another on tribunal reforms in the monsoon session of Parliament, beginning on Monday. The bills seek to replace presidential orders issued in April. The Insolvency and Bankruptcy Code (Amendment) Ordinance, 2021, was promulgated by President Ram Nath Kovind on 4 April to offer an alternate bankruptcy resolution scheme for small businesses. On the same day, Kovind also signed off on the Tribunals Reforms (Rationalisation and Conditions of Service) Ordinance, 2021.

Source: Mint

Please find the full news at:

<https://www.livemint.com/news/india/ibc-amendment-bill-to-be-tabled-in-monsoon-session-of-parliament-11626513561513.html>



Insolvency Professional Agency of Institute of Cost Accountants of India
(A Section 8 Company incorporated under Companies Act 2013)
CMA Bhawan, 3 Institutional Area, Lodi Road,
New Delhi-110003