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# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



**Remember it's just a bad day, not a bad life.**

**Updates on Insolvency and Bankruptcy Code**

## **Amid steel sector slump, US fund CarVal may renegotiate ₹2,300-crore Uttam Galva deal**

US-based fund CarVal Investors may renegotiate its ₹2,300-crore bid to buy Uttam Value Steel Ltd and Uttam Galva Metallics under the Insolvency and Bankruptcy Code (IBC). CarVal's bid was approved by the National Company Law Tribunal (NCLT) in March. However, the investor has now told the lenders of the stressed companies that the demand disruption in the steel sector due to the Covid-19 pandemic has affected the valuation significantly.

**Source: Hindu Business Line**

**Please find the full news at:**

<https://www.thehindubusinessline.com/companies/amid-steel-sector-slump-us-fund-carval-may-renegotiate-2300-crore-uttam-galva-deal/article32132274.ece>

## **RBI, SEBI strike right note on stressed assets**

As the economic stress due to the pandemic deepens, banking is surely going to be one of the most affected sectors due to heightened default in payments. One element often discussed in this context is the new arrangements that SEBI and the RBI are making to ease the pressure on the banking system. Many banking and economic experts are salivating at the prospect of the government releasing more fiscal stimulus into the economy through various methods like printing more money or by borrowing. However, this may not be a good idea.

**Source: Hindu Business Line**

**Please find the full news at:**

<https://www.thehindubusinessline.com/opinion/rbi-sebi-strike-right-note-on-stressed-assets/article32131604.ece>

### **NCLAT order puts the spotlight on out-of-court bankruptcy settlements**

A recent order of the National Company Law Appellate Tribunal (NCLAT) has rekindled the debate over what is the best option for banks and other creditors to recover their dues—resolution of the case monitored by court or out of court settlement with the lenders.

**Source: Livemint**

**Please find the full news at:**

<https://www.livemint.com/news/india/nclat-order-puts-the-spotlight-on-out-of-court-bankruptcy-settlements-11595168351981.html>

### **MSME promoters undergoing insolvency proceedings may be able to retain control of company**

Promoters of Medium, Small and Micro Enterprises (MSMEs) will be able to retain control of their companies, even as they undergo insolvency proceedings, under a special insolvency framework for MSMEs, according to government officials.

**Source: Indian Express**

**Please find the full news at:**

<https://indianexpress.com/article/business/companies/msme-promoters-undergoing-insolvency-proceedings-may-be-able-to-retain-control-of-company-6512555/>



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