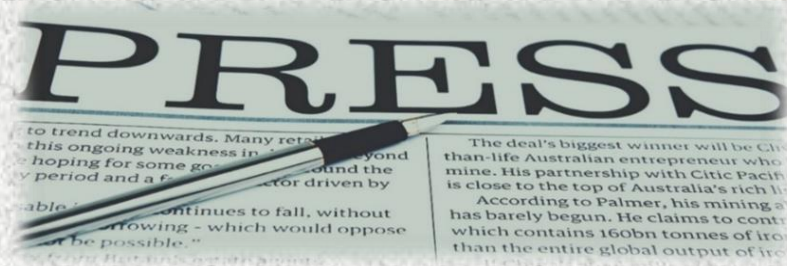


Date: July 22, 2021

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



"The best way to predict your future is to create it"

Updates on Insolvency and Bankruptcy Code

Govt considers automatic route for creditors in IBC to speed up resolution

In order to expedite the admission of insolvency resolution cases, the government is considering making the process automatic — for the financial creditors (FCs) to begin with. However, a senior government official said while this is the intent, such a move requires strengthening of the information utility (IU) system under the Insolvency and Bankruptcy Code (IBC). "Cases under Section 7 of the IBC should be able to go through an automatic route.

Source: Business Standard

Please find the full news at:

https://www.business-standard.com/article/economy-policy/govt-considers-automatic-route-for-creditors-in-ibc-to-speed-up-resolution-121072101317_1.html

IBBI amends regulations for more transparency and accountability

In order to bring more discipline, transparency, and accountability into the corporate insolvency process, resolution professionals (RPs) will be required to inform the adjudicating authority about avoidance transactions of a corporate debtor, according to the amended Insolvency and Bankruptcy Board of India (IBBI) Regulations, 2016. "This not only claws back the value lost in such transactions, increasing the possibility of reorganisation of the corporate debtor through a resolution plan, but also disincentivises such transactions, preventing stress to the company," said the IBBI.

Source: Business Standard

Please find the full news at:

https://www.business-standard.com/article/economy-policy/ibbi%E2%80%88amends-regulations-for-more-transparency-and-accountability-121072101339_1.html

No one expected this surprise at the end of the bankruptcy moratorium

The number of corporate insolvency cases admitted in tribunals stayed low at 164 in the three months ended 30 June despite the government's decision to lift the one-year moratorium on creditor action against defaulters in March. At the end of June, 4,540 bankruptcy cases were admitted, an increase from 4,376 at March-end. This is expected to offer relief to the government ,which decided to left the suspension on 25 March amid concerns about widespread financial stress.

Source: Mint

Please find the full news at:

<https://www.livemint.com/news/india/bankruptcy-filings-stay-low-after-lifting-ibc-suspension-11626869863176.html>



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