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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



“Success is not final; failure is not fatal: it is the courage to continue that counts”

Updates on Insolvency and Bankruptcy Code

CIRP just got a little more transparent

There is no doubt the corporate insolvency resolution process (CIRP) hasn't quite lived up to expectations. Although the Insolvency and Bankruptcy Code is an excellent piece of legislation, the insolvency process has been hobbled by delays and litigation, and has resulted in lower-than-expected recoveries for lenders. While the NDA government has worked overtime to plug the loopholes, more often than not, the stressed firms have been sold at surprisingly low valuations. Indeed, at a shade under 40%, the recoveries for lenders are abysmally low.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/opinion/cirp-just-got-a-little-more-transparent/2295966/>

Stressed steel plants acquired via IBC seeing faster turnaround: CRISIL

The steel plants acquired via IBC process include Bhushan Steel, Essar Steel, Electrosteel Steels, Monnet Ispat & Energy Ltd and Bhushan Power & Steel. Stressed steel plants acquired under the Insolvency and Bankruptcy Code (IBC) resolution process in India are seeing faster returns. Despite pandemic-linked blips, domestic demand outlook remains strong, helping acquirers ramp up utilisation levels, according to rating agency [CRISIL](#). The steel plants acquired via IBC process include Bhushan Steel, Essar Steel, Electrosteel Steels, Monnet Ispat & Energy Ltd and Bhushan Power & Steel.

Source: Business Standard

Please find the full news at:

https://www.business-standard.com/article/companies/stressed-steel-plants-acquired-via-ibc-seeing-faster-turnaround-crisil-121072200619_1.html

'We feel Videocon's resolution value is too low': Bank of Maharashtra CEO

Bank of Maharashtra chief executive AS Rajeev says the lender has gone to the National Company Law Appellate Tribunal basically because of the low resolution (value) for Videocon group offered by Vedanta group-owned Twin Star. Bank of Maharashtra, among the three lenders that moved an appeals court against Vedanta group firm's resolution plan for [Videocon Group](#), feels that the resolution value is too low, its chief executive AS Rajeev said on Thursday.

Source: Mint

Please find the full news at:

<https://www.livemint.com/companies/news/we-feel-videocon-s-resolution-value-is-too-low-bank-of-maharashtra-ceo-11626952942475.html>

5 years of IBC: Insolvency law has helped improve recoveries, but delays disappoint

Though the number of cases have been increasing, last fiscal was the first time the cases admitted slowed down year on year to 499 cases compared with 1,978 cases admitted in fiscal ended March 2020, mainly as the government suspended filing of new cases as a relief measure due to the Covid-19 pandemic. This May, the Insolvency and Bankruptcy Code (IBC) completed five years since it was passed by Parliament. It was a law envisaged to give a quicker, time-bound alternative for recovery of bad loans for banks.

Source: The Economic Times

Please find the full news at:

<https://m.economictimes.com/markets/stocks/news/5-years-of-ibc-insolvency-law-has-helped-improve-recoveries-but-delays-disappoint/articleshow/84658201.cms>



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