

IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



"If The ones who are crazy enough to think they can change the world, are the ones that do."

Updates on Insolvency and Bankruptcy Code

Liquidation under IBC: Understanding the numbers

Not even four years have passed and many have started questioning the efficacy of the IBC. The IBBI newsletter shows that so far 49.61% of CIRP that were closed ended up in liquidation against 13.41% that got resolved. Though the recovery under the IBC has been close to 42.5% of the amount filed for banks, the question is whether it has been reduced to yet another recovery mechanism, pushing most of the companies towards liquidation? If so, it defeats the very standing jurisprudence of business rescue that winding up of a company should be a method of last resort.

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/opinion/liquidation-under-ibc-understanding-the-numbers/2158508/>

NCLT approves record number of resolution plans between Jan to Sept

Despite the challenges posed by the pandemic, a record 78 resolution plans were approved by bankruptcy courts in the first 9 months of 2020 according to Insolvency and Bankruptcy Board of India (IBBI) data. This is the highest number of resolution plans approved by National Company Law Tribunal (NCLT) in 9 months, since the inception of Insolvency and Bankruptcy Code (IBC).

Source: Financial Express

Please find the full news at:

<https://www.financialexpress.com/economy/nclt-approves-record-number-of-resolution-plans-between-jan-to-sept/2157655/>

Piramal holds edge in battle for DHFL

The flurry of bids and counterbids for Dewan Housing Finance Corp. Ltd (DHFL) continued with Piramal Capital and Housing Finance Ltd sweetening its offer to top rival Oaktree Capital's bid, two people directly aware of the development said. Piramal raised its total offer for DHFL to ₹38,250 crore on 24 December, improving on Oaktree's commitment of ₹36,400 crore, and emerging as the top bidder based on evaluation metrics set by the investment banker and the committee of creditors (CoC) to the bankrupt lender, the people said on condition of anonymity.

Source: Live Mint

Please find the full news at:

<https://www.livemint.com/companies/news/piramal-holds-edge-in-battle-for-dhfl-11609117921965.html>

Realty sector sinks deeper into crisis this year; builders look to 2021 with hopes of demand revival

India's real estate industry has been trying to get back on its feet ever since the 2016 note ban laid the sector low but 2020 was hardly the year to stand tall. With the pandemic devastating demand in the economy, the industry is now looking to the New Year with the hope of a sharp recovery in sales.

Source: Live Mint

Please find the full news at:

https://economictimes.indiatimes.com/industry/services/property/-/construction/realty-sector-sinks-deeper-into-crisis-this-year-builders-look-to-2021-with-hopes-of-demand-revival/articleshow/79952801.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst



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