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IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



"The whole secret of a successful life is to find out what is one's destiny to do, and then do it."

Updates on Insolvency and Bankruptcy Code

Bhushan Power deal only after ED lifts attachment: Seshagiri Rao, Jt MD, JSW Steel

Highly-leveraged steel companies have been the worst hit by the Covid-19 crisis with the sharp fall in demand and uncertainty over government spending on infrastructure projects. Steel producers were dependent on the export market to make up for the drop in domestic demand. However, how long the export market will support domestic steel producers is the billion-dollar question.

Source: Hindu Business Line

Please find the full news at:

<https://www.thehindubusinessline.com/companies/bhushan-power-deal-only-after-ed-lifts-attachment-seshagiri-rao-jt-md-jsw-steel/article31719854.ece>

IBC tweak challenges flagged

The road towards changing the Insolvency & Bankruptcy Code (IBC) is less simple than it seemed a fortnight ago when the finance minister announced a suspension of fresh IBC proceedings in the wake of Covid-19 pandemic.

The government, it is widely felt, will have to involve the Reserve Bank of India (RBI), large lenders, and some of the other stakeholders to deal with questions that have cropped up in considering an ordinance: How to differentiate borrowers hurt by Covid from those impacted by other factors? How to link the definition of default to Covid-19? Will there be a cut-off date to identify borrowers for whom IBC may still apply? Will self-insolvency continue? Should IBC include partnerships and personal bankruptcy to cover smaller businesses?

Source: Economic Times

Please find the full news at:

<https://economictimes.indiatimes.com/news/economy/policy/ibc-tweak-challenges-flagged/articleshow/76144755.cms>

Lenders Put Up Reliance Naval For Sale Under Insolvency Process

Lenders of Reliance Naval and Engineering Ltd., part of Anil Ambani's Reliance Group, have sought expressions of interest from buyers for the sale of the private shipbuilder under the Insolvency and Bankruptcy Code. The company is currently facing insolvency proceedings at the Ahmedabad bench of the National Company Law Tribunal.

The last date for submission of EoIs is June 27, while final list of prospective resolution applicants will be issued on July 17, according to an offer notice issued by the firm's resolution professional. Companies with a minimum net worth of Rs 600 crore and a consolidated group turnover of at least Rs 2,000 crore can bid for the company. The eligibility for financial institutions and private equity investors is Rs 1,000 crore of minimum assets under management.

Source: Bloombergquint

Please find the full news at:

<https://www.bloombergquint.com/business/lenders-put-up-reliance-naval-for-sale-under-insolvency-process>



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