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# IBC AU COURANT

Insolvency Professional Agency of Institute of Cost Accountants of India



**"Once you choose hope, anything's possible."**

**Updates on Insolvency and Bankruptcy Code**

## **German payments firm Wirecard files for insolvency after revealing \$2 billion accounting black hole**

Wirecard will file for an application to open insolvency proceedings with the district court of Munich, the company said Thursday. The company said in a short statement that management had decided to seek court protection "due to impending insolvency and over-indebtedness."

It marks a tumultuous fall for Wirecard, once a high-flying tech darling in Germany, after the company revealed that 1.9 billion euros (\$2.1 billion) of cash on its balance sheet had gone missing.

Source: CNBC.com

Please find the full news at:

<https://www.cnbc.com/2020/06/25/german-payments-company-wirecard-files-for-insolvency.html>

## **Three-year-old Amtek Auto case nears completion**

The three year old case for the resolution of bankrupt Amtek Auto could finally see completion this week after the Supreme Court (SC) refused to give more time for US based hedge fund Deccan Value Investors LP (DVIL) to assess the impact of the economic contraction caused by the Covid-19 virus.

Amtek was among the 12 debt laden companies taken to the National Company Law Tribunal (NCLT) on the directions of the Reserve Bank of India (RBI). The auto parts maker owes lenders Rs 12,700 crore and has been awaiting resolution under the bankruptcy process since 2017.

In February lenders led by IDBI Bank and State Bank of India (SBI) agreed to the Rs 2,700 crore offer from the US-based investor, a 80% haircut to the total dues from the company.

**Source: Economic Times**

**Please find the full news at:**

<https://economictimes.indiatimes.com/news/company/corporate-trends/three-year-old-amtek-auto-case-nears-completion/articleshow/76533220.cms>

### **Resolution plan: Lenders to Bhushan Power ask JSW Steel to pay up**

Lenders to Bhushan Power and Steel have intimated to JSW Steel that they would take “appropriate steps” if it does not implement the resolution plan for BPSL in two weeks, among them the invoking of guarantees. A letter dated June 20 was sent to JSW Steel as the company is yet to pay the `19,350 crore, as per the court-approved resolution plan.

The letter reads: “If the resolution plan is not implemented within 2 weeks of this letter we shall take steps, including but not limited to Section 74 of insolvency & bankruptcy code (IBC).”

**Source: Financial Express**

**Please find the full news at:**

<https://www.financialexpress.com/industry/resolution-plan-lenders-to-bhushan-power-ask-jsw-steel-to-pay-up/2004409/>



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