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➤ **Essel Infra Faces Insolvency on JK Bank's Application..**

Essel Infraprojects Limited (EIL), the infrastructure arm of Essel Group, is facing insolvency proceedings initiated by Jammu and Kashmir Bank. The bank filed a petition under the Insolvency and Bankruptcy Code (IBC) to recover unpaid dues from EIL. This development adds to the financial struggles of Essel Group, which has been grappling with significant debt across its businesses.

The insolvency application comes after a prolonged period of defaults by Essel Infra in repaying loans taken for various infrastructure projects. The company has been under financial pressure for several years, primarily due to delays in project execution, non-receipt of expected revenue, and a broader economic slowdown affecting the infrastructure sector. These factors have led to liquidity issues, making it difficult for the company to meet its financial obligations.

The National Company Law Tribunal (NCLT) is expected to hear the matter soon, which could lead to the initiation of a corporate insolvency resolution process (CIRP) if the tribunal finds merit in the bank's petition. If the CIRP process begins, Essel Infra will be required to present a resolution plan to settle its outstanding debts or face liquidation.

Source: Construction World

Read Full news: <https://www.constructionworld.in/policy-updates-and-economic-news/essel-infra-faces-insolvency-on-jk-banks-application/62540>

➤ **Centre to table creditor-led insolvency mechanism for faster loan recovery: Report**

The Centre is working on a creditor-led insolvency resolution mechanism to accelerate the recovery process for large loan default accounts and also ease the load on bankruptcy courts, according to a report by *The Economic Times*.

The mechanism will involve primarily out-of-court arrangements, allowing creditors and debtors to reach informal agreements on a resolution plan. The National Company Law Tribunal (NCLT) will have a limited role in approving these plans, significantly reducing the time it takes to resolve cases, the report said.

The proposed mechanism will introduce a shorter deadline for resolution, likely 150 days, compared to the current 270-day window under the Insolvency and Bankruptcy Code (IBC). This will expedite the recovery process for lenders and minimise the financial losses associated with prolonged legal proceedings.

Source: Money Control

Read Full news : <https://www.moneycontrol.com/news/business/centre-to-table-creditor-led-insolvency-mechanism-for-faster-loan-recovery-report-12824124.html>

➤ **Glas Trust moves Supreme Court against Byju's resolution professional**

US-based creditor Glas Trust Company LLC on Tuesday told the Supreme Court that it has been wrongly removed from the Committee of Creditors (CoC) by the Interim Resolution Professional (IRP) dealing with the insolvency proceedings against the beleaguered edtech firm Byju's.

The submissions were made by senior advocate Kapil Sibal, appearing for the US firm, before a Bench comprising Chief Justice D Y Chandrachud and Justices JB Pardiwala and Manoj Misra, which commenced the hearing in the keenly contested case.

Source: Business Standard

Read Full news: https://www.business-standard.com/companies/news/glas-trust-takes-byju-s-rp-to-sc-for-removal-from-committee-of-creditors-124091701234_1.html

