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Knowledge SBU Initiative

Jaypee Infratech lenders free to vote for or against NBCC bid: NCLAT

The appellate bankruptcy court on June 10 declined to pass an order on Jaypee

Infratech's prime lender IDBI's petition opposing NBCC's bid to take over the embattled firm and said that its lenders are free to vote for or against the bid.

NCLAT also directed the committee of creditors not to finalise rejection of the bid by the government's construction arm without the court's consent, they said.

Higher NCLT waiting time pushes banks towards one-time settlements

With the delay in admission of cases to the National Company Law Tribunal (NCLT), banks are opting for one-time settlements for small and mid-sized companies, the Business Standard reported. As per the report, only two out of the 33 cases referred to the NCLT by the United Bank of India (UBI) have been admitted so far.

Admission time for cases is being dragged to four or five months, a situation that has prompted banks to resort to compromise in case of small and mid-sized accounts. The slowed pace is reflected in the numbers.

SEBI moves SC against NCLT order on IBC overriding regulators' laws

The Supreme Court agreed to hear a plea by SEBI against an order by the NCLT, which had held that the laws of Insolvency and Bankruptcy Code would reign over the markets regulator's laws. The top court, while agreeing to hear the case, asked that the present status quo be maintained in the case.

The case dates back to 2015, when the SEBI had held that HBN Dairies & Allied Limited had illegally collected close to Rs 1,136 crore from various shareholders under unauthorised 'Collective Investment Schemes'

POINT TO PONDER

“Professionalism is not sportsmanship. If you don't succeed, you won't be in your profession for long. In our society, it's not about good or bad. It's about who's on top.”

-Chili Davis

Government considers setting up national institute for valuers

The Centre is mulling a law that will soon regulate valuation professionals in the country and towards this an institute for valuers will be set up on the lines of bodies such as chartered accounts of India.

Valuation professionals play crucial role determining value of an asset, which assumes even more importance now with the introduction of Insolvency and Bankruptcy Code in India. The Insolvency and Bankruptcy Board of India (IBBI) recognizes registered valuers organisations (RVOs), registers valuers and monitors their conduct and performance in accordance with the rules.

Jet Airways' pilots union to move NCLT over salary payments

The pilots union of Jet Airways (India) Ltd will file a plea against the grounded airline at the National Company Law Tribunal (NCLT) for non-payment of salaries and not providing a provision for gratuity payment to its staff, two senior members of the union said.

Bhushan Power Insolvency - NCLAT Wonders How P&H HC Passed Directions; Asks NCLT to Follow Orders Of Only SC & NCLAT

The National Company Law Appellate Tribunal has expressed surprise at the intervention made by the Punjab and Haryana High Court in the corporate insolvency resolution process of Bhushan Power and Steel, which is going on in National Company Law Tribunal, New Delhi bench. The NCLAT has directed the NCLT to consider the matter "uninfluenced by any order except the decision of this Appellate Tribunal and the Hon'ble Supreme Court".

CEA Krishnamurthy Subramanian appointed part-time member of Insolvency and Bankruptcy Board

Chief Economic Adviser Krishnamurthy Subramanian and B Sriram former Managing Director and CEO of IDBI Bank were on Tuesday appointed part-time members of the Insolvency and Bankruptcy Board of India (IBBI), an official order said.

While Subramanian, an ISB Hyderabad professor, was in December 2018 appointed the CEA for a period of three years, Sriram earlier worked as the MD of SBI.

***Feedback requested at ipa@icai.in**