



INDIAN INSTITUTE OF INSOLVENCY PROFESSIONALS OF ICAI

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Sugarcane Famers demand voice in CIRP of Bajaj Hindusthan Sugar

According to media reports, Agragami Kissan Samiti, a farmers' body in Uttar Pradesh has filed a petition before the Adjudicating Authority (NCLT) claiming famers had supplied sugarcane to the company and have outstanding dues which have not been paid. Under IBC, 2016, the farmers are treated as operational creditors, who have no voice in the CoC. Bajaj Hindusthan Sugar, helmed by Mr. Kushagra Bajaj, is the largest sugar manufacturer in India. The CIRP against company has been initiated by SBI over dues of about Rs. 5,000 crores.

For More Details, Please Visit: <https://rb.gy/salx3q>

News Update

**For Internal Circulation Only*

**Knowledge SBU Initiative*

FMCBG arrived at a common position for 'debt language': Union Finance Minister

Union Finance Minister Smt. Nirmala Sitharaman has said that if a common position for a language on debt could be arrived upon, then the G20 is now standing up to meet the challenges of debt stress, which many are facing. She was addressing media persons after the first meeting of Finance Ministers and Central Bank Governors (FMCBG) of G20 nations under India's Presidency from 25th to 26th Feb. 2023 in Bengaluru.

She highlighted the need of getting both sovereign and private creditors to the table and having them agree to a specific formulation in which, there needs to be greater efficiency and coordination among all creditor countries. "That is why when the IMF and World Bank held the roundtable at the deputies' level on February 17 ...all of them participated including Exim Banks, Central Bank, also private creditors were all brought to the round table," she said. The Chair's Summary issued after the meeting also recognized the urgency to address debt vulnerabilities in low and middle-income countries.

Regarding strengthening Multilateral Development Banks (MDBs), Smt. Sitharaman said, "I am very grateful that India's presidency has received strong support on all our key priorities. India particularly got support for our proposal to bring in an expert panel for providing a narrative for an updated vision of the MDBs, and that can make them capable of meeting cross border challenges."

For More Details, Please Visit: <https://indianexpress.com/article/business/economy/g20-agrees-to-tackle-debt-stress-in-vulnerable-nations-manage-crypto-8466881/>

News Roundup

Commercial Wisdom of CoC and its ability to negotiate with the Resolution Applicant has resulted in Value Maximization

Through negotiations, the CoC has been successful in getting significantly higher value over and above the initial proposal made by the highest bidder in the Resolution Plan. According to a media report, there are several examples for the success of COC's commercial wisdom and the ability to renegotiate to get a better deal for the stakeholders of a corporate debtor. In the case of DHFL, the highest bidder Piramal Group had made an offer of Rs. 15,000 crores. However, after negotiations, revision/ fresh plans the final deal was struck at Rs. 37,250 crores, which is Rs. 22,250 crores more than the initial offer. Similarly, the initial offer for SREI Group was Rs. 3,402 crores but the final deal was made at Rs. 14,867 crores.

For More Details, Please Visit <https://www.moneylife.in/article/cocs-ability-to-negotiate-commercial-wisdom-gets-higher-value-for-stakeholders/69893.html>

AA orders liquidation of CD after SRA willfully stalled the implementation of the Resolution Plan

The erstwhile promoter of the CD - *S. K. Wheels Pvt. Ltd.*, submitted a Resolution Plan, which was approved by the CoC and NCLT. However, the Resolution Applicant (RA) failed to implement the Plan. The AA observed that the continuous defaults committed by the RA were his willful acts leading to the contravention and stalling the implementation of the Plan. Accordingly, the Corporate Debtor was referred to liquidation process and action has been initiated against the RA under Section 74 of IBC.

For More Details, Please Visit <https://www.livelaw.in/news-updates/resolution-applicant-wilfully-fails-to-implement-plan-nclt-mumbai-orders-liquidation-without-monitoring-committees-mandate-222288>

Bankruptcies across the European Union have soared to Record Levels

According to the latest report by Eurostat, bankruptcies in the Q3 of FY 23 rose 26.8% relative to Q3 of FY22. All economic sectors have registered a rise in bankruptcies: the largest increases were noted in the transportation and storage sector (72.2%), accommodation and food services (+39.4%), and education, health, and social activities (+29.5%). The data implies that bankruptcies within the EU region increased in all four quarters of 2022 and are now at their highest levels since Eurostat began collecting insolvency records in 2015.

For More Details, Please Visit: <https://rb.gy/kyt8qx>



Good research on the subject of insolvency is crucial in the context of assisting the judiciary in resolving insolvency cases: NCLT President

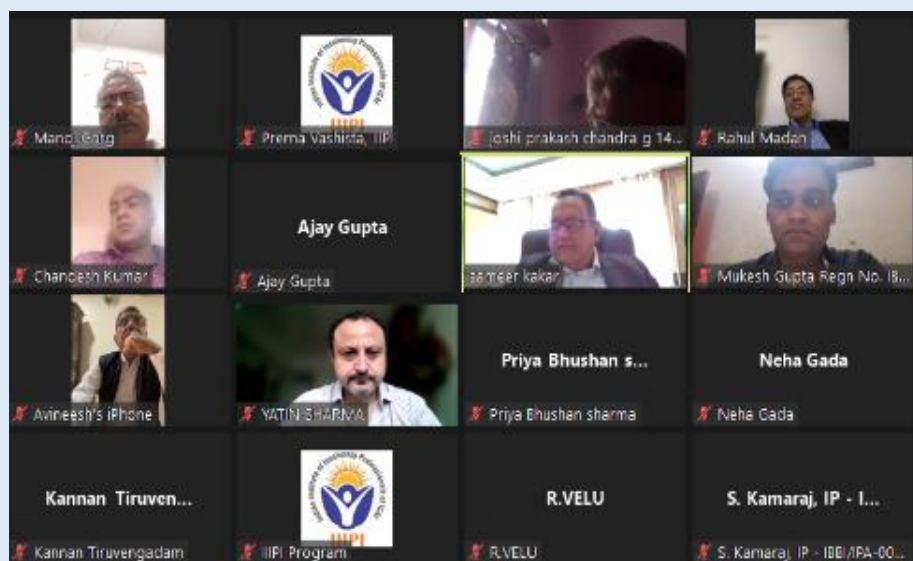
Research on insolvency is also important for identifying gaps in the law and areas where the law may be in need of reform, said Hon'ble Mr. Ramalingam Sudhakar, President NCLT in his inaugural address of 2nd International Research Conference on IBC on Thursday. The conference is being organized by the IBBI, jointly with IIM, Bangalore from 23rd to 25th February 2023. In the end, he thanked IIM Bangalore and appreciated the efforts of IBBI for this initiative of organizing the Conference and bringing together diverse minds of knowledgeable professionals.

Hon'ble Justice Kannan Ramesh, Judge, Appellate Division, Supreme Court of Singapore and Judge, Singapore International Commercial Court; Mr. Chandru K. Iyer, Hon'ble British Deputy High Commissioner; Mr. Ravi Mital, Chairperson, IBBI delivered special addresses in the inaugural session of the Conference. The inaugural session was physically attended by over 200 participants.

For More Details, Please Visit: <https://ibbi.gov.in/uploads/press/2023-02-23-191224-9dohf-fd4d626e7fc84673b00f6f9066483f6a.pdf>



Event Photograph



Inaugural Session of the 06th Batch of EDP (For IPs) on ‘Mastering Legal Skills, Pleading and Court Processes Under IBC (Online)’ organized by IIIPI from 22nd to 25th February 2023.

IIIPI organizing Webinar on “Contribution of Women IPs under IBC”

On the occasion of International Women's Day, IIIPI is organizing a Webinar titled “Contribution of Women IPs under the IBC, 2016” from 4.00 PM to 6.00 PM on March 06, 2023. The Webinar will be comprised of two sessions – Inaugural Session and Technical Session.

The Inaugural Session will be addressed by Shri. Amit Pradhan, Executive Director-IBBI; Dr. (Ms.) Mukulita Vijayawargiya, Former WTM-IBBI; Ms. Rashmi Verma, Retd. IAS, Director-IIIPI; and Dr Ashok Haldia, Chairman-IIIPI. Besides, Ms. Sripriya Kumar, Insolvency Professional & Director-IIIPI; Ms. Revathi Raghunathan, Insolvency Professional; Ms. Rekha Kantilal Shah, Insolvency Professional; Ms. Anju Agarwal, Insolvency Professional will share their views during the Technical Session. The Webinar has 1 hour CPE credit and is free of cost for women IPs.

For More Details, Please Visit:

<https://www.iiipicai.in/wp-content/uploads/2023/02/Webinar-Int.-Women-Day-06th-March-2023.pdf>