



INDIAN INSTITUTE OF INSOLVENCY PROFESSIONALS OF ICAI

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IIPI Newsletter

MahaRERA started taking steps for micro control of housing projects facing CIRP

According to the list compiled by the Maharashtra Real Estate Regulatory Authority (MahaRERA), a total of 308 real estate projects are undergoing CIRP at the NCLT in Maharashtra, of which 233 projects are in the Mumbai Metropolitan Region. Furthermore, out of the total 308 projects are under CIRP, 115 are ongoing. MahaRERA has reportedly published this list to enhance transparency and create awareness among homebuyers. "The RERA Act gives homebuyers the principal amount, interest, and all possible compensation. Hence, there is a need to harmonise NCLT and RERA," Ajoy Mehta, Chairman of MahaRERA to media persons.

For More Details, Please Visit: <https://rb.gy/h2lj5>



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**For Internal Circulation Only*
**Knowledge SBU Initiative*

Member Nations of SCO IBC urged to increase Interaction and Cooperation among themselves

The 19th meeting of Shanghai Cooperation Organisation Interbank Consortium (SCO IBC), a multilateral financial organization established by the Member Nations of the Shanghai Cooperation Organisation, held recently in Goa under the Chairmanship of India. Shri Padmanabhan Raja Jaishankar, Managing Director of the India Infrastructure Finance Company Limited (IIFCL) chaired the meeting.

Addressing the meeting of SCO IBC, Shri Jaishankar said the huge potential for cooperation between the banks of the member countries still remains untapped. "We have gathered here today to take our mutual interest forward towards greater collaboration and united efforts in making the engagements under SCO-IBC a success," said Jaishankar. He thanked the teams of all Member Banks for making significant efforts in furthering the common objective of increasing interaction and cooperation amongst each other. "However, huge potential for cooperation between our banks still remains untapped. Therefore, taking this opportunity, as the first area of cooperation, I propose to my colleagues to make efforts towards taking initiatives in the area of expansion of cooperation," he added. As a second area of cooperation, he proposed exchange of experience and skills as well as personnel training of the SCO IBC Member Banks. "The SCO forum is already making positive strides in this direction. For the third area of cooperation, I support the initiative to form an Electronic Collection of the SCO IBC signed documents for the 20th anniversary of the Consortium," he added. He also proposed member banks to elect the Development Bank of Kazakhstan as the Chair for SCO IBC in 2023-24.

For More Details, Please Visit: <https://rb.gy/przx4>

News Roundup

Lenders who had signed ICA should have an opportunity to be heard by AA: NCLAT

Lenders, with the Bank of Baroda as the lead banker, who had signed the Inter-Creditor Agreement (ICA) with Reliance Home Finance Ltd. (RHFL) will now be heard by NCLT, Mumbai on 16th May in the debenture redemption case. Pointing to the provision of the Companies Act, 2013, the NCLAT noted that the tribunal is supposed to hear 'interested' parties, which will include the company itself or any other person interested in the matter. "Since the ICA lenders have played an important role in the financial rejuvenation of the company, they should be given an opportunity to be heard," said NCLAT. The Resolution Plan of RHFL, which went into insolvency in 2020 has been approved the Supreme Court. However, some debenture holders have chosen to stand outside the insolvency process.

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

NCLT, Chennai Bench approved Resolution Plan for Hindustan Photo Films Mfg. Co. Ltd.

The Successful Resolution Applicant (SRA) Mr. M.K. Rajagopalan has offered ₹105.30 crore for Hindustan Photo Films Mfg. Co. Ltd., which was admitted into CIRP vide an order dated January 07, 2022. As per the Resolution Plan, final settlement involved sale of assets of the Corporate Debtor through the resolution plan and the remaining assets called the 'Leasehold Assets' by the CoC. The resolution plan has offered a 0.0023% recovery of ₹39,274 crores to the Secured Financial Creditors amounting to ₹100.80 crores. It did not offer any recovery to Unsecured Financial Creditors and Operational Creditors.

For More Details, Please Visit: <https://rb.gy/7vfpu>

USA's Home Goods Retailer Giant 'Bed Bath and Beyond Inc. (BBBY.O)' filed for Bankruptcy Protection

The Company filed for Chapter 11 bankruptcy protection after it failed to secure funds to stay afloat and has begun a liquidation sale. BBBY.O, which shot to popularity in the 1990s, has seen demand drop off in recent years as its merchandising strategy to sell more store-branded products flopped. Last year's moves to abandon that strategy, and to bring in more national brands that shoppers recognize, had not shown signs of working, with the company reporting a loss of about \$393 million after sales plunged 33% for the quarter ending Nov. 26.

For More Details, Please Visit: <https://rb.gy/yfy3f>



Hinduja Group offers ₹9,650 crore as upfront cash for the entire assets of debt-laden Reliance Capital (RCap)

According to media reports, the bid price of ₹9,650 crore would give the lenders a total of ₹10,100 crore, as RCap already has ₹500 crore in cash on its books. As per the Resolution Plan, recovery for secured lenders will be about 70%. The total secured debt of RCap is at about ₹16,400 crore.

However, the offer in the Resolution Plan falls below the liquidation value of ₹13,000 crore as assessed by two independent valuers -- RBSA and Duff & Phelps. Hinduja Group, which placed its bids through a group firm IndusInd International Holdings (IIHL), has assured there will be no deferred payment.

Gujarat-based Torrent Group's Torrent Investments, Singapore's Oaktree Capital and consortium of Piramal Group and Cosmea Financial, did not participate in this round, citing the CoC's inability to assure a 'finality' of the insolvency process through the second e-auction, as the lenders wanted to conduct further negotiations for value maximization.

For More Details, Please Visit: <https://rb.gy/xi68o>

Event Photograph



Webinar on 'Interaction with CFOs of CDs & Successful RAs' organized by IIIPI on April 28, 2023



IIIPI to conduct 7th Batch of EDP (For IPs) from 24th to 27th May, 2023

IIIPI is scheduled to organize the 07th Executive Development Program (For IPs) “Mastering Legal Skills, Pleadings and Court Processes Under IBC” (Online) from 24th to 27th May 2023. The last date for registration to this program is 23rd May 2023. The total duration of the four-day program will be 24 hours, and it will have 14 CPE hours. The highlights of the program include - Knowhow of Legal Drafting & Pleadings, Filing Petitions & Applications under IBC, Deciphering Landmark Judgements, Appearing Before the Adjudicating Authorities, and Moot Courts Before Hon’ble NCLT/NCLATs.

For More Details, Please Visit:

<https://www.iiipicai.in/wp-content/uploads/2023/04/7th-EDP-Legal-24-27-May-2023-1.pdf>