



INDIAN INSTITUTE OF INSOLVENCY PROFESSIONALS OF ICAI

(Company formed by ICAI under Section 8 of the Companies Act 2013)

IIPI Newsletter

NCLT approved ₹260 crore Resolution Plan for Topworth Steel

The Successful Resolution Applicant (SRA) - Amalgam Steel and Power Ltd., has proposed to pay ~₹260 crore to acquire the Topworth Steel and Power Pvt. Ltd., that had admitted liability of ~₹3,499 crore.

The CoC had received 12 bids but only eight of them met the compliance norms. Subsequently, in a meeting on October 22, 2021, the CoC approved the Resolution Plan of Amalgam Steel and Power Ltd. with 89.61% votes. Amalgam Steel is a joint venture between Atha & Misra Group incorporated as a Special Purpose Vehicle (SPV) to acquire Adhunik Alloys & Power Ltd. and Orissa Manganese & Minerals Ltd.

For More Details, Please Visit:

<https://economictimes.indiatimes.com/industry/indl-goods/svs/steel/amalgam-steels-acquisition-of-topworth-gets-nclt-nod/articleshow/104448793.cms>



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**For Internal Circulation Only*

**Knowledge SBU Initiative*

IBBI invites Suggestions/Comments from Public and Regulated Entities on Regulations for simplifying, easing, and reducing cost of compliance

These comments/ suggestions have been invited in furtherance to one of the announcements in the Union Budget for FY 2023-24 which states that “To simplify, ease and reduce cost of compliance, financial sector regulators will be requested to carry out a comprehensive review of existing regulations. For this, they will consider suggestions from public and regulated entities. Time limits to decide the applications under various regulations will also be laid down”.

The regulated entities, public and stakeholders can submit their suggestions/comments online on the IBBI website by December 31, 2023, as per the procedure provided in the Press Release No. IBBI/PR/2023/05.

In pursuance to Section 240 read with sections 188 and 196 of the Insolvency and Bankruptcy Code, 2016 (IBC), IBBI has framed IBBI (Mechanism for Issuing Regulations) Regulations, 2018 providing for the manner of consultation, framing and review of Regulations. Apart from wide and transparent public consultation before making regulations, the IBBI follows a dual-review mechanism of its regulations, (a) Annual review of Regulations after inviting public comments, (b) Review of regulations every three years based on set criteria including intended objectives and outcomes achieved. The three-year review process has been completed in the year 2021 and IBBI has invited public comments on Regulations for Annual review for the year 2023. The last date for submission of comments and suggestions is December 31, 2023, on which the comments are being received and examined, said a Press Release issued by the IBBI on October 12, 2023.

For More Details, Please Visit:

<https://ibbi.gov.in/uploads/press/25cd5db9c4dc848fd5242704c8218810.pdf>

News Roundup

NCLAT gives Go Ahead to Anirudh Agro Farm to acquire Viceroy Hotels

Earlier, the CoC had approved the Resolution Plan submitted by CFM Asset Reconstruction, but it was rejected by NCLT in Sept. 2021 as the Plan failed to get required prior approval of the Reserve Bank of India. The Appellate Tribunal has approved the Resolution Plan of the Anirudh Agro Farms on October 06, 2023, to acquire the Viceroy Hotel for approximately ₹150 crore. The investor has already provided the necessary funds for the acquisition and plans to expand its presence in the hospitality industry. The Viceroy Hotel, located in Hyderabad, has two hotels operated by Marriott Group with over 400 rooms. The CIRP of these hotels was initiated on a petition submitted by a financial creditor in March 2018. Subsequently, the claims amounting to ₹714.24 crore were approved and acknowledged.

For More Details, Please Visit:

<https://economictimes.indiatimes.com/industry/services/hotels/-restaurants/anirudh-agro-gets-nclat-nod-to-acquire-viceroy-hotels-to-infuse-over-rs-150-crore/printarticle/104370999.cms>

NCLT orders CIRP of textile company Shrivallabh Pittie on petition of Indian Overseas Bank

In the CIRP petition filed before NCLT Mumbai under Section 7 of the IBC, Indian Overseas Bank (Financial Creditor) has claimed non-payment of dues amounting to over ₹73.92 crore against textiles manufacturer Shrivallabh Pittie South West Industries. According to the order, the lender's consortium, including the bank, and the company executed a working capital consortium agreement in March 2012. It has been alleged that Shrivallabh Pittie repeatedly defaulted in repaying the amount due and payable under the working capital facility and was declared as a non-performing asset (NPA) in March 2022. Subsequently, the bank recalled the facility and demanded payment of an outstanding amount.

For More Details, Please Visit:

<https://www.livemint.com/companies/news/nclt-admits-insolvency-plea-against-textile-company-shrivallabh-pittie-11697025653092.html>

England and Wales witnessed 17% higher insolvencies in Sept. 2023 than Sept. 2022

The Insolvency Service, a UK government agency, said 1,967 companies were registered insolvent, according to the non-seasonally adjusted data, up from 1,688 a year earlier. However, insolvencies over Q3 look on track to be down slightly from the Q2's 14-year high. Over the three months to the end of Sept., 6,011 companies were declared insolvent on a non-seasonally adjusted basis, down from a seasonally adjusted total of 6,342 in Q2, which was the highest since 2009.

For More Details, Please Visit: <https://www.reuters.com/world/uk/england-wales-insolvencies-rise-17-year-2023-10-13/>



SBI is experiencing a good flow of loans and expects corporate demand to increase, said Dinesh Khara, Chairman, SBI

In a media interview, Shri Khara has also dismissed concerns over unsecured loans, emphasizing that the lending principals of State Bank of India (SBI) are robust, and the quality of lending will not be compromised.

“Strong traction is seen in retail, SME and rural demand. The corporate side is a bit patchy, with a delay between their demand perception and loan availing. Companies are now conscious of leverage and are exhibiting responsible borrowing habits, influenced by the Insolvency and Bankruptcy Code, 2016 (IBC), interest cost awareness, and they also have access to debt and equity markets,” said Khara.

Regarding RBI's word of caution on the retail growth of the banking system, he emphasized that quality lending is the clear focus of SBI. “Building an unsecured and retail loan book is easy, but significant challenges may arise if the book is not built carefully,” he added.

For More Details, Please Visit:

<https://timesofindia.indiatimes.com/business/india-business/khara-seeing-good-flow-of-loans-expect-corp-demand-to-pick-up/articleshow/104452550.cms>

EVENT PHOTOGRAPHS



Webinar on 'Master Class-Avoidance Transaction' organized by IIIPI on October 13, 2023.

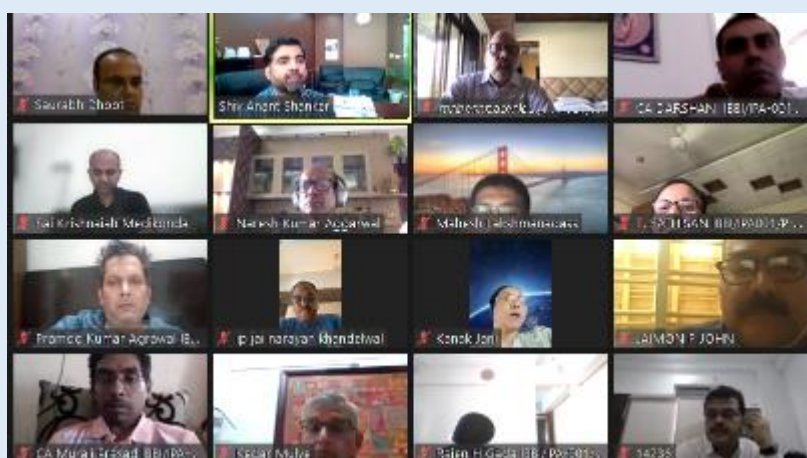
IIIPI organizing 16th Batch of EDP (For IPs) on Managing CDs as Going Concern under CIRP from Oct. 30

The 5 days Online Program will be conducted from 30th Oct to 03rd November 2023. The Program will be of 30 hours duration and will have 20 hours of CPE credit. Interested IPs can join the Batch by 4 PM on October 29, 2023.

The highlights of this Batch include Managerial Knowhow, Regulatory Framework, Inter-Disciplinary Approach, Developing Soft Skills, and Practical Exposure via Case Studies.

For More Details, Please Visit:

<https://www.iiipicai.in/wp-content/uploads/2023/10/16th-EDP-corporate-debtors-flyer-.pdf>



15th Batch of EDP (For IPs) on Managing CDs as going concern under CIRP (Online), organized by IIIPI from 10th to 14th Oct. 2023.