

Message

THE RESOLUTION PROFESSIONAL

From Chairman- Governing Board, IIPI



Dr. Ashok Kumar Mishra
Chairman, Governing Board- IIPI

The insolvency regime has been crucial in enhancing the country's economic resilience by enabling efficient reallocation of resources, promoting healthy competition, and maintaining confidence in the financial system. Due to the path-breaking economic reforms in the past decade, such as the Insolvency and Bankruptcy Code, 2016 (IBC), Goods and Services Tax (GST), etc., the Indian economy has successfully sailed through recent global slowdowns caused by geopolitical and cyclical factors.

This resilience in the Indian economy was not achieved overnight. Besides ensuring respectful exit for genuine business failures, the IBC has introduced a transparent mechanism to rescue businesses, release idle resources back into the economy and strengthen the banking system. This has ensured a sustainable ecosystem for reviving existing businesses and availability of resources for entrepreneurs, which has led to ease of doing/exiting business resulting in promotion entrepreneurial spirit in the country. As per the latest IBBI Newsletter, 8,175 companies were admitted under the IBC out of which 75.74 % cases were closed till December 2024. The Reserve Bank of India (RBI) in its latest report titled "Trends and Progresses of Banking in India" (2023-24), has concluded that the IBC remained the dominant mode of recovery, with a share of 48.1 per cent in total amount recovered in 2023-24.

This improvement in the economic scenario of the country has bolstered the confidence of foreign investors, leading to a 26% increase in Foreign Direct Investment (FDI) to

₹42.1 billion in FY 2024-25 during the first half of the current fiscal year. The IBC regime is also witnessing several qualitative changes among stakeholders which have resulted in better financial management of corporates and also among smaller companies which form their supply chain.

Insolvency and Bankruptcy Board of India (IBBI) has recently issued some crucial amendments in regulations related to real estate, disclosure in information memorandum, Information Utilities, Grievance and Complaint Handling Procedure, Inspection and Investigation etc., which would further strengthen the IBC regime. Besides, IBBI's discussion papers related to mediation mechanism and resolution of interconnected entities shall expedite resolution in a more efficient manner.

IIPI conducts a variety of capacity building programs for its professional members. It organizes LIE Preparatory Virtual Classroom Programs for IP aspirants on one hand, and EDPs on Legal, Forensic, Management, Group Insolvency and Cross Border Insolvency skills for IPs on the other hand. Besides, Peer Review platform is uniquely available to IIPI's members, as a tool for enhancing quality of services. While Mentorship platform facilitates handholding of IPs by experienced IPs. Through specialized training programs, technology-driven learning modules, and continuous professional development initiatives, IIPI is working to provide an edge to our members in all the current and prospective areas of insolvency regime.

The Resolution Professional, research journal of IIPI, is a crucial platform for knowledge dissemination. The articles and case studies published in the journal also act as guide-map to the Insolvency Professionals. I also express my sincere gratitude to authors who have contributed articles and case study for this edition.

Let's work together in a sustained way to contribute our best to fulfill the expectations of various stakeholders.

I wish you a happy reading.

With Regards

Dr. Ashok Kumar Mishra
Chairman, Governing Board-IIPI