



INDIAN INSTITUTE OF INSOLVENCY PROFESSIONALS OF ICAI

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IIPI Newsletter



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Dr. Anju Rathi Rana appointed Ex-Officio Member in IBBI

The Ministry of Corporate Affairs (MCA) through a Notification (F. No. 30/03/2016-Insolvency) dated July 07, 2025, has appointed Dr. Anju Rathi Rana, Law Secretary as the ex-officio member in the Insolvency and Bankruptcy Board of India (IBBI) to represent the Ministry of Law & Justice, Government of India. This appointment has been made by the Central Government in accordance with the provisions of clause (c) of sub-section (1) of section 189 of the Insolvency and Bankruptcy Code, 2016 (31 of 2016).

For More Details, Please Visit:

<https://ibbi.gov.in/uploads/whatsnew/145ac12e8cbf7ac3c06eab6ffc1d3b9b.pdf>

News Update

**For Internal Circulation Only*

**Knowledge SBU Initiative*

Bad Loans worth ₹12 lakh crore were resolved under the IBC regime in 9 years: Report

According to an analysis by CRISIL Market Intelligence, the IBC has directly resolved about ₹12 lakh crore debt through nearly 1,200 cases of stressed borrowers. In addition to resolutions, the report pointed out that nearly 30,000 cases involving around ₹14 lakh crore of debt were settled even before formal admission to the NCLT. This indicates that the IBC has acted as a strong deterrent, pushing borrowers to settle dues early to avoid commencement of CIRP against their companies.

The report further concludes that the IBC has brought a major shift in the approach to debt resolution in India, moving from a debtor-in-control system to a creditor-in-control framework, which distinguishes it from earlier mechanisms like the Debt Recovery Tribunal (DRT), Lok Adalat, and the SARFAESI Act. As per this report, since 2016, total resolved debt through various mechanisms has touched ₹48 lakh crore. Of this, IBC has shown the highest recovery rate of around 30-35 per cent, compared to 22 per cent for SARFAESI, 7 per cent for DRT, and 3 per cent for Lok Adalat. Besides, the flexibility under IBC to change management and restructure debt has also helped, especially in reviving viable businesses. In the past three years alone, about 60 per cent of approvals for resolution plans were completed, although they accounted for only 40 per cent of total debt, said the report. The report has also highlighted some challenges, particularly the delay in resolution timelines.

For More Details, Please Visit: <https://economictimes.indiatimes.com/industry/banking/finance/banking/ibc-helped-resolve-bad-loans-of-over-rs-12-lakh-crore-in-9-years-but-resolution-time-doubled-crisil/articleshow/122854979.cms?from=mdr>

News Roundup

Bombay High Court transferred Mehul Choksi's company Gili India Ltd.'s case to NCLT for resolution

The court observed that the revival of the Gili India Ltd, which is part of the Gitanjali Group, is required in the interest of the stakeholders. "The facts of the case demand the revival of the company, in the better interest of the Company and the stakeholders," said the Court. It was also observed that the move aligns with the objectives of the IBC and could lead to the company's revival. The winding up order of the company was passed by the High Court in 2018 on an application by Anchal Collections Ltd. filed in 2014. Subsequently, the bank moved the interim application under the provision to Section 434(1) (c) of the Companies Act, 2013, for the transfer of the Company Petition to NCLT.

For More Details, Please Visit:

<https://www.indiatoday.in/india/story/mehul-choksis-gili-india-winding-up-transferred-to-nclt-by-bombay-high-court-for-companys-revival-2760780-2025-07-24>

SIIL has executed a court-approved Resolution Plan, settling ₹2,200 crore debt with 13 lenders

Supreme Infrastructure India (SIIL) has reportedly repaid ₹387.92 crore through asset monetization and equity issuance as per the Resolution Plans approved by the Adjudicating Authority. According to media reports, the approved Resolution Plan provides for a full and final settlement of ₹464 crore to financial creditors including State Bank of India (SBI), ICICI Bank, Axis Bank, HDFC Bank, Punjab National Bank, Union Bank of India, Bank of India and JM Financial Asset Reconstruction Company, among others. To facilitate the settlement and ensure structured repayment, SIIL and lenders entered into nine escrow agreements, resulting in the creation of 11 transaction escrow accounts. The SBI acted as escrow agent while SBICAP Trustee Company served as the escrow documentation agent.

For More Details, Please Visit:

<https://economictimes.indiatimes.com/industry/indl-goods/svs/engineering/supreme-infrastructure-sets-rs-2200-crore-debt-resolution-in-motion/articleshow/122939701.cms?from=mdr>

Pepco's German unit files for insolvency to restructure stores

Pepco Group's German unit has filed for insolvency proceedings as it seeks to revamp its loss-making store network in the Germany. According to media reports, Pepco Germany has filed for the proceedings at a Berlin court. The unit operates 64 stores and employs around 500 people. All stores will remain open until further notice. Pepco said its German network had experienced challenges since entering the market in 2022 and is currently making losses. The variety discount retailer's parent company has pledged its support for the restructuring process and to provide financing, said media reports.

For More Details, Please Visit: <https://www.reuters.com/markets/europe/pepcos-german-unit-files-insolvency-restructure-stores-2025-07-24/>



Malaysia to enact law on Cross-Border Insolvency

The Cross-Border Insolvency Bill 2025, introduced in the Malaysian Parliament, reportedly, contains 35 clauses, aims to provide provisions, including access by foreign representatives and foreign creditors to courts, recognition of a foreign proceeding, granting of relief on recognition of a foreign proceeding, cooperation with foreign courts and foreign representatives, and coordination of concurrent proceedings.

According to media reports, the Clause 11 of the Bill provides that a foreign representative, authorized in either a foreign main or non-main proceeding, can apply to begin an insolvency proceeding under Malaysian insolvency law. The Clause 25 has a provision that the court shall cooperate with foreign courts or foreign representatives directly or through a Malaysian insolvency office bearer.

For More Details, Please Visit:

<https://www.malaymail.com/news/malaysia/2025/07/28/new-bill-seeks-to-streamline-handling-of-cross-border-insolvency-in-malaysian-courts/185505>

EVENT PHOTOGRAPH



Webinar on “Real Estate Resolutions- Best Practices” conducted by IIPI on 25th July 2025.

IIPI to organize 3 Webinars in August 2025

The first Webinar of the August 2025 titled “Value Maximization under CIRP and Liquidation” will be organized from 3.00 PM to 6.00 PM on 01st August 2025. The second Webinar will be conducted on the theme “Conducting CoC meetings- Best Practices” from 3.00 PM to 6.00 PM on 08th August 2025 while the third Webinar on this month has been scheduled from 3.00 PM to 6.00 PM on 14th August 2025 on the theme “IBCs interface with Corporate & Taxation Laws”.

All these Webinars are open for both Insolvency Professionals (IPs) as well as Registered Valuers (RVs). The IPs attending these webinars will get CEP:2 hours each while RVs will be eligible for CPE: 3 hours each.

For More Details, Please Visit:

<https://www.iiipicai.in/wp-content/uploads/2025/07/August-2025-webinars.pdf>