



INDIAN INSTITUTE OF INSOLVENCY PROFESSIONALS OF ICAI

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

IIPI Newsletter

IBBI Caps Number of CIRP/Liquidation cases for IPs

The IBBI has notified the IBBI (IPs) Second Amendment Regulations, 2025, introducing caps on the number of insolvency assignments an individual IP may undertake simultaneously.

Under the revised framework, an Insolvency Professional (i.e., not associated with an IPE) may not hold more than ten concurrent assignments in the roles of IRP, RP, or liquidator. Additionally, no more than three of these ongoing assignments may involve claims exceeding ₹1,000 crore. The amendments also revise the Code of Conduct, shifting several approval requirements from the IBBI to the NCLT, thereby streamlining oversight and ensuring greater procedural clarity.

For More Details, Please Visit:

<https://ibbi.gov.in/uploads/legalframework/028a7d566c32d5e2649744e6e99179df.pdf>



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**For Internal Circulation Only*

**Knowledge SBU Initiative*

Parliamentary Finance Panel Calls for Immediate, Targeted Measures to Improve IBC Efficiency

The Parliamentary Standing Committee on Finance has noted that systemic challenges continue to limit the IBC's potential. In a report tabled in the Lok Sabha on Tuesday, the committee, observed that despite strengthening creditor confidence and boosting domestic and foreign investment, the IBC still faces persistent bottlenecks that demand urgent intervention.

According to media reports, the key issues flagged include delays caused by a shortage of judges, uncertainty regarding the finality of resolution plans, and insufficient accountability of resolution professionals managing distressed companies. To address these gaps, the committee recommended expanding judicial capacity through additional NCLT benches, strengthening oversight of the RPs by empowering the CoC and streamlining disciplinary mechanisms, and ensuring finality of approved plans through clear legislative amendments. It also emphasized the need to remove procedural ambiguities via detailed rules and guidelines.

The report urged the Ministry of Corporate Affairs to implement these reforms swiftly, leveraging the IBC Amendment Bill, 2025 to maximize enterprise value, safeguard stakeholder interests, promote financial stability, and reinforce India's position as an attractive business destination. The recommendations come as the government works on overhauling the IBC; a revised bill, currently under review by a Lok Sabha select committee, is expected in the ongoing winter session. Experts noted that the committee's findings highlight the need for stronger practical implementation.

For More Details, Please Visit: <https://www.livemint.com/news/india/targeted-steps-needed-to-step-up-ibc-efficiency-parliamentary-panel-11764690350330.html>

News Roundup

IBBI Issued Updated Guidelines for Empanelment of Insolvency Professionals for January–June 2026 Panel

The IBBI has issued the “Insolvency Professionals to act as Interim Resolution Professionals, Liquidators, Resolution Professionals and Bankruptcy Trustees (Recommendation) (Second) Guidelines, 2025”, dated November 21, 2025, for preparing the panel of Insolvency Professionals (IPs) for appointments as IRPs, RPs, Liquidators, and Bankruptcy Trustees for the period from 1 January to 30 June 2026. The guidelines specify eligibility, application requirements, and the duties of empaneled IPs. To qualify, an IP must hold a valid AFA for the entire period, face no disciplinary proceedings, and must not have been convicted of any offence in the last three years. IPs must submit an unconditional EoI in Form A. IBBI will prepare bench-wise and zone-wise panels for the NCLT and DRT, to be shared by 31 December 2025.

For More Details, Please Visit: <https://www.livemint.com/news/ibc-amendments-indian-insolvency-reforms-real-estate-bankruptcy-11764561034812.html>

IBBI Tightens Compliance Rules for Personal Guarantor Insolvency Cases

The IBBI, on 21 November 2025, notified the “IBBI (CIRP) (Second Amendment) Regulations, 2025” relating to insolvency resolution for PGs to CDs. These amendments introduce a mandatory obligation on RPs to file prescribed electronic forms within specified timelines when handling a guarantor’s insolvency case. The IBBI will make all forms available on an online platform and may update them as needed. If a form is filed late, including corrections or updates, the RP must pay a fee of ₹500 per calendar month of delay. Inaccurate, incomplete, or delayed submissions can trigger regulatory actions, including refusal to issue or renew the RP’s authorization for assignments.

For More Details, Please Visit:

<https://ibbi.gov.in/uploads/legalframework/9cfc3f68f2b3726291d4713b0222205a.pdf>

EU Agrees to harmonise Insolvency Laws Across Member to Boost Cross-Border Investment

The European Union has reached a provisional agreement to harmonise corporate insolvency laws across its 27 member states, aiming to simplify and unify bankruptcy procedures. The directive mandates common rules on prevention of asset concealment (avoidance actions), asset tracing, pre-pack-style business sales, and streamlined access for insolvency practitioners to bank registers and ownership databases. Directors will be required to file for insolvency within three months of detecting financial distress, unless protective measures are taken.

For More Details, Please Visit: <https://www.reuters.com/business/finance/eu-agrees-harmonise-eu-insolvency-laws-enhance-cross-border-investments-capital-2025-11-20/>



India's Insolvency Regime Upgraded to Group B

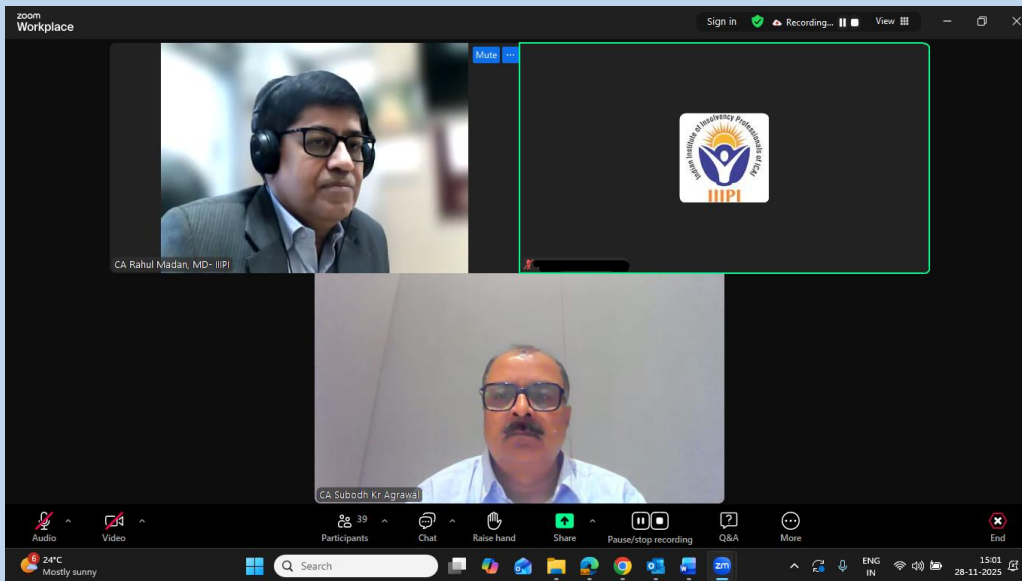
According to media reports, S&P Global Ratings has upgraded India’s insolvency regime to Group B from Group C, reflecting improved creditor-friendliness and stronger outcomes under the Insolvency and Bankruptcy Code (IBC).

The agency reportedly noted that the IBC has significantly strengthened credit discipline by shifting resolution power toward creditors, with promoters now facing the risk of losing control of their businesses, unlike under earlier regimes. S&P highlighted India’s continuing record of successful creditor-led resolutions, which has improved both timeliness and recovery rates. Average recoveries have risen to over 30%, compared with 15–20% under the previous framework, while average resolution time for bad loans has fallen to about two years, down from six to eight.

For More Details, Please Visit:

<https://economictimes.indiatimes.com/news/economy/policy/indias-insolvency-framework-wins-global-praise-sp-upgrades-ranking/articleshow/125726075.cms?from=story-top>

EVENT PHOTOGRAPH



Webinar on PG to CD- Insolvency Process- Best Practices organized by IIPi on 28th November 2025

5th Batch of Executive Development Program on Group Insolvency (for IPs) to be held from 10-11 December 2025

The 5th Batch of Executive Development Program (EDP) for Group Insolvency (for IPs) will be held on 10–11 December 2025.

The duration of the programme will be 12 hours spread over two days. The programme offers 8 CPE hours.

The event is being organized by the Indian Institute of Insolvency Professionals of ICAI. The last date to register for the program is 9th December 2025 on a first come first serve basis.

For More Details, Please Visit:

<https://www.iipicai.in/wp-content/uploads/2025/11/Slide 1.jpg>