



INDIAN INSTITUTE OF INSOLVENCY PROFESSIONALS OF ICAI

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IIPI Newsletter



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IBBI Regulations mandate the RP to Appoint Single set of Valuer for MSMEs

The IBBI has notified the IBBI (CIRP) (Second Amendment) Regulations, 2026, revising Regulation 27 relating to appointment of valuers during CIRP. Under the amended framework.

The amended Regulation 27 (1) reads “Provided that, in respect of a corporate debtor classified as a micro, small or medium enterprise under sub-section (1) of section 7 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), the resolution professional shall appoint one set of registered valuers, unless the committee decides, for reasons to be recorded in writing, to appoint two sets of registered valuers.

For More Details, Please Visit:

<https://ibbi.gov.in/uploads/legalframework/6b5abb77c7b6270e12e92824f2d15c37.pdf>

News Update

**For Internal Circulation Only
Knowledge SBU Initiative

Supreme Court Examining alleged fake Judicial Citations in Essel Infraprojects Insolvency Proceedings

The Supreme Court has stated that allegations concerning the use of fake or “hallucinated” judicial citations in the insolvency matter of Essel Infraprojects are currently under examination by an internal committee. The issue arose during hearings in an appeal filed by suspended director challenging the Corporate Insolvency Resolution Process (CIRP) initiated against Essel Infraprojects. In this case, it has been alleged by the Appellant’s counsel before the Court that several precedents relied upon by the NCLT and the NCLAT either did not exist or were incorrectly cited to support legal conclusions in their judgements.

The Bench observed that such allegations, if true, strike at the credibility and integrity of judicial proceedings and therefore require scrutiny. However, the Court clarified that the pending appeal would also be decided independently on its legal merits and would not solely hinge on the controversy surrounding the disputed citations. The insolvency proceedings stem from a petition filed by Jammu and Kashmir Bank (J&K Bank) against Essel Infraprojects in its role as corporate guarantor for loans advanced to Pan India Utilities Distribution Company. The bank alleged defaults exceeding ₹87 crore under a ₹200-crore credit facility sanctioned in 2013. The NCLT had admitted the insolvency petition in August 2024, and the NCLAT later upheld the admission.

For More Details, Please Visit: https://www.business-standard.com/companies/news/sc-says-fake-citations-issue-in-essel-insolvency-case-under-review-126052001756_1.html

News Roundup

Adani Ports to Acquire Jaypee Fertilizers for ₹1,500 Crore through Insolvency Process under the IBC

Adani Ports and Special Economic Zone Ltd (APSEZ) will acquire a 100% stake in Jaypee Fertilisers & Industries Ltd (JFIL) from Jaiprakash Associates Ltd as part of the NCLT-approved insolvency resolution plan for JAL. The ₹1,500-crore acquisition will give APSEZ indirect control over Kanpur Fertilizers and Chemicals Ltd, which owns nearly 243 acres of industrial land in Kanpur. The company plans to use the land for logistics and warehousing expansion in North India. The transaction forms part of Adani Group's broader ₹14,535-crore resolution plan for Jaiprakash Associates and is expected to be completed within 90 days.

For More Details, Please Visit: <https://www.thehindu.com/business/Industry/adani-ports-to-acquire-jaypee-fertilizers-for-1500-crore-through-insolvency/article71005910.ece>

NCLAT Directs Modi Lifecare to Clear ₹63 Lakh Dues or Face Insolvency Proceedings

The National Company Law Appellate Tribunal (NCLAT) has allowed Lyka Labs Ltd's appeal against Modi Lifecare Industries Ltd, directing the company to pay approximately ₹63 lakh towards outstanding operational dues or face insolvency proceedings under the Insolvency and Bankruptcy Code, 2016. The dispute arose from unpaid invoices relating to pharmaceutical supplies. NCLAT observed that Modi Lifecare failed to establish any genuine pre-existing dispute regarding the dues and held that the operational debt was clearly payable.

For More Details, Please Visit: <https://pharma.economicstimes.indiatimes.com/news/policy-and-regulations/nclat-allows-lyka-labs-appeal-asks-modi-lifecare-to-pay-rs-63-lakh-or-face-insolvency-proceedings/131218555>

Bitcoin Depot Files for Bankruptcy Amid Regulatory Crackdown on Crypto ATM Operators

Bitcoin Depot, once the world's largest cryptocurrency ATM operator, has filed for Chapter 11 bankruptcy and begun winding down operations after mounting regulatory pressure and litigation made its business model unsustainable. The company has shut down its network of nearly 9,700 crypto kiosks across the United States, Canada, and Australia. Regulators in several states had imposed stricter compliance obligations, transaction caps, and licensing restrictions following concerns that crypto ATMs were facilitating scams and money laundering. The company also faced multiple lawsuits and investigations, alongside a sharp decline in revenue and rising legal costs.

For More Details, Please Visit: <https://www.icij.org/investigations/coin-laundry/crypto-atm-operator-bitcoin-depot-files-for-bankruptcy/>



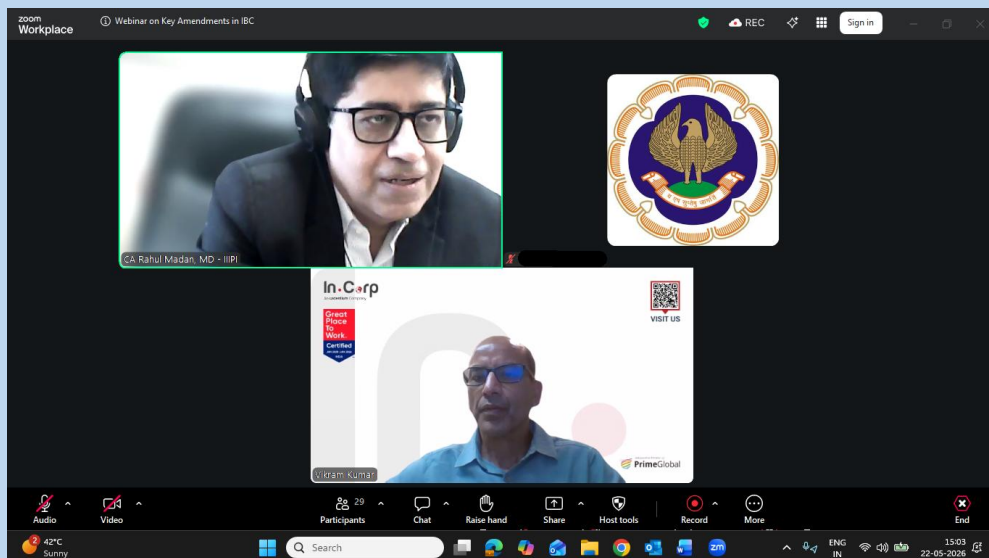
IBBI Amends PPIRP Regulations for Valuers' Appointment and Co-ordination

The IBBI has notified the Pre-Packaged Insolvency Resolution Process (Second Amendment) Regulations, 2026, introducing significant changes to the appointment and functioning of registered valuers.

Under the amended Regulation 38, the Resolution Professional must appoint one set of valuers within three days of appointment, unless the Committee of Creditors (CoC) records reasons for appointing two sets of valuers. The amendment also clarifies disqualifications for valuers, including related parties and auditors of the corporate debtor. Further, revised Regulation 39 standardizes the method for determining fair value and liquidation values of the corporate debtor undergoing CIRP process.

For More Details, Please Visit: <https://ibbi.gov.in/uploads/legalframwork/1aa5e92f1d58f61e97a6875410e0acca.pdf>

EVENT PHOTOGRAPH



Webinar on 'Key Amendments in IBC' organized by IIPCI on May 22, 2026.

**21st Batch of the EDP
on 'Mastering
Avoidance/ PUF
Forensics under IBC'
to be organized by
IIPCI from 02-04 June**

Indian Institute of Insolvency Professionals of ICAI (IIPCI) is organizing the 21st Batch of the Executive Development Program (EDP) on 'Mastering Avoidance/ PUF Forensics under the IBC' from 02nd-04th June 2026.

The program carries 12 CPE hours and will be conducted in online mode. The last date to register for the program is 01st June 2026. The registration will on a first come first serve basis.

To register please click, <https://app.iipicai.in/regpayments/>

For More Details, Please Visit: <https://www.iipicai.in/wp-content/uploads/2026/05/FLYER-PUFE-EDP-21st-batch.pdf>