INDIAN INSTITUTE OF INSOLVENCY PROFESSIONALS OF ICAI

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

IIIPI Newsletter

June 08, 2026

IIIPI Newsletter No. 374

CONTENTS

NCLAT Sets Aside CIRP Against Ligare Aviation

The Appellate Tribunal observed that the transaction was "merely a round-tripping of funds" and not a "genuine financial transaction."

The Court held that the material on record "clearly proves" that no financial debt was disbursed by the financial creditor (Religare Enterprises), to the Corporate Debtor (Ligare Aviation) for the time value of money, a key requirement for a financial debt under the IBC. Religare had filed an insolvency application before the NCLT on 18 January 2021, alleging default in the repayment of ₹5.87 crore.

For More Details, Please Visit: *https://dailypioneer.com/news/slug-lite/nclat-quashes-ligare-aviations-insolvency-loan-from-religare-enterprises-round-tripping?year=2026*

News Update

**For Internal Circulation Only*
**Knowledge SBU Initiative*

IBBI Notified Several Amendment Regulations Pursuant to the Insolvency and Bankruptcy Code (Amendment) Act, 2026

The Insolvency and Bankruptcy Board of India (IBBI) has notified amendments to various regulations to align them with the provisions of the Insolvency and Bankruptcy Code (Amendment) Act, 2026. These amendments cover the regulations governing the Insolvency Resolution Process for Personal Guarantors to Corporate Debtors, Voluntary Liquidation Process, Bankruptcy Process for Personal Guarantors to Corporate Debtors, Pre-Packaged Insolvency Resolution Process, Inspection and Investigation, Information Utilities, Liquidation Process, Insolvency Resolution Process for Corporate Persons, and the Grievance and Complaint Handling Procedure.

As per the amendments in the CIRP Regulations, applications under sections 94 and 95 of the IBC must now be accompanied by a comprehensive statement of all assets of the Personal Guarantor (PG) across twelve specified categories – including digital assets and beneficial interests, and assets held directly or indirectly through nominees, trusts or other structures — improving transparency of the guarantor's estate. Besides, the Resolution Professional (RP) of the PG must coordinate with the RP of the corporate debtor on asset transfers under section 28A of the Code. Furthermore, the Pre-Packaged Insolvency Resolution Process (PPIRP) Regulations have been amended to enhance disclosures at the outset of the process.

For More Details, Please Visit: *https://ibbi.gov.in/whats-new*

News Roundup

IBBI Amends IU Regulations to Enable Recording of Default Status of Debtor by Information Utilities (IUs)

As per the amended sub regulation (3) of the Regulation 21 of IBBI (IUs) Regulations, 2026, on completion of the process under sub-regulation (2), the Information Utility (IU) shall record the status of authentication of information of default by debtor. This amended sub-regulation 3 also provide a table under which "Nature of Record to be issued" has been divided into two categories - Record of Default, and Information of Dispute. The default will be considered 'authenticated' if Debtor confirms the information of default or does not respond even after three reminders. In sub-regulation (3) of Regulation 20A, the words "banks included in the 2nd Schedule to the RBI Act, 1934" have been replaced with "financial institutions" as defined u/s 3(14) of the Code.

For More Details, Please Visit: *https://ibbi.gov.in/uploads/legalframwork/2026-06-03-111754-09q3d-d4151ccebfbae55e8f7c0f68f6d18e4d.pdf*

Reliance Infra Seeks Review of Insolvency-Linked Market Surveillance Framework

Reliance Infrastructure Limited (RIL) has reportedly submitted a formal representation to the SEBI, NSE, and BSE, seeking a review of the Additional Surveillance Measure (ASM) framework linked to the Insolvency and Bankruptcy Code (IBC) and the associated trading restrictions on its shares. According to media reports, the company has contended that the current framework adversely affects over 7 lakh public shareholders, as it permits trading only once a week within a narrow ±5 per cent price band, resulting in largely mechanical and predictable price movements.

For More Details, Please Visit: *https://www.telegraphindia.com/business/reliance-infra-faces-curb-on-trading-in-shares-seeks-review-of-insolvency-linked-surveillance-framework/cid/2164405#goog_rewarded*

Saks Global Wins US court's Approval for Bankruptcy Restructuring

Approving the plan, the judge reportedly remarked that the company had done an "extraordinary" job in stabilizing its business after a rocky start to its bankruptcy proceedings in January. Saks Global's bankruptcy plan will allow it to cut most of its pre-petition debt and emerge as a smaller company, after it used its bankruptcy to repair relationships with luxury brand vendors, close off-price retail stores and shut more than half of its Saks Fifth Avenue stores. The company will emerge with 49 luxury retail locations, including 33 Neiman Marcus stores, 15 Saks Fifth Avenue stores, and Bergdorf Goodman. Saks Global entered bankruptcy with 33 Saks Fifth Avenue locations.

For More Details, Please Visit: *https://www.reuters.com/legal/litigation/saks-global-wins-court-approval-bankruptcy-restructuring-2026-06-05/*

Personal Guarantors to Disclose All Assets During CIRP: IBBI

The Insolvency and Bankruptcy Board of India (IBBI), through the IBBI (Insolvency Resolution Process for Personal Guarantors to Corporate Debtors) (Amendment) Regulations, 2026, notified on 1 June 2026, has mandated the disclosure of all assets by Personal Guarantors (PGs) to Corporate Debtors (CDs) during the CIRP.

"For the purposes of sections 94 and 95, along with the application for initiating the insolvency resolution process to be submitted to the Adjudicating Authority, a complete and true statement of all assets including the following, with supporting evidence, shall also be submitted," reads Section 6A of the amended Regulation. The list includes 12 specified categories including Cash and Bank Deposits, Digital Assets, and Investments (Domestic & Overseas) among others.

For More Details, Please Visit: *https://ibbi.gov.in/uploads/legalframwork/0f3bd4d82ffab9ddd55a8fa24d6d2339.pdf*

EVENT PHOTOGRAPHS

Webinar on "Value Maximization strategies under IBC" organized by IIIPI on June 05, 2026.

21st Batch of Executive Development Program (For IPs) on Mastering "Avoidance/PUFE Forensics" Under IBC from 2nd June to 4th June 2026.

6th Batch of EDP (For IPs) Cross Border Insolvency Under IBC

The 6th Batch of the Executive Development Program (EDP) on Cross-Border Insolvency for Insolvency Professionals (IPs) will be conducted online on 16–17 June 2026.

The programme offers 8 CPE hours and comprises 12 hours of learning spread over two days. With limited seats available, interested participants are encouraged to register at the earliest. Registrations will close on 15 June 2026 at 5:00 PM.

For More Details, Please Visit: *https://www.iiipicai.in/wp-content/uploads/2026/06/flyer-6th-batch-cross-border.pdf*