

PRESS RELEASE



ICSI Institute of Insolvency Professionals jointly with **Insolvency and Bankruptcy Board of India** organised '*IBC - AN INTERACTIVE MEET WITH BANKERS*' at New Delhi on 5th March 2019. The interactive meet was attended by several bankers of different banks, including GM of SBI and Senior Group President of Yes Bank, as well as Insolvency Professionals, Advocates, Company Secretaries *et al.*

The purpose of the meet was to share the perspective of the Regulator, IPAs, IPs and Bankers on various aspects of IBC, specifically the Committee of Creditors, with a view to create synergy. Deliberations focused on issues faced by Bankers as members of CoC, *inter se* coordination amongst bankers as members of CoC, concerns of IPs at CoC *vis-à-vis* financial creditors and on role and responsibilities of Banks as members of CoC in the Insolvency Resolution.

Ms. Mukulita Vijayvargiya, the Whole Time Member of IBBI, while discussing the role of Bankers in the CIRP and as members of CoC, highlighted the need for use of technology in assessment of defaults. She also urged the Bankers to change their loan documents to include the clause regarding insolvency resolution. She emphasised that the purpose of the Code is maximisation of value of assets in a time bound manner and bankers should work towards the same.

Mr. Anil Goel, Managing Partner, AAA Insolvency Professional LLP through a presentation highlighted the distinction between the remedies available to the Banks under SARFAESI and those available under the Code. He stressed on the fact that banks can find resolution to their stressed assets under the Code which they could neither get through SARFAESI nor RDB Act, 1993.

During the Interactive Meet, a number of difficulties faced by Bankers were discussed, such as, backing of Resolution Plans by Banks of the Corporate Debtor, each bank having a different Credit Policy and difference of opinion amongst the CoC members on several pertinent issues as also the role of guarantor after triggering of CIRP.

Realising the necessity of training and educating the Bankers on CoC proceedings, a suggestion was made by Ms. Alka Kapoor, CEO, ICSI IIP, to conduct training sessions for bankers through practical workshops and mock sessions for CoC meetings. Ms. Mukulita Vijayvargiya also agreed to the suggestion and felt that full day training programs can be held for the purpose. These sessions could be organised pan India and same could be webcast for all professionals at different locations.