# Contents

			PAGE
Acron	yms		I-25
Sectio	on Index		<i>I</i> -29
		<u>1</u> PPIRP - NOVEL IDEA IN INSOLVENCY RESOLUTION	
1.1	Backgro	ound of Insolvency Law	1
	1.1-1	Insolvency and Bankruptcy Code, 2016	2
	1.1-2	Introduction of Pre-packaged Insolvency Resolution Process (PPIRP)	2
	1.1-3	Overall Structure of Insolvency Code	3
1.2	Overall	scheme of the Insolvency and Bankruptcy Code	5
	1.2-1	Purpose of Insolvency Code is to revive a failing but viable business enterprise	8
	1.2-2	Insolvency Code is not a substitute for recovery forum	9
	1.2-3	Insolvency code is a complete code (and decisions in other Acts will not apply)	10
	1.2-4	Special provisions relating to Covid-19 (Corona)	10
1.3	Insolver	ncy and Bankruptcy Board of India (IBBI)	11
	1.3-1	Designated website of IBBI for publishing public announcements and brief particulars of resolution plan under the Regulations	12
	1.3-2	Financial Sector Regulators	12

20

**PAGE** 

#### 2

## GENERAL PROVISIONS APPLICABLE TO INSOLVENCY RESOLUTION PROCESS

2.1	Schem	e of irr	14
	2.1-1	Persons to whom the Insolvency Code applies	14
	2.1-2	Insolvency Code applies to personal guarantors of corporates	15
2.2	Meanin	ng of 'person'	15
2.3	Insolve	ency Code has overriding effect	16
2.4	Limitat	tion Act applies to proceedings before NCLT or NCLAT	19
	2.4-1	Applicability of Limitation Act to Insolvency Code	20
	2.4-2	Date of default is relevant to count period of limitation	21
	2.4-3	If debt acknowledged, limitation starts from that date	22
	2.4-4	Last date of repayment and acknowledgement of debt relevant for limitation even if account was declared NPA earlier	22
	2.4-5	Pendency of matter under SARFAESI Act or before DRT does not extend period of limitation	22
	2.4-6	Delay can be condoned for sufficient reasons	24
	2.4-7	Showing amount as payable in balance sheet is 'acknowledgement of debt' and sufficient to overcome bar of limitation	26
	2.4-8	Delay in filing application/appeal can be condoned for sufficient reasons	27
2.5		ons in Companies Act, 2013 relating to winding up are ble to the extent not contrary to Insolvency Code	27
2.6	Adjudio	cating Authority (AA) and appellate authorities	28
2.7		n for CIRP/PPIRP under Insolvency Code is independent ling up proceedings	29
2.8		rs may apply under SARFAESI and DRT and in addition an go for Insolvency resolution	30
	2.8-1	Parallel proceedings under SARFAESI/RDBA, Civil Court and Insolvency Code permissible	30

I-7 CONTENTS

			PAGE
2.9		tax provisions for corporate debtors where application P/PPIRP has been admitted	32
	2.9-1	Minimum Alternate Tax (MAT) in case of distressed companies	32
	2.9-2	Carry forward and set off of losses in case of closely held distressed companies	33
	2.9-3	Waiver of loan is not income of assessee	33
	2.9-4	Verification of Income Tax Return in case of companies under CIRP	33
	2.9-5	TDS under section 194-IA of Income-tax Act does not apply to sale of stressed assets by liquidator	34
2.10		can be resolution applicant even if it has NPA account or tee given by him is unpaid, if corporate debtor is MSME	34
2.11	•	provisions under GST relating to companies under ncy Process	35
2.12		dings under FTDR against companies against whom dings have been instituted under Insolvency Code	37
2.13	Role of Process	Government and its agencies in CIRP and Liquidation	38
2.14	Insolve	ncy Professional (IP)	38
	2.14-1	Registration as Insolvency Professional	39
	2.14-2	Conditions of registration of IP	40
	2.14-3	Code of Conduct of Insolvency Professional	41
	2.14-4	Confidentiality of Information relating to processes under the Insolvency Code	41
	2.14-5	Control over Insolvency Professional (IP) by Board (IBBI)	42
	2.14-6	Resolution Professional does not have adjudication powers, he cannot decide claims of any party	42
2.15	Informa	ation Utility (IU)	43
2.16		ncy Code not applicable to financial service providers specifically notified	44
	2.16-1	Extension of Insolvency Code to NBFC	45
2.17		ncy proceedings can be initiated against corporate	46

CONTENTS I-8

PAGE	

<b>OVERVIEW OF PRE-PACKAGED INSOLVENCY</b>
RESOLUTION PROCESS (PPIRP)

3

3.1	Backgr Process	ound of the PPIRP (Pre-packaged Insolvency Resolution	50
	3.1-1	Purpose and philosophy of PPIRP	50
	3.1-2	Purpose of PPIRP as per preamble	53
	3.1-3	Advantages of PPIRP over CIRP	53
	3.1-4	No reason to restrict the PPIRP scheme to MSME only	56
3.2	Basic of (PPIRP	lesign of pre-packaged insolvency resolution process )	56
	3.2-1	Distinction between CIRP and PPIRP	59
3.3	Applica	tion of provisions of CIRP to PPIRP	61
	3.3-1	Some other sections of CIRP which are applicable to PPIRP	63
	3.3-2	Modifications of provisions of CIRP when made applicable to PPIRP	63
3.4		to PPIRP over CIRP, except where CIRP proceedings ready commenced	64
	3.4-1	CIRP cannot be filed when PPIRP is pending or within 12 months of PPIRP	65
3.5	What is	s MSME	67
	3.5-1	Person having NPA or unpaid guarantee amount can be Resolution applicant if Corporate Debtor is MSME	69
	3.5-2	Relaxations to MSME by notification	71
		4	
		ELIGIBILITY AND CONDITIONS TO APPLY FOR PPIRP	
4.1	PPIRP MSME	applicable only in respect of corporate debtors who are	72
	4.1-1	Conditions for making application for PPIRP	72

I-9 CONTENTS

			PAGE
	4.1-2	Minimum default for pre-packaged IRP should be ₹ 10 lakhs	74
4.2	Corpor	rate Debtor	74
	4.2-1	Meaning of Corporate Person	74
4.3	Meanir	ng of 'default'	75
	4.3-1	Debt	75
	4.3-2	Claim	76
	4.3-3	Financial Debt	76
	4.3-4	Home Buyers can initiate CIRP, but not PPIRP	78
4.4	Who is	'financial creditor'	80
4.5	Operat	ional Debt and Operational Creditor	83
	4.5-1	Distinction between Financial Creditor and Operational Creditor is valid	86
	IN	<u>5</u> ITIATION OF PPIRP BY CORPORATE DEBTOR	
5.1	Initial s	steps before making formal application to AA	87
5.2	Steps t	o be taken to conduct PPIRP	87
	5.2-1	Appointment of Resolution Professional to conduct PPIRP	87
	5.2-2	Disclosure by RP at time of appointment and thereafter	88
	5.2-3	Approval of unrelated financial creditors with at least 66% in value	89
	5.2-4	Approval of Operational Creditors if no financial creditors	89
	5.2-5	Information to be submitted to financial creditors before approval	89
	5.2-6	Duties and authorities of Insolvency Professional proposed to be appointed as Resolution Professional	90
	5.2-7	Functions of Resolution Professional	90
	5.2-8	When duties of insolvency professional cease	91
	5.2-9	Fees payable to Insolvency Professional proposed to be appointed	91

CONTENTS I-10

			PAGE
	5.2-10	Powers of Resolution Professional to Access books, records and documents	92
	5.2-11	Preservation of records by Resolution Professional	92
	5.2-12	Filing of reports and forms by RP electronically	92
5.3	Proceds PPIRP	ure prior to application to AA for approval to initiate	93
	5.3-1	Approval by financial creditors for appointment of resolution professional	93
	5.3-2	Notice of meeting to financial creditors	94
	5.3-3	Approval of name of Resolution Professional for appointment	94
	5.3-4	Approval when no debt or all financial creditors are related parties	95
5.4	Filing o	f application by Corporate Applicant with Adjudicating ity	96
	5.4-1	Information to be submitted with application for PPIRP	96
5.5	Proced Authori	ure for making application for PPIRP to Adjudicating ity	97
5.6	Admiss (NCLT)	ion or rejection of application by Adjudicating Authority	98
	5.6-1	Commencement of PPIRP	99
	5.6-2	Appointment of RP and Order Moratorium in PPIRP by AA	99
	5.6-3	Replacement of resolution professional by Committee of Creditors (CoC)	99
<b>5.7</b>	Morato	rium during PPIRP period	100
	5.7-1	Meaning and consequences of Moratorium	100
	5.7-2	Contents of Order declaring Moratorium	101
	5.7-3	Licenses, quotas, essential supplies cannot be cut during period of moratorium	108
	5.7-4	Essential supplies must continue during moratorium so long as current dues are paid	109
	575	No moratorium on property of curety (quaranter)	100

I-11 CONTENTS

PAGE

#### 6

## PROCEDURE FOR PPIRP AFTER ADMISSION OF APPLICATION

6.1	Formal applica	process of PPIRP starts only after admission of tion	111
	6.1-1	Termination of PPIRP if CoC does not approve resolution plan in 90 days	111
	6.1-2	Procedure for making Public announcement	112
6.2	Conduc	et of PPIRP by Resolution Professional	113
	6.2-1	Duties of Resolution Professional	113
	6.2-2	Information memorandum and its circulation among members	114
	6.2-3	Study of Preferential, undervalued, extortionate and fraudulent transactions by Resolution Professional	116
6.3	Powers	of Resolution Professional during PPIRP	116
6.4	Filing o	f Application for avoidance of transactions	118
6.5	Avoida	nce of Preferential transactions	118
	6.5-1	Order of Adjudicating Authority in case of preferential transactions	121
6.6	Avoida	nce of undervalued transactions	123
	6.6-1	When a transaction can be considered undervalued	123
	6.6-2	Creditor or member or partner can report undervalued transactions	124
	6.6-3	Order by Adjudicating Authority in cases of undervalued transactions	124
6.7	Action	if corporate debtor had defrauded creditors	125
6.8	Protect transac	ion to corporate debtor against extortionate credit tions	125
	6.8-1	Order of Adjudicating Authority in respect of extortionate credit transactions	127
6.9		pproval of Committee of Creditors (CoC) for certain by corporate debtor	128
6.10	Appoin	tment of professionals by Resolution Professional	129

CONTENTS	I-12	

			PAGE
6.11	Informa Profess	ation to be supplied by financial institutions to Resolution ional	130
6.12	Assistar	nce by employees and promoters to resolution professional	130
6.13	Fees pa	yable to Resolution Professional	130
6.14		nd liability of corporate debtor to give information to cion Professional	131
6.15	Submis	sion of List of claims and its updation	131
	6.15-1	Resolution Professional cannot decide claims of any party	133
	6.15-2	Once claims are settled, Fresh claims cannot be accepted	134
	6.15-3	Determination of amount of claim when amount not certain	134
	6.15-4	Debt in foreign currency	134
	6.15-5	Transfer or assignment of debts by creditors to others	135
	6.15-6	Liability of promoters or directors if false information given to Resolution Professional	135
	6.15-7	No liability of a person if information submitted without his consent	135
	6.15-8	Compensation if false information was supplied to RP	135
6.16	Conduc	et of business of Corporate Debtor during PPIRP	136
	6.16-1	CoC can resolve to vest management of corporate debtor with RP	137
	6.16-2	Order of Adjudicating Authority on application to transfer management to RP	137
	6.16-3	Application of provisions to CIRP if management taken over by RP	137
	6.16-4	Powers and authority of resolution professional	138
		<u>7</u>	
		CONSTITUTION AND FUNCTIONING OF COMMITTEE OF CREDITORS	
7.1	Constitu	ution and meeting of CoC within seven days	139
7.2	Provisio	ons of section 21 in respect of CoC as applicable to PPIRP	139
	7.2-1	All financial creditors to be members of CoC	140

I-13 CONTENTS

			PAGE
	7.2-2	No voting power if financial creditor is related party	140
	7.2-3	If a person is both financial creditor and operational creditor	141
	7.2-4	If operational debt has been assigned to financial creditor	141
	7.2-5	If there is single trustee or agent for consortium	141
	7.2-6	Trustee or authorized representative can attend meeting and vote where debt is in control of agent or trustee or owned by huge number of persons	142
	7.2-7	Manner and determination of voting share	142
	7.2-8	Formation of Committee, if there are no financial creditors	143
	7.2-9	Selection of authorised representative of class of creditors in case of PPIRP	143
	7.2-10	Voting share of creditors	144
	7.2-11	Passing of resolution in CoC by majority but with 66% voting in specified cases	144
	7.2-12	Rights of CoC to call for information from RP or Corporate Debtor	145
7.3	Rights creditor	and duties of authorised representative of financial rs	145
	7.3-1	Voting by authorised representative when financial creditors give conflicting instructions	146
7.4	Related	l Party in case of corporate debtor	147
	7.4-1	Related party in relation to corporate debtor	147
	7.4-2	'Related party' in relation to an individual	149
7.5	Provisio	ons relating to Meeting of Committee of Creditors	150
	7.5-1	Voting rights of creditors in meeting	151
7.6	Proced membe	ure for Meetings of and communication to Committee ers	152
	7.6-1	Convening meetings of the committee	152
	7.6-2	Notice for meetings of the committee meeting	152
	7.6-3	Service of notice of Committee meeting	153
	7.6-4	Contents of the notice for meeting of committee	153
	7.6-5	Quorum of meeting of committee	154

CONTENTS I-1	4	ŀ
--------------	---	---

PAGE

	7.6-6	Procedure for participation in meeting through video conferencing	155
	7.6-7	Conduct of meeting of Committee	156
	7.6-8	Meeting of Committee with creditors in a class	157
	7.6-9	Voting by the committee when physical meeting held	158
	7.6-10	Voting by authorised representative at meeting	159
	7.6-11	Voting through electronic means	159
		8	
		SUBMISSION AND APPROVAL OF RESOLUTION PLAN	
8.1	What is	s a resolution plan	161
8.2	Require	ements of Resolution Plan	162
	8.2-1	Submission of resolution plan by resolution applicant to insolvency professional	162
	8.2-2	Contents of resolution plan	162
	8.2-3	Resolution plan to show measures of maximization of value	164
	8.2-4	Mandatory contents of resolution plan	165
	8.2-5	Other requirements of resolution plan	166
	8.2-6	Feasibility and capacity to implement resolution plan	166
	8.2-7	Resolution Plan to consider interests of all stakeholders	166
	8.2-8	Sequence of payment to financial and operational creditors	166
	8.2-9	Resolution plan need not match liquidation value	166
	8.2-10	Telecom spectrum can be part of Insolvency Proceedings	167
	8.2-11	Resolution plan can contain provisions of delisting of securities and any permission of SEBI is not required	167
	8.2-12	Resolution plan can provide for merger, demerger and amalgamation	168
8.3	Submis	ssion of Base Resolution Plan by RP to CoC	168
	8.3-1	Revision of base resolution plan before approval	168

I-15 CONTENTS

			PAGE
	8.3-2	Approval of base resolution plan by CoC if claims of Operational Creditors are not impaired	169
	8.3-3	Impairment of claims of financial creditors permissible	169
	8.3-4	Informing fair value and liquidation value in case of PPIRP	169
8.4		on to Resolution Applicants if CoC does not approve solution plan or operational creditors cannot be satisfied	171
	8.4-1	Resolution Applicant	171
	8.4-2	Ineligible Resolution Applicant	172
	8.4-3	Important Criteria for ineligibility of resolution applicant	176
	8.4-4	Corporate debtor cannot make back entry to the defaulting corporate debtor through its associate companies or defaulting connected persons	178
	8.4-5	Acts specified in Twelfth Schedule of Insolvency Code for section $29A(d)$	179
	8.4-6	Provision of 'ineligible resolution applicant' - Remedy worse than disease	181
8.5	Furnisl	ning of information to Resolution Applicants	182
8.6	Proced	ure for Invitation of resolution plans	182
	8.6-1	Scoring and improvement of resolution plan to select best plan	183
	8.6-2	Performance security by resolution applicant	184
8.7	Submis evaluat	ssion of resolution plan by resolution applicant and its	185
	8.7-1	Procedure for Evaluation of resolution plans	185
	8.7-2	Procedure for Approval of resolution plan	185
	8.7-3	Invitation to submitters to improve their resolution plans	185
	8.7-4	Swiss challenge method to get best possible resolution plan by Sequential improvement	186
8.8	Submis CoC	ssion of Resolution Plans by Resolution Professional to	186
	8.8-1	Selection of Resolution Plan by CoC	187
	8.8-2	Approval of Resolution Plan by 66% voting	187
	8.8-3	Dilution of promoters' stake if claims are impaired	188

6	)
(	

			PAGE
	8.8-4	Same management cannot continue if management was changed during PPIRP under section 54J(2) of Insolvency Code	188
	8.8-5	Pre-packaged insolvency resolution process costs	189
	8.8-6	Termination of PPIRP if resolution plan not approved by CoC	190
8.9	CoC is	final authority to approve or reject resolution plan	191
		9	
		SUBMISSION OF RESOLUTION PLAN FOR APPROVAL BY AA	
9.1	Submis Author	ssion of Resolution plan approved by CoC to Adjudicating ity	194
	9.1-1	Procedure for Application to Adjudicating Authority for approval	194
	9.1-2	Approval of Resolution Plan by Adjudicating Authority	194
	9.1-3	Effect of approval of PPIRP same as CIRP	195
9.2		red Resolution plan binding on Central/State Government cal authority even in respect of statutory dues	196
9.3	Resolu withdr	tion Plan once approved cannot be allowed to be awn	198
9.4		ure to be followed after approval of resolution plan by cating Authority	198
9.5	Rejecti	on of Resolution Plan if requirements not fulfilled	198
	9.5-1	Procedure to be followed after rejection of resolution plan by Adjudicating Authority	199
9.6	Appeal	against order approving Resolution Plan	199
9.7		nation of PPIRP which ultimately results in liquidation porate debtor	199
	9.7-1	Termination of PPIRP if CoC so decides	200
	9.7-2	Costs to be borne by corporate debtor if PPIRP terminated	200
	9.7-3	Order liquidation if PPIRP terminated	200
9.8	CoC ma	ay terminate PPIRP if corporate debtor eligible for CIRP	201
	9.8-1	Order by AA if CoC decides to transfer PPIRP to CIRP	202

I-17 CONTENTS

	9.8-2	Appointment of Interim RP if RP does not consent to transfer	202
	9.8-3	Effect of order of transferring PPIRP to CIRP	202
		<u>10</u>	
		ADJUDICATION, APPEALS AND PENALTIES UNDER PPIRP	
10.1	Adjudio	cation and appeal provisions for corporate persons	204
10.2	U	eating Authority in relation to insolvency resolution and ition for corporate persons	204
	10.2-1	Application for bankruptcy or insolvency resolution or liquidation of guarantor of corporate debtor	204
	10.2-2	Application for bankruptcy of personal guarantor or insolvency resolution of corporate guarantor	205
10.3	Jurisdic	etion of NCLT	206
	10.3-1	Period of moratorium excluded for purpose of limitation	207
10.4	Appeals	s and Appellate Authority	207
	10.4-1	Grounds for appeal against order under section 31	207
	10.4-2	Grounds for appeal against order of liquidation	208
	10.4-3	Appeal against order of transferring PPIRP to CIRP	208
10.5	Appeal	to Supreme Court on question of law	208
10.6	Civil co jurisdic	ourt not to have jurisdiction where NCLT or IBBI has	209
10.7	Expedit	tious disposal of applications	210
10.8	Penalty	for Fraudulent or malicious initiation of proceedings	210
10.9	Penalty	of carrying on business fraudulently to defraud creditors	211
	10.9-1	Further directions in case of proceedings under section 66	212
	10.9-2	Penalty on officer in case of pre-packaged insolvency resolution process	213

**PAGE** 

CONTENTS	I-18
----------	------

**PAGE** 

214

	11.1-1	Special Courts under Companies Act to try offences under the Code	214
11.2	Punishn	nent for concealment or property	215
11.3	Punishn	nent for transactions defrauding creditors	216
11.4	Punishn	nent for misconduct in course of PPIRP	217
11.5	Offence	s by insolvency professional	218
11.6	Punishn	nent for falsification of books of corporate debtor	218
11.7		nent for wilful and material omissions from statements to affairs of corporate debtor	218
11.8	Punishn	nent for false representations to creditors	219
11.9	Punishn plan	nent for contravention of moratorium or the resolution	219
11.10	Punishn	nent for false information furnished in application	220
11.11		nent for non-disclosure of (a) dispute or (b) payment of operational creditor	220
11.12		nent for providing false information in application made orate debtor	221
11.13		al punishment of fine for violation of provisions of ncy Code	221
11.14	Punishn	nent for providing false information in PPIRP	222
11.15		an ask Government to investigate and Government can plaint before Special Court	223
		<u>12</u>	
		GENERAL PROVISIONS RELATING NCLT AND NCLAT	
12.1	Backgro	ound	224
	12.1-1	Bar to jurisdiction of Civil Court	225
	12.1-2	Applicability of Limitation Act	225

11
OFFENCES AND PUNISHMENTS
IN RELATION TO PPIRP

**11.1** Punishments for offences

I-19 CONTENTS

			PAGE
	12.1-3	NCLT can prescribe conditions while granting approval	225
	12.1-4	Rectification of mistake by NCLT	225
	12.1-5	Appeal from order of Tribunal (NCLT)	226
	12.1-6	Registrar of NCLT and NCLAT	226
12.2	Powers	and Limitations of NCLT and NCLAT	226
	12.2-1	Provisions in respect of granting sanction, permission etc. by NCLT	227
	12.2-2	Enforcement of order of NCLT and NCLAT	227
	12.2-3	Proceedings are judicial proceedings	228
	12.2-4	Inherent Powers of NCLT and NCLAT	228
	12.2-5	Granting stay for recovery of taxes and penalty	228
	12.2-6	Decisions of Tribunal binding on lower authorities	228
	12.2-7	Tribunal is final fact finding authority	228
	12.2-8	Mistakes apparent from records can be rectified	229
	12.2-9	Tribunal cannot review its orders	229
	12.2-10	Tribunal is not 'court'	230
	12.2-11	NCLT and NCLAT can award cost and even exemplary cost on defaulting party	230
		<u>13</u>	
	PR	OCEDURAL ASPECTS OF NCLT AND NCLAT	
13.1	Backgro	ound	231
	13.1-1	General powers of NCLT and NCLAT	231
	13.1-2	Timings and sittings of NCLT and NCLAT	232
	13.1-3	Listing of urgent cases	232
	13.1-4	Application, petition or appeal before NCLT	233
13.2	Instituti NCLAT	on of proceedings, petition, appeals before NCLT and	233
	13.2-1	Particulars to be set out in the address for service	234
	13.2-2	Initialling alteration	235
	13.2-3	Production of authorisation for and on behalf of an association	235
13.3	Presenta	ation of petition or appeal	235

CONTENTS	I-20

			PAGE
	13.3-1	Fees payable with application, petition or appeal	236
	13.3-2	Three copies of petition or application to be filed and copy to be delivered to opposite party	237
	13.3-3	Endorsement and verification on petition or appeal	237
	13.3-4	Translation of document	237
	13.3-5	Lodging of caveat before NCLT	238
	13.3-6	Interlocutory applications	238
	13.3-7	The matters pending before CLB have been transferred to NCLT	239
	13.3-8	Petition or application under section 45QA(2) of RBI	239
	13.3-9	Multiple reliefs on single cause of action	240
13.4	Procedo and NC	ure after filing of petition or appeal in office of NCLT LAT	240
	13.4-1	Registration of proceedings admitted	241
	13.4-2	Calling for records	241
	13.4-3	Procedure on production of defaced, torn or damaged documents	241
	13.4-4	General heading in all advertisement and notices	241
	13.4-5	Forms of petition or application or notice	242
	13.4-6	Advertisement detailing petition	242
	13.4-7	Notice to Opposite Party	243
	13.4-8	Ex parte disposal if respondent does not appear	243
	13.4-9	Service of Notices and processes	243
13.5	Produc	tion of Evidence by Affidavit	244
	13.5-1	Cross examination of deponent through video conferencing	244
	13.5-2	Production of additional evidence before NCLT which was not produced before inspector	244
	13.5-3	Filing of Reply and other Documents by the Respondents	245
	13.5-4	Filing of Rejoinder	245
	13.5-5	NCLT can call for further information or evidence	245
	13.5-6	Allegation of forgery	245
13.6	Hearing	g of petition or applications	246

I-21 CONTENTS

			PAGE
	13.6-1	Recusal by member	246
	13.6-2	Withdrawal of application or petition	246
	13.6-3	Preparation and publication of daily cause list by Registry	246
	13.6-4	Statutes or citations for reference	247
	13.6-5	Carry forward of cause list and adjournment of cases on account of non-sitting of a Bench	247
	13.6-6	NCLT can call for information on affairs of company	247
	13.6-7	No audio or video recording of proceedings before NCLT	248
	13.6-8	Oath to the witness	248
13.7	Party carreprese	an appear before NCLT in person or through authorized ntative	248
	13.7-1	Engaging another legal practitioner or authorized representative	249
	13.7-2	An authorized representative cannot appear in matter where he had appeared or given advise to opposite party	249
	13.7-3	Restriction on party's right to be heard, if he has appointed authorised representative	249
	13.7-4	Empanelment of special authorised representatives, valuers or experts by the NCLT	249
	13.7-5	Professional dress for the authorised representatives	250
	13.7-6	Appearance on behalf of Central Government, RD or ROC	250
	13.7-7	Registration of authorised representative's interns	250
	13.7-8	Amicus Curiae	250
13.8	Conseq	uence of non-appearance of applicant or respondent	251
	13.8-1	Ex parte hearing and disposal if respondent does not appear	252
	13.8-2	Restoration if order was passed ex parte	252
	13.8-3	Summoning of witnesses and recording Evidence	252
	13.8-4	Substitution of legal representatives if party dies or becomes insolvent	253
	13.8-5	Legal representatives can apply for substitution	253
	13.8-6	Assessors or valuers can be appointed by NCLT	253

CONTENTS	I-22

			PAGE
	13.8-7	Pleadings before NCLT after reply only with permission of NCLT $$	254
	13.8-8	Application for execution of order passed by NCLT	254
	13.8-9	Effect of non-compliance of procedural rule does not vitiate proceedings	254
	13.8-10	Procedure for imposition of penalty under the Act	254
	13.8-11	Procedure for signing of Orders by NCLT	254
	13.8-12	Registry to send certified copy of order free of cost	255
	13.8-13	Filing of Order of NCLT with the Registrar of Companies	255
13.9	Referen	ce or complaint to NCLT in Form NCLT-9	255
13.10	Inspecti	on of records by parties	255
	13.10-1	Mode of inspection of records	256
	13.10-2	Maintenance of register of inspection	257
13.11	Affidavits		257
	13.11-1	Where affidavit can be sworn in winding up	258
13.12	Discove	ry, production and return of documents	258
13.13	Examin	ation of witnesses and issue of commissions	260
	13.13-1	Recording of deposition	260
	13.13-2	Numbering of witnesses	261
	13.13-3	Grant of discharge certificate to witness	261
	13.13-4	Allowance payable to witness for attending examination and cross examination	261
	13.13-5	Records to be furnished to the Commissioner who is recording examination of witness	262
13.14	Disposa	l of cases and pronouncement of orders	262
	13.14-1	Pronouncement of order by NCLT/NCLAT	262
	13.14-2	Pronouncement of order by any one member of the Bench	263
	13.14-3	Authorizing any Member to pronounce order	263
	13.14-4	Forms in respect of NCLT	264
13.15	Procedu	res before Appellate Tribunal (NCLAT)	265
	13.15-1	Forms under NCLAT Rules	265

I-23 CONTENTS

		PAGE
	APPENDICES	
Appendix I	: Insolvency and Bankruptcy Code, 2016	269
Appendix II	: Insolvency and Bankruptcy (Pre-packaged Insolvency Resolution Process) Rules, 2021	455
Appendix III	: Notification under section 4 specified minimum amount of Rs. 10 lakhs to commence PPIRP	462
Appendix IV	: Insolvency and Bankruptcy Board of India (Pre-packaged Insolvency Resolution Process) Regulations, 2021	463
SUBJECT IND	EX	485