



## INSOLVENCY AND BANKRUPTCY CODE ,2016 : ECONOMY

NEWS : Insolvency and Bankruptcy Board of India celebrates its Eighth Annual Day

### WHAT'S IN THE NEWS ?

The Insolvency and Bankruptcy Board of India (IBBI) recently celebrated its Eighth Annual Day, highlighting the transformative impact of the Insolvency and Bankruptcy Code (IBC). Speakers praised its role in enhancing India's Ease of Doing Business and fostering economic growth through timely resolutions.

### Insolvency and Bankruptcy Code, 2016: Salient Features

<b>Clear &amp; Speedy Process for Early Identification &amp; Resolution of Financial Distress</b> for Corporates & LLPs (if underlying business found viable)	<b>Two Distinct Resolution Processes:</b> (a) Fresh Start; (b) Insolvency Resolution	<b>Adjudicating Authorities:</b> National Company Law Tribunal (NCLT) and Debt Recovery Tribunal	<b>Regulator:</b> Insolvency & Bankruptcy Board of India for IPs, IPAs & Information Utilities	<b>Insolvency Professionals (IPs):</b> To handle commercial aspects of Insolvency Resolution Process	<b>Insolvency Professional Agencies (IPAs):</b> To develop professional standards & code of ethics for insolvency professionals members	<b>Information Utilities:</b> To process financial information to be used in insolvency and bankruptcy proceedings.
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- The Insolvency and Bankruptcy Board of India (IBBI) was established in October 2016 under the Insolvency and Bankruptcy Code (IBC), 2016.
- It regulates and oversees insolvency proceedings in India.
- IBBI ensures the effective implementation of IBC and promotes a transparent and efficient insolvency regime.
- It protects the interests of stakeholders like creditors, debtors, and other entities.
- IBBI sets and enforces regulations for insolvency professionals, agencies, and information utilities.
- It conducts research to improve insolvency laws and support informed policy decisions.
- IBBI contributes to India's Ease of Doing Business by strengthening corporate insolvency processes.
- The board raises awareness and educates stakeholders about insolvency through initiatives and publications.
- It collaborates with other regulatory bodies to enhance the insolvency ecosystem.



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- IBBI offers capacity-building programs for insolvency professionals to maintain service quality.
- The board publishes reports and studies to assess the impact of IBC on the economy.

