

**THE INSOLVENCY AND BANKRUPTCY BOARD OF INDIA**  
**IN THE MATTER OF DERECOGNITION OF NANGIA INSOLVENCY**  
**PROFESSIONALS LLP AS AN INSOLVENCY PROFESSIONAL ENTITY UNDER**  
**REGULATION 14 OF THE INSOLVENCY AND BANKRUPTCY BOARD OF INDIA**  
**(INSOLVENCY PROFESSIONALS) REGULATIONS, 2016**

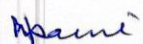
**ORDER**

**UNDER REGULATION 14 OF THE INSOLVENCY AND BANKRUPTCY BOARD OF**  
**INDIA (INSOLVENCY PROFESSIONALS) REGULATIONS, 2016**

1. Pursuant to regulation 13(1) of the Insolvency and Bankruptcy Board of India (Insolvency Professionals) Regulations, 2016, hereinafter referred to as "the regulations", Nangia Insolvency Professionals LLP filed an application with the Insolvency and Bankruptcy Board of India (Board) for recognition as an Insolvency Professional Entity (IPE). The Board after following the due process granted recognition under regulation 13 to Nangia Insolvency Professionals LLP as an Insolvency Professional Entity on 29<sup>th</sup> May, 2017 vide Certificate of Recognition IBBI/IPE/0007. The recognition was granted subject to the conditions as laid down in regulation 13(2) of the regulations. Regulation 13(2) provides that the recognition shall be subject to the conditions that the insolvency professional entity shall-
  - (a) at all times continue to satisfy the requirements under regulation 12;
  - (b) inform the Board, within seven days, when an insolvency professional ceases to be its director or partner, as the case may be.
  - (c) inform the Board, within seven days, when an insolvency professional joins as its director or partner, as the case may be; and
  - (d) abide by such other conditions as may be specified.
2. At the time of recognition, Nangia Insolvency Professionals LLP comprised of three Partners viz. Mr. Rakesh Nangia (Designated Partner), Mr. Suraj Nangia (Designated Partner) and Mr. Vikas Gupta (Partner). Out of these three Partners, Mr. Rakesh Nangia and Mr. Vikas Gupta were Insolvency Professionals (IP) registered under regulation 9 of the regulations vide numbers IBBI/IPA-001/IP-00062/2016-2017/1729 and IBBI/IPA-001/IP-00063/2016-2017/1730 respectively. The registration granted to these IPs under regulation 9 of the regulations was for a limited period of six months i.e., from 6<sup>th</sup> January, 2017 to



- 6<sup>th</sup> July, 2017 and the Insolvency Professionals were required to register themselves afresh under regulation 5 read with regulation 7 after passing the Limited Insolvency Examination.
3. The Board vide its e-mail dated 4<sup>th</sup> July, 2017 asked Nangia Insolvency Professionals LLP to confirm if the partners have obtained fresh registrations after passing the Limited Insolvency Examination and that until such confirmation, Nangia Insolvency Professionals LLP was also advised not to undertake any transaction as an Insolvency Professional Entity w.e.f. 7<sup>th</sup> July, 2017. In response, it was confirmed vide e-mail dated 5<sup>th</sup> July, 2017 that the registration of the partners as Insolvency Professional expired on 6<sup>th</sup> July, 2017 and that they were in the process of passing the Limited Insolvency Examination and obtaining fresh registration.
  4. Since Nangia Insolvency Professionals LLP failed to comply with the requirements of regulation 12(1)(a) of the Insolvency and Bankruptcy Board of India (Insolvency Professionals) Regulations, 2016 effectively from 7<sup>th</sup> July, 2017, a notice dated 28<sup>th</sup> July, 2017 was issued to show cause as to why Nangia Insolvency Professionals LLP should not be derecognized as an Insolvency Professional Entity. In response to the show cause notice issued by the Board, Nangia Insolvency Professionals LLP vide its letter dated 11<sup>th</sup> August, 2017 sought an extension of a week's time to re-organize the Partners and to submit relevant documents. However, so far, no further information regarding re-organisation of the Insolvency Professional Entity has been received.
  5. Now in pursuance to regulation 14 of the Insolvency and Bankruptcy Board of India (Insolvency Professionals) Regulations, 2016, Nangia Insolvency Professionals LLP is hereby derecognized as an Insolvency Professional Entity effective from 7<sup>th</sup> July, 2017 on account of the fact that none of its Partners hold IP registration under regulation 5 of the regulations from the said date.
  6. Consequently, the name of Nangia Insolvency Professionals LLP is hereby removed from the list of Insolvency Professional Entity (IPE) and the entity is ordered to abstain from using the credibility of recognition (as an IPE) by the Board for any purpose whatsoever. Nangia Insolvency Professionals LLP is also advised to surrender the Certificate of Recognition to the Board forthwith.

  
(Dr. Navrang Saini)  
Whole-Time Member

Dated 13<sup>th</sup> September, 2017  
Place: New Delhi