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## INSOLVENCY AND BANKRUPTCY BOARD OF INDIA

IN THE MATTER OF DERECOGNITION OF HSG TURNAROUND PROFESSIONALS PRIVATE LIMITED 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 INSOLVENCY AND BANKRUPTCY BOARD OF INDIA (INSOLVENCY PROFESSIONALS) REGULATIONS, 2016


1. HSG Turnaround Professionals Private Limited, situated at 39, CSC, DDA Market, Saraswati Vihar, Delhi – 110 034 (“**HTPPL**”) having Insolvency Professional Entity No. IBBI/IPE/0052 was recognised as an Insolvency Professional Entity (**IPE**) on 12<sup>th</sup> December, 2017 in terms of regulation 13 of the Insolvency and Bankruptcy Board of India (Insolvency Professionals) Regulations, 2016 (**IP Regulations**).
2. Regulation 12 (1)(b) of the Insolvency and Bankruptcy Board of India (Insolvency Professionals) (Amendment) Regulations, 2018 (“**IP Amendment Regulations**”) requires an IPE to have a net worth of not less than one crore rupees. IPEs are required to ensure compliance with the said provisions by 30<sup>th</sup> September, 2018. Further, regulation 13(2) of the IP Regulations require that the recognition granted to an IPE is subject to the condition that the IPE shall at all times continue to satisfy the requirements under regulation 12.
3. HTPPL vide its letter dated 10<sup>th</sup> April, 2018 requested the Insolvency and Bankruptcy Board of India (“**Board**”) to de-recognise it, pursuant to the following submissions -
  - a. That HTPPL will not be able to achieve the net-worth of Rs. one crore since till date no director has got any assignment under the Insolvency and Bankruptcy Code, 2016 (“**Code**”).
  - b. Board of Directors vide its Board Meeting dated 6<sup>th</sup> April, 2018, has resolved that keeping in view the inability to carry out the compliances stipulated under IP Amendment Regulations, a request be made to the Board for de-recognition of the company as an IPE.
4. In this connection, the Board requested HTPPL to furnish the affidavits stating that that till date neither any assignments have been awarded to the Entity under the Code nor any

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assignment is pending with the HTPPL. The same was furnished to the Board vide letter dated 19<sup>th</sup> April, 2018.

5. Considering the request application and other material available on record I find that HTPPL has expressed its inability to comply with the provisions of Regulation 12(1)(b) of the IP Amendment Regulations which violates Regulation 13(2) of the IP regulations wherein an IPE shall at all times continue to satisfy with the requirements under regulation 12.
6. In view of the above, I, in exercise of the power under regulation 14 of the IP regulations derecognise HTPPL from the date of issue of this Order.
7. The name of HSG Turnaround Professionals Private Limited be removed from the list of IPEs from the date of issue of this Order. The entity is ordered to abstain from using the credibility of recognition as an Insolvency Professional Entity by the Board for any purpose whatsoever. HTPPL shall
  - a. surrender forthwith the certificate of Recognition granted by the Board, and
  - b. inform the Registrar of Companies about the derecognition within 7 days of the receipt of this order.

Date: 22<sup>nd</sup> June, 2018  
Place: New Delhi

  
(Dr. Navrang Saini)  
Whole-Time Member  
Insolvency and Bankruptcy Board of India