

## Twitter Thread by [Leading Nowhere](#)

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**Insolvency resolutions suck for creditors, but this one takes the cake.**

**Listed company gave loan to related party, defaulted along with other dues.**

**Related party creditor acquired the listed entity via insolvency.**

**Only losers are operational creditors w/ 88% haircut.**

**PER: BENCH**

**ORDER**

1. IA No. 393/2021 is filed by the Resolution Professional under section 30 (6) of the IB Code, 2016, R/w regulation 39(4) of the IBBI (Insolvency Resolution for Corporate Persons) Regulations, 2016, seeking approval of resolution plan of **Mr Ganapa Narsi Reddy**, as duly approved by the Committee of Creditors.
2. To put concisely, the main petition filed by **Coleta Software Solutions Private Limited** u/s 9 of IBC, 2016 was admitted by the Adjudicating Authority vide Order dated **05.01.2021** and ordered commencement of CIRP against M/s **Covidh Technologies Limited**. The Applicant herein was appointed as Interim Resolution Professional (IRP), who continued as Resolution Professional.
3. In terms of Regulation 6 of Insolvency & Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016, public announcement in Form-A was made by IRP on 08.01.2021. The IRP, after collating and verifying the same, admitted Claim from operational creditor and constituted Committee of Creditors comprising of M/s Coleta Software Solutions Private Limited on 27.01.2021.



Company name is Covidh Technologies Ltd - really old bankrupt company. Not a significant event, just an observation.

Correction: Listed company \*took\* a loan from related party (in first tweet)