Admission of CIRP Applications on the basis of Form D (Record of Default) issued by NeSL- Information Utility

NCLT, Amaravati Bench, in the CIRP Application filed by Axis Bank Ltd under Section 7 of IBC, 2016 (CP(IB)/32/7/AMR/2025) has admitted the application for initiation of Corporate Insolvency Resolution Process against the Corporate Debtor M/s Krishna Ganga Spinning Mills Ltd vide order dated 10.03.2026.

In the above-mentioned Order, the Hon'ble members of NCLT have placed reliance on the contents of the Records of Default issued by NeSL-IU in determining **debt, default, date of default & default amount** for admitting the application filed under Section 7 of IBC, 2016, read with Rule 4 of the Insolvency & Bankruptcy (Application to Adjudicating Authority) Rules, 2016, for initiating CIRP.

The relevant extracts of the Orders of NCLT are as under:

Page 23 - Para 17 (iii):
"At Part -V of Form-1, the Financial Creditor, as evidences of default of the financial debt, has enclosed the (a) Record of default created with the NeSL……"

Page 23 - Para 17(iv):
"The Financial creditor … has enclosed the Record of Default issued by the NeSL in respect of Account Nos. 921030054955997, 921060057856656, 921060057856643, wherein the status of Authentication of Default in Form-D is shown as "Authenticated" and the Date of default is 23.11.2024. The Form-D of the Record of Default in respect of the aforesaid accounts are reported below………"

Page 25 - Para 17(v):
"As per the above Records of Default, the default amount as on the date of default i.e 23.11.2024 works out to Rs. 309730810/- as shown in table below:

Account Number	***Amount (Rs.)***
921030054955997	*250597298*
921060057856656	*11531*
921060057856643	*59121981*
Total	***309730810***

Page 34- Para 17 (xii):
"In view of the aforesaid discussions, we are of the considered view that there is a financial debt extended by the Financial Creditor to the Corporate Debtor and there is default in repayment thereof, when it became due and payable and the default exceeds the minimum threshold of Rupees one crore."

Page 36- Para 21:
*"As a sequel to the discussion above, the present section 7 Petition bearing **CP(IB)/32/7/AMR/2025** filed by the Financial Creditor under section 7 of the IBC for initiating CIRP against the Corporate Debtor **M/s. Krishna Ganga Spinning Mills Private Limited**, is hereby admitted …."*