

**IN THE NATIONAL COMPANY LAW TRIBUNAL
HYDERABAD BENCH – 1
VC AND PHYSICAL (HYBRID) MODE
ATTENDANCE CUM ORDER SHEET OF THE HEARING HELD ON
14-05-2026 AT 12:30 PM**

**Company Petition IB/229/2021
AND
IA (IBC) 1168/2022 & IA(IBC) 858/2024 in Company Petition IB/229/2021
u/s. 9 of IBC, 2016**

IN THE MATTER OF:

M/s. Sunland Alloys

...Operational Creditor

AND

M/s. Castall Technologies Pvt Ltd

...Corporate Debtor

C O R A M :-

SH. RAJEEV BHARDWAJ, HON'BLE MEMBER (JUDICIAL)

SH. SANJAY PURI, HON'BLE MEMBER (TECHNICAL)

ORDER

IA (IBC) 1168/2022

Present: Mr. Teja, Ld. Proxy Counsel for the Applicant.

Ms. D. Kiranmaye, Ld. Proxy Counsel for R1, R4, R8-R11

Orders pronounced, recorded vide separate sheets.

In the result, this application is dismissed.

IA(IBC) 858/2024

Present: Mr. Madasa Kumar, Liquidator.

Orders pronounced, recorded vide separate sheets.

In the result, this application is allowed and disposed of.

**Sd/-
MEMBER (T)**

**Sd/-
MEMBER (J)**

**NATIONAL COMPANY LAW TRIBUNAL
HYDERABAD BENCH-I**

**IA No.858 of 2024
In
C.P.(IB)NO.229/9/ HDB/2021**

In the matter of

M/s Sunland Alloys

versus

M/s Castall Technologies Private Limited

Filed By

Madasa Kumar, Liquidator of
M/s Castall Technologies Private Limited

... Applicant / Liquidator

Date of order: 14.05.2026

Coram:

Shri Rajeev Bhardwaj, Hon'ble Member (Judicial)

Shri Sanjay Puri, Hon'ble Member (Technical)

Appearance:

For Applicant: Shri Y. Suryanarayana, Advocate

ORDER

1. The present Application has been filed by the Liquidator, Mr. Madasa Kumar, seeking closure of liquidation process upon sale of M/s **Castall Technologies Private Limited** as a going concern.

BRIEF FACTS AS STATED BY THE LIQUIDATOR

2. The Company Petition bearing No.229/9/HDB/2021 filed by the Operational Creditor/ M/s Sunland Alloys, under Section 9 of the IBC, 2016 was admitted by this Tribunal on 19th April, 2022.
3. Upon failure of the resolution process, the Resolution Professional moved an application bearing IA No. 116/2023 and this Authority ordered liquidation of the Corporate Debtor on 10.02.2023 and appointed Madasa Kumar, the applicant as the Liquidator.
4. Pursuant to the liquidation order, the Liquidator issued a public announcement on 18.02.2023 inviting claims from the stakeholders as on the liquidation commencement date. The list of stakeholders has been filed before this Tribunal on 06.04.2023 vide IA No. 604/2023, as required under Regulation 31 of Liquidation Process Regulations.

5. The Liquidator stated that no fresh valuation of the assets of the Corporate Debtor was undertaken, as the valuations conducted during the CIRP period have been relied upon and considered. The summary of the valuation of the assets is detailed herein below:

(Amount in Rs.)

Sl. No	Name of the Asset	Average Fair Value	Average Liq. Value (Going Concern)	Average Liquidation Value
1	Land & Buildings	14,74,41,500	11,25,91,000	11,25,91,000
2	Plant & Machinery	3,75,47,005	2,65,62,934	2,26,70,494
3	Financial Assets	3,10,84,919	2,90,77,916	2,90,77,916
	Total	21,60,73,424	16,82,31,850	16,43,39,410

The average liquidation value was assessed at Rs. **16,43,39,410-** and the fair value as per Form-H is Rs. **21,60,73,424/-**.

6. **Asset-Memorandum:** The Liquidator prepared the Asset Memorandum in accordance with Regulation 34 of the Liquidation Regulations, containing the details of the assets of the Corporate Debtor, and filed the same before this Tribunal on 11.04.2023.

7. **Progress reports:** In compliance with Regulation 15 of Liquidation Process Regulations, the Liquidator filed progress reports at the end of every quarter as per the timelines stipulated therein.
8. In the meeting of the Stakeholders' Consultation Committee held on 04.04.2023, the stakeholders approved the proposal for sale of the Corporate Debtor as a going concern, with 90.95% voting share in favour. Pursuant thereto, the Liquidator issued a sale notice dated 05.04.2023 for sale of the Corporate Debtor as a going concern in liquidation by fixing the reserve price for all the assets as Rs. 1732.32 lakhs. However, no bids were received in response to the said sale notice.
9. The 2nd sale advertisement was issued on 18.05.2023, fixing the e-auction date as 14.06.2023, with a reserve price of Rs. 1,300 lakhs for the unit. Separately, reserve prices were fixed at Rs. 1,100 lakhs for Land & Buildings and Rs. 200 lakhs for Plant & Machinery. Pursuant thereto, four parties submitted bids for Plant & Machinery alone. The sale was finalized for sale of the Company as a "going concern" along with plant & machinery, receivables and stocks in favour of the highest bidder, **Mr. Madhu Venkateswar Narne & Others**, for a consideration of **Rs. 378 lakhs**. The sale certificate dated 01.01.2024 was issued by the Liquidator to the successful bidder.

10. Subsequently, the 3rd sale notice for the Land & Buildings of the Company was issued vide advertisement dated 20.06.2023, fixing the e-auction date as 17.07.2023 with a reserve price of Rs. 1,045 lakhs. The sale was finalized in favour of M/s Nizamuddin & Ors, however, due to failure to remit the sale consideration within the stipulated time, the Earnest Money Deposit (EMD) stood forfeited.
11. Consequent upon forfeiture of the EMD of an earlier bidder, a fourth sale advertisement was issued on 23.10.2023 fixing the reserve price as Rs. 1045 lakhs and e-auction held on 20.11.2023. The sale was finalized in favour of **M/s Pride Pack Private Limited for Rs. 1261 lakhs**. Thereafter, the Letter of Intent (LOI) was issued on 22.11.2023 to M/s Pride Pack Pvt. Ltd.
12. The Applicant states that the successful bidder for the Company as a going concern along with Plant & Machinery remitted a sum of Rs. 3,88,88,887/-, while the successful bidder for the Land & Buildings remitted a sum of Rs. 12,64,01,228/-. The amounts so realized were distributed in the following manner:

Particulars	Amount in Rs.
Union Bank of India - Financial creditor	146637794
SIDBI - Financial Creditor	2631806
Operational creditors - Workmen	108768
Total	14,93,78,368

CIRP & Liquidation Costs:

Particulars	Amount in Rs.
RP Fee:	2,56,935
Liquidator fee	12,04,805
Loss incurred during CIRP & Liquidation	1,83,38,988
Salaries of CIRP Period	7,43,000
Audit/Security/Consultation	1,36,290
Legal Expenses	5,70,000
TDS deductions	92,215
Total	2,13,42,233

13. We note that the total realised amount is Rs. 17,07,20,601/-, out of which Rs. 16,52,90,105/- is realised from the sale of the Corporate Debtor as a going concern including interest for the delay period amounting to Rs. 0.98 lakhs, EMD forfeiture amount of Rs. 53,00,000/- and FD interest amount of Rs. 17,07,20,601/- which has been distributed to the stakeholders as per Section 53 of the Code. The statement of payments and receipts duly certified by the Auditor is annexed.
14. Insofar as the other reliefs sought in the present Application are concerned viz. extinguishment of share capital, extinguishment of prior claims and liabilities, immunity from proceedings, change in management and status of the Corporate Debtor, continuity of

licences and approvals, and conversion of sale consideration into equity and/or unsecured debt, this Adjudicating Authority is of the considered view that the same require independent examination on merits. Accordingly, the successful bidder is directed to file an appropriate and separate application seeking such reliefs, in accordance with law.

15. It is further submitted that, in compliance with the provisions of Regulation 44A of the IBBI (Liquidation Process) Regulations, 2016, the pending proceedings relating to avoidance transactions shall be pursued by the Liquidator even after the closure of the liquidation process. It is further prayed that, based on the outcome of the pending Interlocutory Applications (IAs), in the event this Tribunal directs the respondents to remit any amounts to the Corporate Debtor, such amounts may be directed to be deposited into the Corporate Liquidation Account in accordance with Regulation 46 of the IBBI (Liquidation Process) Regulations, 2016. The stakeholders entitled to distribution in terms of Section 53 of the IBC, 2016 may thereafter be permitted to approach the Board in accordance with Regulation 46(7) of the IBBI (Liquidation Process) Regulations, 2016 and submit their claims in Form-J.
16. In view of the successful sale of the Corporate Debtor as a going concern and completion of distribution, the Liquidator now seeks closure of the liquidation process and his discharge from duties.

FINDINGS

17. We heard Mr. Y. Suryanarayana, Ld. Liquidator and perused the application filed by him. He has filed necessary documents along with the application. The Final report in Form-H is filed.
18. This IA is filed under Section 35(1)(n) and Regulation 45 (3) (a) of the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016 praying the Adjudicating Authority to order for closure of the liquidation process of the Corporate Debtor Company as liquidation process is complete. The said provision reads as under:
- “Regulation 45 (3) (a): Final report prior to dissolution. (3) The liquidator shall submit an application along with the final report and the compliance certificate in form-H to the Adjudicating Authority for – (a) closure of the liquidation process of the corporate debtor where the corporate debtor is sold as a going concern;*
19. Upon perusal of the material placed on record, this Adjudicating Authority is satisfied that the Corporate Debtor has been sold as a going concern in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016 and the IBBI (Liquidation Process) Regulations, 2016, and that the sale consideration has been fully realised and distributed in terms of Section 53 of the Code. The Liquidator has also filed Auditor’s Certificate on Receipts and Payments account for the period 01.04.2025 to 13.03.2026

20. As a sequel to the above, we hereby order closure of the Liquidation proceedings against the Corporate Debtor viz. **Castall Technologies Private Limited** from the date of this Order, in terms of Regulation 45 (3) of Insolvency & Bankruptcy Board of India (Liquidation Process) Regulations, 2016. Consequently, the Liquidator stands relieved.
21. We hereby order that all pending avoidance transactions will be pursued by the **Financial Creditors**, post closure of liquidation process.
22. The Liquidator is directed to send the copy of this Order within 7 days from the date of pronouncement to the Registrar of Companies, Hyderabad and the concerned authorities and hand over all the books and files of the Corporate Debtor as per provisions of the Code.
23. The Registry is directed to communicate this order to the Registrar of Companies, Hyderabad and concerned authorities for updating the master data.
24. A copy of this order be also forwarded to the Insolvency & Bankruptcy Board of India, New Delhi.
25. Certified Copy of this order may be issued, if applied for, upon compliance of all requisite formalities.

26. In terms of the above, IA (IBC) No. 858 OF 2026 stands disposed of accordingly.

SD/-

(SANJAY PURI)
MEMBER (TECHNICAL)

SD/-

(RAJEEV BHARDWAJ)
MEMBER (JUDICIAL)