

**Insolvency and Bankruptcy Board of India**  
7<sup>th</sup> Floor, Mayur Bhawan, Connaught Place, New Delhi-110001

**CIRCULAR**

**No. IBBI/RV/022/2019**

**13<sup>th</sup> August, 2019**

To

All Registered Insolvency Professionals  
All Recognised Insolvency Professional Entities  
All Registered Insolvency Professional Agencies  
All Registered Valuers, and  
All Recognised Registered Valuer Organisations.  
(By mail to registered email addresses and on website of the IBBI)

Dear Madam /Sir,

**Subject: Valuation under the Insolvency and Bankruptcy Code, 2016: Appointment of Registered Valuer.**

Para 6 of the Circular No. IBBI/RV/019/2018 dated 17<sup>th</sup> October, 2018 stipulates as under:

*“6. .... every valuation required under the Code or any of the regulations made thereunder is required to be conducted by a ‘registered valuer’, that is, a valuer registered with the IBBI under the Companies (Registered Valuers and Valuation) Rules, 2017. It is hereby directed that with effect from 1<sup>st</sup> February, 2019, no insolvency professional shall appoint a person other than a registered valuer to conduct any valuation under the Code or any of the regulations made thereunder.”*

2. It is reiterated that-

- (i) appointment of any person, other than a ‘registered valuer’, that is, a valuer registered with the IBBI under the Companies (Registered Valuers and Valuation) Rules, 2017, on or after 1<sup>st</sup> February, 2019, to conduct any valuation required under the Insolvency and Bankruptcy Code, 2016, or any regulations made thereunder, including the Insolvency and Bankruptcy Board of India (Insolvency Resolution for Corporate Persons) Regulations, 2016, and the Insolvency and Bankruptcy Board of India (Liquidation Process) Regulations, 2016, is illegal and amounts to violation of the Circular aforesaid; and
- (ii) payment, whether as fee or otherwise, to any person, other than a ‘registered valuer’ for any valuation referred to in paragraph (i), shall **not** form part of the insolvency resolution process costs or liquidation cost.

3. This is issued in exercise of the powers under clauses (aa), (g) and (p) of sub-section (1) of section 196 of the Insolvency and Bankruptcy Code, 2016.

Yours faithfully,

-Sd-

(Amit Sahu)

Deputy General Manager

Email: sahu.amit@ibbi.gov.in