Insolvency proceedings. Recast

2012/0360(COD) - 20/05/2015 - Text adopted by Parliament, 2nd reading

The European Parliament adopted a legislative resolution of 20 May 2015 on the Council position at first reading with a view to the adoption of a regulation of the European Parliament and of the Council on insolvency proceedings (recast).

Parliament approved, without amendment, the Council position at first reading.

The proposed Insolvency Regulation is aimed at making cross-border insolvency proceedings more effective with a view to ensuring the smooth functioning of the internal market and its resilience in economic crises. It also brings the current Insolvency Regulation into line with developments in national insolvency laws introduced since its entry into force in 2002.

One of the key objectives of the proposed Insolvency Regulation is to move away from a traditional liquidation approach to insolvency to a "second-chance approach" for businesses and entrepreneurs in financial difficulties when cross-border insolvency proceedings are involved.