

Liquidator's Progress Report**Pursuant to Sections 92A, 104A and 192 of the
Insolvency Act 1986****S.192**

To the Registrar of Companies

Company Number

05981831

Name of Company

(a) Insert full name
of company

(a) Bikram Yoga (UK) Ltd

(b) Insert full name(s)
and address(es)

We (b)	
Christopher Ratten	and Jeremy Woodside
Baker Tilly Business Services Limited	Baker Tilly Business Services Limited
3 Hardman Street	3 Hardman Street
Manchester M3 3HF	Manchester M3 3HF

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986The Progress Report covers the period from 15 May 2013
to 14 May 2014

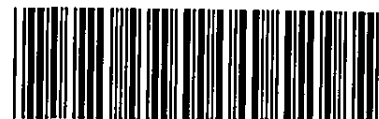
Signed



Date

3/7/14Presenter's name,
address and
reference
(if any)Baker Tilly Business Services Limited, 3 Hardman Street, Manchester M3
3HF
Ref JW/CR/EW/NM/1045775

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COMPANIES HOUSE

**IN THE MATTER OF
BIKRAM YOGA (UK) LTD IN LIQUIDATION**

JOINT LIQUIDATORS' PROGRESS REPORT

30 JUNE 2014

**CHRISTOPHER RATTEN AND JEREMY WOODSIDE
JOINT LIQUIDATORS**

**BAKER TILLY BUSINESS SERVICES LIMITED
3 HARDMAN STREET
MANCHESTER M3 3HF**

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1. PURPOSE OF REPORT

This report has been prepared in accordance with insolvency legislation to provide creditors, members and the registrar of companies with information relating to the progress of the liquidation in the period from 15 May 2013 to 14 May 2014.

This report has been prepared solely to comply with the statutory requirements of Section 104A of the Insolvency Act 1986 and Rule 4.49C of the Insolvency Rules 1986 (as amended). It has not been prepared for use in respect of any other purpose, or to inform any investment decision in relation to any debt or financial interest in the company. Any estimated outcomes for creditors are illustrative and may be subject to significant change. Neither the Liquidators nor Baker Tilly Business Services Limited accept any liability whatsoever arising as a result of any decision or action taken or refrained from as a result of information contained in this report.

Please note that RSM Tenon Limited (which has changed its name to Baker Tilly Business Services Limited) has been acquired by Baker Tilly UK Holdings Ltd and all future communications will be conducted under the Baker Tilly name.

2. PROGRESS OF THE LIQUIDATION IN THE PREVIOUS TWELVE MONTHS

2.1. Realisation of Assets

2.1.1. Potential Claim for Compensation for Mis-selling of Interest Rate Hedging Product

As you may be aware, a settlement agreement was recently reached between the Financial Conduct Authority ("FCA") and certain major banks, including HSBC in relation to the sale of interest rate hedging products. We are currently investigating whether or not the company was sold a relevant Interest Rate Hedging Product, and whether there is an entitlement to redress within the framework of the FCA settlement, or otherwise. Based on current information, it appears unlikely that such a product was purchased.

Consequently, to ensure creditors' rights to any potential claim are protected, we are at present unable to conclude the Creditors Voluntary Liquidation.

2.1.2. Cash at Bank on Appointment

A payment of £4,361.11 was made to British Gas from the company's bank account with HSBC plc on 28 May 2013, following the Joint Liquidators appointment. The Joint Liquidators immediately requested HSBC to reverse this payment and transfer the funds to the liquidation account. Following extensive correspondence with HSBC, the funds were received on 18 March 2014. The amount realised was higher than estimated in the Statement of Affairs.

2.1.3. Cash in Hand

Cash in hand of £1,500 10 was collected from the trading premises and paid into the liquidation account on 29 May 2013

2.1.4. Goodwill

The company's assets were valued by independent agents, JPS Chartered Surveyors ("JPS"), on a forced sale value basis prior to the company being placed into liquidation

An offer of £8,000 was received from Netta JB Ltd in respect of the company's goodwill upon the Joint Liquidators appointment, and JPS recommended that this offer be accepted. The funds were realised on 29 May 2013

Netta JB Ltd is a connected company by virtue of the common directorship and shareholding of David Ian Marshalsea

2.1.5. Merchant Account

The Company processed payments using a merchant facility with Netbanx Funds totalling £12,010 73 were received, on 18 June 2013. Monthly payments continued to be made into the account by a third party in relation to an outstanding liability and the final payment was received via Netbanx on 19 November 2013 No further realisations are expected from this source.

2.1.6. Motor Vehicles, Office Equipment and Stock

An offer of £7,000 was received from Netta JB Ltd to purchase the company's Motor Vehicles, Office Equipment and Stock upon the Joint Liquidators appointment. The offer was accepted based on the recommendation of JPS and the sale proceeds were realised on 29 May 2013 The amounts realised were higher than estimated in the Statement of Affairs.

2.1.7. Connected Party Transactions

It is not known whether the purchaser, Netta JB Ltd was independently advised in respect of the transactions above and it has not been possible to consult with a creditors' committee as no such committee was formed

2.2. Investigations

In accordance with our statutory obligations, we have filed the appropriate documentation with the Department for Business, Innovation and Skills in relation to the conduct of the directors

The Joint Liquidators have conducted an investigation into the financial affairs of the company and no further matters have come to light which required further investigation

2.3. Closure

Closure proceedings have been commenced to bring the liquidation to a conclusion. Clearances have been sought from professionals and agents instructed by the liquidator and from HM Revenue and Customs ("HMRC"), however, this case cannot be concluded until the position regarding the potential claim for mis-selling of Interest Rate Hedging Product is clarified.

2.4. Administration and Planning

The relevant Corporation Tax and VAT returns have been submitted to HMRC in the period.

3. ASSETS REMAINING TO BE REALISED

There are no assets remaining to be realised, although the potential claim set out in 2.1.1 requires clarification.

4. CREDITORS' CLAIMS AND DIVIDEND PROSPECTS

4.1. Secured Creditors

There are no secured creditors.

4.2. Preferential Creditors

There are no preferential creditors. On 1 May 2013 all employees of the Company were transferred to Netta JB Ltd under the Transfer of Undertaking (Protection of Employment) Regulations 2006.

4.3. Unsecured Creditors

Notice is given that there are insufficient funds for a dividend to unsecured creditors as the realisations have already been distributed, used or allocated for defraying the costs and expenses of the liquidation.

4.4. Prescribed Part

The "Prescribed Part" is a statutory amount, calculated as a percentage of net floating charge realisations, which entitles unsecured creditors to a share of realisations. This is calculated on a sliding scale up to maximum of £600,000 before costs.

There are no creditors secured by charges over the assets and undertakings of the Company. There is therefore no requirement to estimate the amount of the prescribed part of the assets under Section 176A of the Insolvency Act 1986 (as amended).

5. RECEIPTS AND PAYMENTS SUMMARY

We attach as Appendix B a summary of our receipts and payments for the period from 15 May 2013 to 14 May 2014.

6. VAT Basis

Receipts and payments are shown net of VAT, with any amount due to or from HM Revenue and Customs shown separately

7. COSTS AND JOINT LIQUIDATORS' REMUNERATION

7.1. Joint Liquidators' Remuneration and Disbursements

The Joint Liquidators' remuneration was approved on a time cost basis by creditors on 15 May 2013. We have incurred time costs of £22,794 19 in the current period. Of this, a total of £12,000 (plus VAT) has been paid.

Details of the current rates are attached at Appendix D.

An analysis of time incurred in the period is attached at Appendix F. Details of the sums drawn in respect of remuneration in the period covered by the report are shown on the receipts and payments account (Appendix B).

No category 2 disbursements have been incurred in the period

Detailed cost breakdown

Attached to this report are four Appendices relating to my costs on this assignment:

- Appendix C A copy of Baker Tilly Business Services Limited's charging, expenses and disbursements policy statement,
- Appendix D Joint Liquidators' charge out and disbursement rates;
- Appendix E Disbursements Analysis
- Appendix F: Joint Liquidators' time cost analysis.

The work that we do as Joint Liquidators is derived from the responsibilities placed upon us by the underlying legal and regulatory framework for work of this nature in general. The actual matters with which we are dealing are set out briefly in both this report and in our earlier reports to creditors

We believe this case generally to be of average complexity and accordingly no extraordinary responsibility has to date fallen upon us as Joint Liquidators. The underlying basis of charging proposed to and approved by the creditors has been Baker Tilly Business Services Limited standard charge out rates. Baker Tilly Business Services Limited charge out rates have been reviewed periodically

8. JOINT LIQUIDATORS' STATEMENT OF EXPENSES

The receipts and payments abstract at Appendix B sets out the expenses actually paid in the period

At the Section 98 meeting on 15 May 2013 creditors approved the Statement of Affairs fee of £8,000 to be paid to RSM Tenon Recovery (now Baker Tilly Business Services Ltd). This fee has been paid

Other professional costs

JPS were retained as agents to dispose of the company's tangible assets. I have agreed that they be remunerated on the basis of their standard commission rates, plus disbursements and VAT. They have submitted invoices totalling £3,500 plus VAT which have been paid.

9. CREDITORS' RIGHT TO INFORMATION AND ABILITY TO CHALLENGE REMUNERATION AND EXPENSES

In accordance with the provisions of Rules 4.49E and 4.131 of the Insolvency Rules 1986 creditors have a right to request further information about remuneration or expenses and to challenge such remuneration or expenses.

A request for further information must be made in writing within 21 days of receipt of this report.

Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to court that the remuneration charged, the basis fixed or expenses incurred by the liquidator are in all the circumstances excessive.

A Creditors' Guide to Liquidators' Fees, which provides information for creditors in relation to the remuneration of a Liquidator, can be accessed by following the links within our website. Please note that a hard copy of any document uploaded to our website can be requested.

Any such challenge must be made no later than eight weeks after receipt of the report which first discloses the charging of remuneration or incurring of the expenses in question.

Should you have any further queries please do not hesitate to contact me



Christopher Ratten
Baker Tilly Business Services Limited
Joint Liquidator

Christopher Ratten and Jeremy Woodside are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales

Appendix A**COMPANY INFORMATION**

Company Name	Bikram Yoga (UK) Ltd
Joint Liquidators	Christopher Ratten and Jeremy Woodside
Date of Appointment	15 May 2013
Company Number:	05981831
Date of Incorporation.	30 October 2006
Trading Name.	Not Applicable
Trading Address	51 Church Street Manchester M4 1PD
Principal Activity	Education in yoga theory and exercises
Registered Office.	Baker Tilly Business Services Limited, 3 Hardman Street, Manchester M3 3HF (previosley RSM Tenon Recovery, Arkwright House, Parsonage Gardens, Manchester M3 2LF)

Receipts and Payments Abstract: 1045775 - Bikram Yoga (UK) Ltd In Liquidation

Bank, Cash and Cash Investment Accounts From: 15/05/2013 To: 14/05/2014

SOA Value £	15/05/2013 to 14/05/2014		Total to 14/05/2014	
	£	£	£	£
ASSET REALISATIONS				
0 00	Bank Interest Gross	19 00	19 00	
0 00	Bank Interest Net	0 11	0 11	
3,093 00	Cash at Bank on Appointment	4,590 47	4,590 47	
1,500 00	Cash in Hand	1,500 10	1,500 10	
0 00	Goodwill	8,000 00	8,000 00	
15,243 00	Merchant Account	15,225 62	15,225 62	
300 00	Motor Vehicles	500 00	500 00	
2,075 00	Office Equipment/Fixtures and	5,200 00	5,200 00	
400 00	Stock	1,300 00	1,300 00	
		36,335 30	36,335 30	
COST OF REALISATIONS				
0 00	Agents Disbursements	(5 50)	(5 50)	
0 00	Agents Fees	(3,500 00)	(3,500 00)	
0 00	Liquidators' Disbursements	(15 10)	(15 10)	
0 00	Liquidators' Remuneration	(12,000 00)	(12,000 00)	
0 00	Preparation of S of A Fee	(8,000 00)	(8,000 00)	
0 00	Specific Bond	(80 00)	(80 00)	
0 00	Statutory Advertising	(253 80)	(253 80)	
0 00	Storage Costs	(8 00)	(8 00)	
		(23,862 40)	(23,862 40)	
UNSECURED CREDITORS				
(2,235 00)	Customers - Gift Cards	0 00	0 00	
(12,921 41)	Customers - Payments On Account	0 00	0 00	
(12,082 95)	Customers - Pre-Paid Sessions	0 00	0 00	
(482 46)	Director's Loan Acct - D I	0 00	0 00	
(15,389 80)	HM Revenue & Customs -	0 00	0 00	
(4,957 66)	HM Revenue & Customs - PAYE	0 00	0 00	
(166,999 99)	HM Revenue & Customs - VAT	0 00	0 00	
(8,666 25)	Trade & Expense Creditors	0 00	0 00	
		0 00	0 00	
EQUITY				
(100 00)	Ordinary Shareholders	0 00	0 00	
		0 00	0 00	
(201,224 52)		12,472 90	12,472 90	
REPRESENTED BY				
	Floating Deposit A/c	8,453 90		
	VAT Receivable (Payable)	4,019 00		
		12,472 90		
			12,472 90	

BAKER TILLY BUSINESS SERVICES LIMITED

CHARGING, EXPENSES AND DISBURSEMENTS POLICY STATEMENT

Charging policy

- Partners, directors, managers, administrators, cashiers, secretarial and support staff are allocated an hourly charge out rate which is reviewed from time to time.
- Work undertaken by cashiers, secretarial and support staff will be or has been charged for separately and such work will not or has not also been charged for as part of the hourly rates charged by partners, directors, managers and administrators.
- Time spent by partners and all staff in relation to the insolvency estate is charged to the estate
- Time is recorded in 6-minute units at the rates prevailing at the time the work is done
- The current charge rates for Baker Tilly Business Services Limited Manchester (exRSMT) are attached
- Time billed is subject to Value Added Tax at the applicable rate, where appropriate
- It is the office holder's policy to ensure that work undertaken is carried out by the appropriate grade of staff required for each task, having regard to its complexity and the skill and experience actually required to perform it.
- Baker Tilly Business Services Limited's charge out rates are reviewed periodically.

Expenses and disbursements policy

- Only expenses and disbursements properly incurred in relation to an insolvency estate are re-charged to the insolvency estate.
- Expenses and disbursements which comprise external supplies of incidental services specifically identifiable to the insolvency estate require disclosure to the relevant approving party, but do not require approval of the relevant approving party prior to being drawn from the insolvency estate. These are known as "Category 1" disbursements
- Expenses and disbursements which are not capable of precise identification and calculation (for example any which include an element of shared or allocated costs) or payments to outside parties that the firm or any associate has an interest, require the approval of the relevant approving party prior to being drawn from the insolvency estate. These are known as "Category 2" disbursements
- A resolution to consider approving "Category 2" disbursements at the rates prevailing at the time the cost is incurred to Baker Tilly Business Services Limited Manchester (exRSMT) will be proposed to the relevant approving party in accordance with the legislative requirements
- General office overheads are not re-charged to the insolvency estate as a disbursement.
- Any payments to outside parties in which the office holder or his firm or any associate has an interest will only be made with the approval of the relevant approving party.
- Expenses and disbursements re-charged to or incurred directly by an insolvency estate are subject to VAT at the applicable rate, where appropriate.

Appendix D

BAKER TILLY BUSINESS SERVICES LIMITED JOINT LIQUIDATORS' CURRENT CHARGE OUT AND CATEGORY 2 DISBURSEMENT RATES

HOURLY CHARGE OUT RATES		
	Rates at commencement £	Current rates £
Partner	355 to 395	395
Directors / Associate Directors	290 to 355	300 to 350
Assistant Managers/ Manager	188 to 260	190 to 260
Administrators/Senior Administrator	126 to 185	155 to 185
Support staff	121 to 155	130

"CATEGORY 2" DISBURSEMENT RATES	
Internal room hire	£165
Subsistence	£25 per night (from 3 rd September 2013) £23 per night (up to 2 nd September 2013)
Travel (car)	38p per mile (up to and including 31 March 2010) 40p per mile (from 1 April 2010) 42.5p per mile (from 1 April 2011)
"Tracker" searches	£10 per case

Appendix E**JOINT LIQUIDATORS' CATEGORY 1 DISBURSEMENTS TABLE**

Amounts paid or payable to the Office Holder's firm or to any party in which the office holder or his firm or any associate has an interest		
Recipient, Type and Purpose	Paid	Unpaid
	£	£
Specific Bond	80 00	0 00
Storage Costs	8 00	0 00
Total	88 00	0 00

No category 2 disbursements have been charged to this matter.

Appendix F

JOINT LIQUIDATORS' TIME COST ANALYSIS

FOR THE PERIOD FROM 15 MAY 2013 TO 14 MAY 2014

Please note that we have re-designed our SIP9 analysis table to provide a more detailed analysis of the grades of staff within the firm. Please note that this change does not alter the value of time costs recorded, purely the column within the table to which that time, and cost, has been allocated.

Restructuring & Recovery SIP9 Summary Level 2

Bikram Yoga (UK) Limited

1045775 / 704 - CCVL002 - Creditors' Voluntary Liquidation

For the period 15/05/2013 to 14/05/2014

Period	Hours Spent	Partners	Directors / Associate Directors	Managers	Assistant Managers	Administrators	Assistants & Support Staff	Total Hours	Total Time Costs	Average Rates
Administration and Planning										
Appointment	0.0	0.0	0.0	0.0	0.0	4.3	0.0	4.3	£ 561.17	130.00
Case Management	7.3	0.0	0.0	5.5	0.0	18.6	0.0	31.4	£ 6,798.92	216.76
Post-appointment - general	0.0	0.0	0.0	2.1	0.0	0.5	0.0	2.6	£ 611.00	235.00
Receipts and Payments	0.0	0.0	0.0	0.2	0.0	10.4	0.0	10.6	£ 1,684.00	158.87
Tax Matters	0.0	0.0	0.0	1.2	0.0	5.9	0.0	7.1	£ 1,135.15	160.63
Total	7.3	0.0	0.0	9.0	0.0	39.7	0.0	56.0	£ 10,790.24	192.86
Investigations										
Investigations/CDDA	1.0	0.0	0.0	2.8	0.0	41.3	0.0	45.1	£ 6,496.32	143.94
Total	1.0	0.0	0.0	2.8	0.0	41.3	0.0	45.1	£ 6,496.32	143.94
Realisation of Assets										
Assets - general/other	0.0	0.0	0.0	1.8	0.0	28.1	0.0	29.9	£ 4,120.97	137.83
Land and Property	0.0	0.0	0.0	0.1	0.0	0.0	0.0	0.1	£ 26.00	260.00
Total	0.0	0.0	0.0	1.9	0.0	28.1	0.0	30.0	£ 4,146.97	138.23
Creditors										
Unsecured Creditors	0.0	0.0	0.0	0.4	0.0	9.7	0.0	10.1	£ 1,360.66	135.16
Total	0.0	0.0	0.0	0.4	0.0	9.7	0.0	10.1	£ 1,360.66	135.16
Total Hours	8.3	0.0	0.0	14.1	0.0	118.8	0.0	141.2	£ 22,794.19	161.49
Total Time Cost	£ 3,258.75	£ 0.00	£ 0.00	£ 3,686.00	£ 0.00	£ 15,849.44	£ 0.00	£ 22,794.19		
Total Hours										
Total Time	8.3	0.0	0.0	14.1	0.0	118.8	0.0	141.2	£ 22,794.19	161.49
Cost	£ 3,258.75	£ 0.00	£ 0.00	£ 3,686.00	£ 0.00	£ 15,849.44	£ 0.00	£ 22,794.19		
Average Rates	395.00	0.00	0.00	261.42	0.00	133.41	0.00	161.49		