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Debtor in Possession

9 Debtor's Mailing Address  
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11  
12 **UNITED STATES BANKRUPTCY COURT**  
13 **NORTHERN DISTRICT OF CALIFORNIA**  
14 **OAKLAND DIVISION**

15 In re  
16 PREDIWAVE CORPORATION,  
17 a California corporation,  
18 Debtor.  
19 Fed. Tax I.D. No. 77-0494328

Case No. 06-40547 (RJN)

Chapter 11

**FIFTH MONTHLY APPLICATION FOR  
INTERIM COMPENSATION AND  
REIMBURSEMENT OF EXPENSES BY KLEE,  
TUCHIN, BOGDANOFF & STERN LLP**

**[FOR THE MONTH OF NOVEMBER 2006]**

**No Hearing Required**

1 **TO THE HONORABLE RANDALL J. NEWSOME, UNITED STATES**  
2 **BANKRUPTCY JUDGE; THE OFFICE OF THE UNITED STATES TRUSTEE;**  
3 **COUNSEL TO THE OFFICIAL COMMITTEE OF CREDITORS HOLDING**  
4 **UNSECURED CLAIMS; AND OTHER PARTIES IN INTEREST:**

5 **PLEASE TAKE NOTICE THAT** Klee, Tuchin, Bogdanoff & Stern, LLP  
6 ("KTB&S"), reorganization counsel for PrediWave Corporation, a California corporation, the  
7 debtor and debtor in possession in the above-captioned case ("PrediWave" and the "Debtor"),  
8 hereby requests payment of interim compensation and reimbursement of expenses for unpaid  
9 amounts (the "Monthly Application") incurred during the period from November 1, 2006 to  
10 and through November 30, 2006 (the "Application Period"). Pursuant to the "Order  
11 Approving Motion for Authority to Establish Procedures for Interim Payment of Fees and  
12 Reimbursement of Expenses" [Docket # 248] (the "Interim Fee Procedures Order"), this  
13 Monthly Application also includes a narrative discussion of the various projects undertaken  
14 and tasks performed by KTB&S, categorized by subject matter, for which compensation is  
15 sought (the "Narrative"), as contemplated in Paragraph 3 of the "Guidelines for Compensation  
16 and Expense Reimbursement of Professionals and Trustees" (the "Guidelines").

17 **PLEASE TAKE FURTHER NOTICE THAT**, in accordance with the Interim Fee  
18 Procedures Order, KTB&S hereby requests payment of \$143,316.98 as interim compensation  
19 for services rendered and expenses incurred during the Application Period, with \$139,014.50  
20 attributable to fees and \$4,302.48 attributable to expenses incurred. The interim compensation  
21 and reimbursement of expenses sought herein is on account and is not final. Upon conclusion  
22 of this case, KTB&S will seek final allowance and payment of fees and expenses incurred for  
23 the totality of the services rendered in this case. Any payment of interim fees or  
24 reimbursement of expenses received by KTB&S will be credited against the final fees and  
25 expenses allowed by this Court.

26 **PLEASE TAKE FURTHER NOTICE THAT**, in accordance with the Interim Fee  
27 Procedures Order, KTB&S is serving a copy of this Monthly Application (with Exhibit "1")  
28 on the Office of the United States Trustee (the "U.S. Trustee") and a copy of this Monthly  
Application (without Exhibit "1") on the Debtor, counsel for the Official Committee of Creditors

1 Holding Unsecured Claims (the "Committee"), and parties that have filed and served on the  
2 Debtor requests for special notice (collectively, the "Core Parties"). A copy of this Monthly  
3 Application (with Exhibit "1") is available upon written request to Klee, Tuchin, Bogdanoff &  
4 Stern, LLP, Attn: Jonathan S. Shenson, 2121 Avenue of the Stars, 33rd Floor, Los Angeles,  
5 California 90067 (or after December 15, 2006, at 1999 Avenue of the Stars, 39th Floor,  
6 Los Angeles, California 90067), by email to [jshenson@ktbslaw.com](mailto:jshenson@ktbslaw.com), or by facsimile to  
7 (310)407-9090.

8 **PLEASE TAKE FURTHER NOTICE THAT** a detailed list of all services rendered  
9 and expenses incurred by KTB&S during the Application Period is attached as Exhibit "1" to  
10 the version of the Monthly Application filed with the Court and served on the U.S. Trustee.  
11 This list describes: (a) the services rendered; (b) the amounts so requested; (c) the total time  
12 expended; (d) the names of the specific individuals who performed the services for which  
13 compensation is requested; (e) the hourly billing rate for each such individual; (f) a detailed  
14 listing of the time entries relating to all individuals who performed services, categorized by  
15 subject matter in compliance with Paragraph 11 of the Guidelines and (g) a listing of all  
16 expenses incurred.

17 **PLEASE TAKE FURTHER NOTICE THAT**, unless a party in interest files an  
18 objection to the requested payment within fifteen (15) days following the service of this  
19 Monthly Application, requests a hearing on its objection, and serves its objection on the  
20 following parties, PrediWave will be authorized, in the ordinary course of business and on an  
21 interim basis, to pay the amounts requested herein in accordance with the terms and conditions  
22 of the Interim Fee Procedures Order: counsel for PrediWave, Klee, Tuchin, Bogdanoff &  
23 Stern, LLP, Attn: Jonathan S. Shenson, Esq., 2121 Avenue of the Stars, 33<sup>rd</sup> Floor, Los  
24 Angeles, CA 90067 (or after December 15, 2006, at 1999 Avenue of the Stars, 39th Floor,  
25 Los Angeles, California 90067); the Office of the United States Trustee, Attn: Minnie Loo,  
26 Esq., 1301 Clay Street, Suite 690-N Oakland, CA 94612; and counsel to Committee, John D.  
27 Fiero, Esq., Pachulski, Stang, Ziehl, Young & Weintraub, LLP, 150 California Street, 15th  
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1 Floor, San Francisco, CA 94111.

2 **PLEASE TAKE FURTHER NOTICE THAT**, the Narrative is set forth below:

3 **Project Billing and Narrative Statement of Services Rendered**

4 In accordance with the Interim Fee Procedures Order, KTB&S classified all services  
5 performed for which compensation is being sought into categories, as contemplated in the  
6 Guidelines. KTB&S attempted to place the services performed in the category that best  
7 relates to the service provided. However, because certain services may relate to one or more  
8 categories, services pertaining to one category may, in fact, be included in another category.  
9 KTB&S has established the following billing categories:

<u>Matter Number</u>	<u>Description</u>
010	Case Administration
020	Meetings & Communications
030	General Business Operations
040	Fee/ Employment Applications
070	Claims Administration/Objections
080	Asset Analysis and Recovery
100	Plan/Disclosure Statement
120	Litigation
200	Real Property Leases

16 **1. Case Administration - 010.**

17 As a chapter 11 debtor, PrediWave is subject to a myriad of administrative and  
18 procedural requirements imposed on a debtor in possession by the Title 11 of the United  
19 States Code (the "Bankruptcy Code"), the Bankruptcy Rules, the Bankruptcy Local Rules for  
20 the Northern District of California (the "Bankruptcy Local Rules") and the Guidelines of the  
21 Office of the United States Trustee for Region 17 (the "UST Guidelines"). KTB&S  
22 coordinates PrediWave's efforts to fulfill all of these and other obligations in a timely manner.  
23 This category also includes, among other things, KTB&S's discussions with the Court's staff  
24 and numerous administrative tasks which do not clearly fit into one of the other eight activity  
25 categories.

26 Case Administration - Total hours for November: .40

27 Total fees for November: \$190.00



1 Debtor's wholly-owned subsidiary, PrediWave (Canada) Corporation, to secure a recognition  
2 order in Canada (so, among other things, the Canadian banking institutions would recognize  
3 the Affiliate Stipulated Order), which was obtained on November 24, 2006. Prior thereto,  
4 KTB&S assisted the Debtor in working with PrediWave (Canada) to ensure that the entry of  
5 the Affiliate Stipulated Order did not prevent ordinary course payments from being made.

6 KTB&S also analyzed, advised and conferred with the Debtor and XRoads on matters  
7 relating to the form and scope of certain information the Debtor agreed to provide New World  
8 concerning proposed disbursements to be made by the affiliates. By way of background, in  
9 accordance with the terms of the Affiliate Stipulated Order, Debtor (through XRoads)  
10 consummated a payment an affiliate proposed be made to another affiliate. Without getting  
11 into the substance or merits of the dispute, New World challenged (informally) the  
12 appropriateness of such payment. KTB&S spent considerable time analyzing, advising and  
13 conferring with the Debtor on matters relating to the aforementioned dispute. In an effort to  
14 find a constructive means for dealing with the possibility that similar disputes could arise in  
15 the future, KTB&S advised the Debtor on matters relating to the development and  
16 implementation of a proposal to provide New World with advance notice concerning the  
17 payments each of the affiliates intend to make each week, accompanied by updated weekly  
18 bank balance information, affording New World an opportunity to seek relief in an appropriate  
19 forum to enjoin the affiliates from making payments New World might find objectionable  
20 (assuming it had a basis to do so). The proposal has been implemented, and KTB&S  
21 continues to advise the Debtor on matters relating to this.

22 As discussed in earlier applications, the parties to the Santa Clara Action have made  
23 progress toward negotiating a comprehensive, global settlement. Concurrently, the Debtor has  
24 endeavored (and continues to endeavor) to address and, where possible, resolve certain  
25 concerns of New World, which if left unresolved may frustrate the parties' ability to settle the  
26 Santa Clara Action. In particular, based in part on significant developments in the Santa Clara  
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1 Action,<sup>2</sup> New World expressed continuing objections to the continuing role of Mr. Tony Qu  
2 (the chief executive officer, president, and chairman of the board of directors for the Debtor  
3 and each of the affiliates, and the majority shareholder of the Debtor and the Other Corporate  
4 Defendants) with the Debtor and affiliates. Accordingly, during the Application Period, time  
5 billed to this category also relates to analyzing, addressing and conferring with the Debtor on  
6 matters relating to (i) the possible appointment of Dennis I. Simon (the Managing Principal of  
7 XRoads) who currently serves as the Debtor's chief restructuring officer as the responsible  
8 officer and representative of the Debtor's estate, with full authority to act on behalf of the  
9 debtor and debtor in possession and (ii) clarification of the Debtor's duties and responsibilities  
10 concerning the provision of administrative and other services to its affiliates (the "Affiliate  
11 Services"). KTB&S prepared, and took the lead in terms of negotiating with New World, a  
12 very complicated stipulation addressing the foregoing, all of which continues to be the subject  
13 of active discussions among the parties.

14 In light of continuing developments in the Santa Clara Action, the Debtor, New World  
15 and the Committee have been evaluating and continue to evaluate a series of options designed  
16 to resolve the Bankruptcy Case. Among other things, the parties have discussed the  
17 possibility of proceeding with a consensual plan of reorganization for PrediWave or  
18 dismissing the Bankruptcy Case pursuant to a comprehensive resolution. In addition to  
19 beginning work on putting together a chapter 11 plan (discussed elsewhere in this  
20 Application), KTB&S spent time also preparing a motion to dismiss the bankruptcy case and  
21 an agreement to effect an assignment for the benefit of creditors. Finally, in connection with  
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23 <sup>2</sup> Those developments have included the disclosure by PrediWave and the other defendants in the Santa Clara Action  
24 that certain evidence previously submitted by one or more of the defendants in connection with the ongoing litigation  
25 is false; New World in turn moved the Santa Clara Court for "terminating sanctions" against all of the defendants as  
26 result. In addition, Latham & Watkins LLP moved to be relieved as counsel for Mr. Qu (but not PrediWave or the  
27 other corporate defendants) on the grounds that Mr. Qu has not cooperated with the firm and other bases. As these  
28 developments have unfolded (and continue to unfold), the Debtor's reorganization professionals continue to reach out  
and attempt to work with New World and the Committee to respond appropriately and constructively to these  
developments. On November 21, 2006, the Santa Clara Court granted Latham's motion to withdraw as Mr. Qu's  
counsel and the motion by New World for "terminating sanctions" against Tony Qu. On December 4, 2006, the Santa  
Clara Court granted New World's motion for "terminating sanctions" against the other defendants including  
PrediWave, but stayed the entry of said order until 4:00 pm on December 5, 2006.

1 the Debtor's duties to provide certain administrative and other services to its affiliates,  
2 KTB&S assisted the Debtor in assisting its affiliates in connection with the preparation of  
3 their own bankruptcy cases (which they have not and may never commence) -- at this time,  
4 however, KTB&S is not seeking payment for such services.

5 General Business Operations - Total hours for November: 154.30

6 Total fees for November: \$65,790.00

7 **4. Fee/Employment Applications - 040.**

8 During the Application Period, PrediWave, with assistance from KTB&S, prepared,  
9 filed and served an application and a proposed form of order for PrediWave to employ Asahi  
10 Koma, as counsel for its Japan operations. KTB&S also spent time analyzing, and assisting  
11 the Debtor in evaluating whether other professionals would be needed in order to implement  
12 any settlement of the Santa Clara Action, including professionals to assist in any wind down  
13 of its wholly-owned Canadian subsidiary.

14 Time billed in this category also includes services performed by KTB&S in connection  
15 with communicating with other estate professionals concerning the procedures set forth in the  
16 Interim Fee Procedures Order and attending to any related inquiries. Time billed in this  
17 category also includes time spent by KTB&S in assisting XRoads in the preparation of its  
18 monthly fee notices and advising it on matter relating thereto.

19 During the Application Period, KTB&S also spent time preparing its fourth monthly  
20 fee application for the period from October 1, 2006 to and through October 31, 2006 (the  
21 "Fourth Monthly Fee Application"). Different from most chapter 11 cases, here the estate's  
22 professionals are required to spend a meaningful amount of time preparing monthly fee  
23 applications due to certain provisions in the Interim Fee Procedures Order which require,  
24 among other things, that applicants include in monthly fee applications (and not just in interim  
25 and final fee applications) a narrative discussion of the various projects undertaken and tasks  
26 performed by the applicant categorized by subject matter (as contemplated in the Guidelines).  
27 KTB&S filed and served the Fourth Monthly Fee Application (and notice thereof) and did not  
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1 draw any objections to the payment requested therein.

2 Fee/Employment Application - Total hours for November: 19.40

3 Total fees for November: \$7,907.50

4 **5. Claims Administration/Objections - 070.**

5 During the Application Period, time billed to this category also includes time spent by  
6 KTB&S in analyzing, addressing and conferring with the Debtor on issues relating to creditor  
7 claims. KTB&S also spent time advising the Debtor on the form, scope and substance of a  
8 schedule of pre-petition general unsecured claims against the Debtor. On December 4, 2006,  
9 the Debtor delivered this schedule to the Committee and New World.

10 Claims Administration/Objections - Total hours for November: 7.60

11 Total fees for November: \$3,662.50

12 **6. Asset Analysis And Recovery - 080.**

13 During the Application Period, time billed to this category mainly relates to advising  
14 the Debtor on matters relating to the Debtor's intellectual property and matters relating thereto.

15 Asset Analysis and Recovery - Total hours for November: 3.90

16 Total fees for November: \$1,842.50

17 **7. Plan/Disclosure Statement - 100.**

18 During the Application Period, time expended in this category relates to KTB&S  
19 assisting PrediWave in its effort to obtain entry of an order extending the exclusive periods in  
20 which it can file and solicit acceptances to a plan of reorganization (the "Exclusivity  
21 Periods"). KTB&S prepared, filed and served the Debtor's second motion to extend the  
22 Exclusivity Periods and advised the Debtor on matters relating thereto. The deadline for  
23 objecting to the motion is December 7, 2006. Time included in this category also relates to  
24 KTB&S's efforts to elicit creditor support for the Debtor's request for said extension. Time  
25 expended in this category also relates to KTB&S advising the Debtor on matters relating to  
26 the preparation of a plan of reorganization, and time spent by KTB&S in drafting a chapter 11  
27 plan and disclosure statement.

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Plan/Disclosure Statement - Total hours for November: 63.40  
Total fees for November: \$25,490.00

**8. Litigation - 120.**

This category contains services rendered by KTB&S in connection with analyzing, addressing, and conferring with the Debtor, its affiliates, New World and Latham & Watkins LLP ("Latham"), litigation counsel to the Debtor and its affiliates, on various litigation matters including, without limitation, the Santa Clara Action. As already discussed elsewhere in the Application, the parties to the Santa Clara Action engaged in comprehensive settlement discussions. Among other things, KTB&S advised the Debtor, and worked with Latham, on issues and matters relating to settling the Santa Clara Action and also worked closely with New World's insolvency counsel to identify and address various issues in connection with the possible implementation of any such settlement. During the Application Period, KTB&S also advised the Debtor on other matters arising out of or otherwise relating to the Santa Clara Action insofar as they impact (or could impact) the administration of its bankruptcy case. Among other things, KTB&S advised the Debtor on matters relating to the Santa Clara Court's expansion of a previously entered injunction against the Debtor's affiliates and how such would impact the Debtor's provision of affiliate services. Finally, KTB&S conferred with the Debtor and Latham on matters relating to payment of certain litigation expenses.

Litigation - Total hours for November: 53.30  
Total fees for November: \$27,702.00

**9. Real Property Leases - 200.**

This category serves as a "catch-all" for all services rendered by KTB&S in connection with PrediWave's non-residential real property leases. Time expended in this category relates mainly to KTB&S analyzing, addressing, and conferring with the Debtor and XRoads on matters relating to the Debtor's non-residential real property leases. During the Application Period, KTB&S worked with the Debtor and Japan counsel to terminate its lease in Japan.

1 KTB&S also prepared rejection notices to certain landlords.

2 Real Property Leases - Total hours for November: 3.50

3 Total fees for November: \$1,662.50

4 DATED: December 6, 2006

/s/ Jonathan S. Shenson  
JONATHAN S. SHENSON, a Member of  
KLEE, TUCHIN, BOGDANOFF & STERN LLP  
Reorganization Counsel for the Debtor  
and Debtor in Possession

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Taxpayer I.D. No. 95-4744518

Prediwave Corporation  
48431 Milmont Drive  
Fremont CA 94538

December 06, 2006  
Invoice No. 7075

For Services Rendered Through November 30, 2006

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In Reference To: Prediwave Corporation  
File No.: 1629

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Professional Services

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
<u>010 - Case Administration</u>				
11/13/2006	JSS	Telephone calls to court re hearing date and prepare correspondence to L. Bogdanoff re same	0.20	95.00
11/14/2006	JSS	File notice and proof of service re fee hearing	0.20	95.00
SUBTOTAL: 010 - Case Administration			0.40	190.00
<u>020 - Meetings and Communications</u>				
11/2/2006	JSS	Telephone call with J. Fiero re committee issues	0.20	95.00
11/3/2006	JSS	Review and respond to correspondence with J. Sandrelli re call to discuss Canadian banking	0.40	190.00
11/7/2006	LRB	Telephone conference with J. Fiero re status, issues	0.50	325.00
11/8/2006	JSS	Email to/from J. Fiero re committee matters and confidentiality agreement	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/8/2006	LRB	Telephone conference with J. Fiero re status, New World (via VMM) and call	0.30	195.00
11/9/2006	LRB	Telephone conference with J. Fiero re New World issues	0.20	130.00
11/13/2006	JSS	Telephone call with J. Fiero re committee issues	0.20	95.00
	LRB	Telephone conference with J. Fiero re status	0.10	65.00
11/14/2006	LRB	Telephone conference with J. Fiero re new issues	0.20	130.00
11/15/2006	LRB	Analyze and respond to emails from J. Fiero re issues, status, strategy	0.50	325.00
	LRB	Telephone conference with K. Denniston, J. Fiero, D. Ragan re issues, status	0.70	455.00
	LRB	Telephone conference with J. Fiero re call, follow-up	0.20	130.00
11/21/2006	LRB	Telephone conference with J. Fiero re hearing results	0.10	65.00
11/22/2006	LRB	Telephone conference with J. Fiero re call, issues	0.20	130.00
11/27/2006	JSS	Prepare correspondence to D. Simon, D. Ragan and V. Lin re meeting with New World (.7); telephone call with V. Lin re same (.1)	0.80	380.00
	LRB	Telephone conference with J. Fiero re status, update	0.10	65.00
11/28/2006	LRB	Analyze and respond to emails from K. Denniston re meeting, information	0.30	195.00
	LRB	Telephone conference with P. Warden re update	0.20	130.00
11/29/2006	LRB	Analyze K. Denniston latest letter, prepare email responses	0.50	325.00
	LRB	Analyze multiple information requests, respond to same	0.60	390.00
11/30/2006	JSS	Review and respond to correspondence with D. Friedman re call with Latham and client	0.30	142.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/30/2006	LRB	Prepare revised letter to K. Denniston re issues	0.30	195.00
	LRB	Review and add to letters to go out today	0.80	520.00
SUBTOTAL: 020 - Meetings and Communications			7.90	4,767.50
<u>030 - General Business Operations</u>				
11/1/2006	JSS	Review and respond to correspondence from L. Jurich and D. Ragan re Merrill Lynch accounts	0.20	95.00
	JSS	Meeting with L. Bogdanoff re various operation and business matters	0.20	95.00
	JSS	Prepare memo re diligence	0.30	142.50
	JSS	Call with XRoads, KTBS and Vincent Lin re case strategy and operations	0.60	285.00
	LRB	Telephone conference with D. Simon, D. Ragan, J. Shenson, V. Lin re status, case, and litigation	0.80	520.00
	LRB	Confer with J. Shenson re strategy re issues	0.30	195.00
11/2/2006	JSS	Review materials re intercompany issues (.4) and discussion with L. Bogdanoff re same (.1)	0.50	237.50
	JSS	Review correspondence and comments from XRoads on ABC agreement	0.30	142.50
	JSS	Phone call with D. Ragan re banking and related issues	0.20	95.00
	JSS	Phone call from Union Bank re cash administration issue	0.30	142.50
	JSS	Review and respond to correspondence with XRoads and K. Denniston and correspondence to K. Denniston re affiliate cash and related issues; correspondence with XRoads re notices relating thereto	0.60	285.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/2/2006	JSS	Telephone call with D. Ragan re various operational matters	0.20	95.00
	JSS	Telephone call with V. Lin and D. Ragan re Canada (.2); prepare correspondence to Canadian counsel (.2)	0.40	190.00
	JSS	Review bank account information re cash management	0.20	95.00
11/3/2006	JSS	Telephone call with J. Sandrelli re Canadian banking issues and call to HSBC (.5); conversation with L. Bogdanoff re same (.2)	0.70	332.50
	JSS	Telephone call with D. Ragan re banking issue	0.20	95.00
	JSS	Prepare for call with D. Simon re K. Denniston call (.4); conversation with A. Harvey (.3); call with K. Denniston re various matters (.3)	1.00	475.00
	JSS	Draft stipulated order re estate representative and affiliate issue	1.50	712.50
	JSS	Telephone call with S. Guggenheim re Intellamda litigation and administrative service	0.10	47.50
	JSS	Call with V. Lin re bank issues, corporate governance issues and strategy	0.80	380.00
	LRB	Confer with J. Shenson re settlement, pending issues	0.30	195.00
	LRB	Analyze emails from J. Shenson re professionals, IP and related processes, respond to same	0.80	520.00
11/4/2006	JSS	Review cost/time with Canadian counsel and D. Ragan re banking issue	0.20	95.00
	JSS	Draft stipulated order re affiliated services (4.8) and call with V. Lin re same (.4); letter to New World re same (.5)	5.70	2,707.50
11/5/2006	LRB	Analyze and respond to emails from J. Shenson re Intellamda	0.40	260.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/6/2006	CP	Review letter from New World re Pine Global transfer; confer re same with J. Shenson	0.20	50.00
	JSS	Draft, review and revise stipulation and letter to K. Denniston re same; draft correspondence to L. Bogdanoff re same	4.50	2,137.50
	JSS	Telephone call with S. Guggenheim of Wilson (.5) ; correspondence to S. Guggenheim re same (.1)	0.60	285.00
	JSS	Telephone call and correspondence from K. Denniston, L. Bogdanoff re Intellmanda (.2); call to D. Ragan re same; discussion with L. Bogdanoff re same (.4); research materials in response (.2)	0.80	380.00
	LRB	Telephone conference with J. Shenson, S. Guggenheim re Intellamda, administrative services	0.50	325.00
	LRB	Prepare comments on cover letter, draft stipulation	0.80	520.00
	TEP	Review email re Intellamda payment; office conference with L. Bogdanoff re same and consider options	0.50	325.00
	TEP	Review K. Denniston letter	0.30	195.00
11/7/2006	JSS	Draft, edit and revise letter to K. Denniston; revise stipulation re same (6.6); conversation with V. Lin re various issues (.3); review correspondence from D. Ragan and others (.2)	7.10	3,372.50
	JSS	Review correspondence from D. Ragan re Intellmanda (.2); discussion with L. Bogdanoff re letter (.2)	0.40	190.00
	JSS	Review and respond to correspondence with V. Lin re employee issues	0.20	95.00
	JSS	Prepare correspondence Canadian counsel re Canada operation	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/7/2006	JSS	Review and respond to correspondence from D. Ragan and J. Sandrelli re Canada	0.20	95.00
	LRB	Analyze revised letter, additions to same and prepare emails re same	1.20	780.00
	TEP	Review and revise letter to New World re cash issues	0.90	585.00
	TEP	Office conference with L. Bogdanoff and J. Shenson re New World issues	0.40	260.00
11/8/2006	CP	Review draft of letter to K. Denniston re Intellmanda	0.30	75.00
	JSS	Review correspondence and various material from D. Ragan re affiliate issue (.8); review and respond to correspondence with L. Bogdanoff and D. Ragan and D. Simon re same (.7) and letter to K. Denniston (.7); telephone call with D. Simon re same (.1)	1.60	760.00
	JSS	Review and respond to correspondence from J. Sandrelli and D. Ragan re bank issue	0.30	142.50
	JSS	Conversation with D. Ragan re banking information	0.30	142.50
	JSS	Telephone call with D. Ragan re bank issues	0.40	190.00
	LRB	Analyze analysis from XRoads	0.80	520.00
	LRB	Telephone conference with D. Simon, J. Shenson re issues, proposal	0.20	130.00
	LRB	Telephone conference with J. Shenson, D. Ragan, D. Simon (latter part) re New World information	0.60	390.00
	LRB	Analyze revised letter, add to same	0.60	390.00
11/9/2006	JLD	Confer with J. Shenson regarding governance issues	0.40	158.00
	JSS	Review correspondence from D. Ragan re banking issues and L. Jurich and L. Bogdanoff re same	0.50	237.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/9/2006	JSS	Review correspondence from J. Dinkelman re corporate governance issues (.2); review and respond to correspondence with D. Ragan re same (.2)	0.40	190.00
	JSS	Telephone calls with K. Denniston re stipulation	0.30	142.50
	JSS	Review, edit and revise stipulation	1.10	522.50
	JSS	Meeting with M. Barash re affiliate filings (.8) and prepare correspondence to M. Barash (.3)	1.10	NO CHARGE
	JSS	Telephone calls with L. Jurich and prepare consent, correspondence to D. Ragan re same	0.70	332.50
	JSS	Telephone calls with D. Ragan re operations and related issues	0.50	237.50
	JSS	Meeting with J. Dinkelman re corporate governance	0.40	190.00
	LRB	Prepare stipulation re estate representative	2.30	1,495.00
	LRB	Confer with J. Shenson re New World stipulation	0.50	325.00
	LRB	Analyze and respond to emails from L. Jurich re Merrill Lynch	0.30	195.00
	LRB	Analyze revised stipulation, add to same	1.70	1,105.00
	MRB	Confer with J. Shenson re affiliate filings	0.80	NO CHARGE
	MRB	Analyze documents re affiliate filings	0.70	NO CHARGE
	TEP	Review email exchanges re committee and New World issues re stipulation (.4); office conference with L. Bogdanoff re issues with same (.3)	0.70	NO CHARGE
	TEP	Review draft stipulation and provide comments to J. Shenson	0.50	325.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/9/2006	TEP	Telephone conversation with J. Fiero re stipulation issues	0.30	195.00
11/10/2006	JLD	Research governance issues	1.50	592.50
	JSS	Review and respond to correspondence with J. Sandrelli re Canada bank issues (.3); review correspondence from S. Abe re Japan operation and correspondence to V. Lin and D. Ragan re same (.2)	0.50	237.50
	JSS	Review revised stipulation re affiliate filings (.3) and review correspondence from T. Patterson re same (.1)	0.40	NO CHARGE
	MRB	Analyze various correspondence from J. Shenson re affiliate filing prep	0.10	NO CHARGE
	TEP	Telephone conference with D. Ragan re stipulation (.4); review D. Ragan comments to stipulation (.4); telephone conference with D. Simon re stipulation (.1); revise stipulation per conversations and email to J. Fiero and K. Denniston (.9)	1.80	1,170.00
	TEP	Review email re Wilson Solsini and telephone conversation with D. Ragan re same	0.30	195.00
	TEP	Email exchange with L. Bogdanoff re filing issues	0.30	NO CHARGE
11/13/2006	CP	Confer with J. Shenson re Canadian recognition order of stipulated cash management order; telephone conference with J. Sandrelli re same	0.50	125.00
	JLD	Confer with J. Shenson regarding governance issues	0.20	79.00
	JLD	Review corporate governance documents	0.90	355.50
	JSS	Review correspondence from A. Harvey re corporate organization and related issues (.2); prepare correspondence to M. Barash and J. Dinkelman re same (.1); review and respond to correspondence with J. Dinkelman re same (.1)	0.40	190.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/13/2006	JSS	Review Japan lease related contracts and employment issues	0.30	142.50
	JSS	Prepare correspondence to J. Sandrelli re Canada recognition order (.1) and discussion with C. Pozmancier re same (.1)	0.20	95.00
	JSS	Meeting with J. Dinkelman re corporate governance issue; review and respond to correspondence re same	0.20	95.00
	JSS	Prepare correspondence to D. Ragan re Japan and other issues	0.20	95.00
	JSS	Meeting with C. Pozmancier re case (.2) and call with J. Sandrelli (.2); prepare correspondence to D. Ragan re same (.1)	0.50	237.50
	JSS	Telephone call with V. Lin re employees and affiliate stipulation	0.30	142.50
	JSS	Review disbursement schedule for affiliates; review L. Bogdanoff comments re same and prepare comments re same	0.60	285.00
	JSS	Conversation with D. Ragan re affiliate disbursements, Japan option	0.30	142.50
	JSS	Prepare memo re Japan operation to V. Lin for review	0.40	190.00
	JSS	Review revised affiliate disbursement schedule and provide comments re same (.4); review correspondence from D. Ragan re same (.2); prepare correspondence to K. Denniston re same (.1); review correspondence from V. Lin re Japan operation (.1)	0.80	380.00
	LRB	Analyze and comment on emails re Japan, Canada issues	0.50	325.00
	LRB	Analyze agreement re Intellamda, notes	0.30	195.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/13/2006	LRB	Analyze draft transmittal re affiliate disbursements	0.30	195.00
	LRB	Analyze and comment on affiliate disbursement notices, respond to emails re same	0.80	520.00
	MRB	Analyze correspondence from J. Shenson re affiliates	0.10	NO CHARGE
	MRB	Analyze documents re background information on affiliates in preparation for filings	1.20	NO CHARGE
	MRB	Prepare draft petitions for affiliates	0.50	NO CHARGE
	MRB	Analyze correspondence from J. Shenson to D. Ragen re coordination of affiliate prep	0.10	NO CHARGE
	MRB	Analyze correspondence from J. Shenson to D. Ragen and others re Canadian sub	0.10	54.00
	MRB	Analyze correspondence from D. Ragan re Canadian bookkeeping	0.10	54.00
	TEP	Office conference with L. Bogdanoff re stipulation issues	0.20	130.00
	TEP	Email to L. Bogdanoff re Wilson Solsini	0.10	65.00
11/14/2006	CP	Telephone conference with V. Lin re recognition order; information on PrediWave Canada	0.60	150.00
	CP	Review correspondence from V. Lin re PrediWave Canada; list of Canadian creditors; incorporation certificate	1.20	300.00
	JLD	Confer with JSS regarding corporate governance issues	0.30	NO CHARGE
	JLD	Confer with JSS and MRB regarding filing	0.60	NO CHARGE
	JSS	Prepare correspondence to C. Pozmantier, M. Barash and L. Bogdanoff re affiliate filing issues	0.20	NO CHARGE
	JSS	Prepare correspondence to and review same from C. Pozmantier re Canadian recognition and related issue	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/14/2006	JSS	Prepare correspondence to K. Denniston re affiliate matters	0.10	47.50
	JSS	Telephone call with D. Ragan re affiliate filings	0.20	NO CHARGE
	JSS	Telephone call with K. Denniston re stipulation and intercompany transaction (.3) discussion with L. Bogdanoff re same (.2); prepare correspondence to client re same (.2); review and respond to related correspondence from L. Bogdanoff and D. Ragan (.2); review and respond to correspondence re reporting issues (.2); review K. Denniston comments on stipulation (.8) and conversation with client re same (.1); prepare correspondence to K. Denniston re call to discuss (.1)	2.10	997.50
	JSS	Meeting with M. Barash re affiliate filings (1.1) and prepare correspondence to Canadian counsel re same (.1)	1.30	NO CHARGE
	JSS	Meeting with J. Dinkelman re corporate issues	0.50	237.50
	JSS	Meeting with L. Bogdanoff re comments to stipulation and call with D. Ragan (.4) and revise stipulation (.6);	1.00	475.00
	JSS	Telephone call with D. Ragan re New World comments on stipulation and related issues	0.30	142.50
	LRB	Analyze and respond to emails re New World, issues	0.40	260.00
	LRB	Telephone conference with D. Schechter re update, cash issues	0.20	130.00
	LRB	Prepare revised stipulation re New World	1.30	845.00
	LRB	Telephone conference with D. Ragan, J. Shenson re New World issues	0.70	455.00
	LRB	Analyze New World comments on stipulation	0.70	455.00
	LRB	Prepare memo re changes to affiliate/estate representation stipulation	1.60	1,040.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/14/2006	MRB	Analyze correspondence from J. Shenson re Canadian sub filing prep	0.10	NO CHARGE
	MRB	Analyze correspondence from J. Shenson re status of New Word stipulation and affiliates	0.10	NO CHARGE
	MRB	Confer with J. Shenson re affiliate filings	0.40	NO CHARGE
	MRB	Confer with J. Shenson and J. Dinkelman re filing	0.60	NO CHARGE
	MRB	Research re chapter 15 ancillary proceedings	0.30	NO CHARGE
	TEP	Review markup to stipulation from New World	0.30	195.00
11/15/2006	CP	Conference call with M. Barash, J. Shenson and J. Sandrelli re recognition order	0.80	200.00
	CP	Review PrediWave Canada incorporation certificate; list of PrediWave Canada creditors; Canadian lease	1.60	400.00
	JSS	Telephone call from D. Ragan re call with New World (.1); prepare correspondence to D. Ragan re same (.1)	0.20	95.00
	JSS	Prepare correspondence to J. Sandrelli re call to discuss Canada	0.10	47.50
	JSS	Meeting with L. Bogdanoff re stipulation on affiliate filing	0.30	NO CHARGE
	JSS	Review and respond to correspondence with T. Patterson and L. Bogdanoff re stipulation changes (.2); review and respond to correspondence with L. Bogdanoff re stipulation (.2)	0.40	190.00
	JSS	Telephone call with K. Denniston, L. Bogdanoff and J. Fiero re stipulation (.8); telephone call with D. Ragan re same (.1)	0.90	427.50
	JSS	Review correspondence from L. Bogdanoff and D. Ragan re cash management and bank accounts	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/15/2006	JSS	Discussion with M. Barash re affiliate filing issues (.2); prepare for call with M. Barash and D. Ragan re same (.2)	0.40	NO CHARGE
	JSS	Prepare memo to L. Bogdanoff re settlement issue	0.30	142.50
	JSS	Call with V. Lin and D. Ragan and M. Barash re affiliate filing	1.20	NO CHARGE
	JSS	Call with M. Barash, J. Sandrelli and C. Pozmantier re recognition order	0.80	380.00
	LRB	Draft stipulation re estate representative issue	0.80	520.00
	LRB	Telephone conference with D. Simon re estate representation issues	0.30	195.00
	MRB	Analyze correspondence from J. Shenson re Canada call	0.10	NO CHARGE
	MRB	Conference call with J. Shenson, D. Ragan and V. Lin re affiliate filing preparations	1.20	NO CHARGE
	MRB	Conference call with J. Sardrelli, J. Shenson and C. Pozmantier re potential Canada filing	0.80	NO CHARGE
	MRB	Confer with J. Shenson and C. Pozmantier re affiliate filing prep	0.50	NO CHARGE
	TEP	Telephone conference with T. Doyle re stipulation (.3); email exchange with L. Bogdanoff re amendment re CFO issue (.2)	0.50	325.00
11/16/2006	JLD	Review corporate governance documents	2.90	1,145.50
	JSS	Review correspondence from Japan counsel re lease and employee issue (.2); review correspondence with V. Lin re same (.1)	0.30	142.50
	JSS	Review and respond to correspondence from D. Ragan and K. Denniston re intercompany transaction	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/16/2006	JSS	Review correspondence from D. Ragan re PrediWave Canada and prepare correspondence re banking and related issues with Canadian counsel	0.50	237.50
	JSS	Review monthly operating report and verified tax disclosure statement	0.50	237.50
	JSS	Draft verified tax statement pleading	0.20	95.00
	LRB	Analyze and comment on emails from counsel, D. Ragan re intercompany payments, Canada and lease/employee matters	1.20	780.00
	MRB	Review materials; prepare for affiliate filings	5.80	NO CHARGE
	MRB	Analyze correspondence from M. Buttery re recognition order (x2)	0.20	108.00
11/17/2006	CP	Compile documents for recognition order and circulate to Canadian counsel; review correspondence from Canadian counsel re same	1.30	325.00
	JSS	Review email and related correspondence re Japan employees	0.30	142.50
	JSS	Review correspondence from Canadian counsel, and D. Ragan re cash management and related issues	0.40	190.00
	JSS	Review correspondence from M. Barash re Canadian recognition order (.3); telephone call with K. Denniston re bank balance and related information (.1); and prepare correspondence to D. Ragan re same (.2)	0.60	285.00
	JSS	Finalize and file monthly operating report and verified tax statement	0.30	142.50
	LRB	Analyze and comment on emails from V. Lin, J. Shenson re Japan, employee closing	0.70	455.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/17/2006	LRB	Analyze operating report	0.60	390.00
	MRB	Analyze correspondence from M. Buttery and D. Ragan re Canadian account issues (x2)	0.20	108.00
	MRB	Analyze correspondence from S. Dubo re certified documents requests; follow-up for Canadian recognition petition	0.20	108.00
	MRB	Analyze correspondence from S. Dubo re affidavit for Canadian petition	0.10	54.00
	MRB	Prepare memorandum re petition preparation, revise petitions	2.40	NO CHARGE
11/19/2006	LRB	Analyze client email re deposit status re affiliates	0.30	195.00
11/20/2006	JSS	Prepare, review and respond to correspondence with M. Buttery, M. Barash, R. Lin and V. Lin re Canadian banking issues and recognition order (.3); review bank account information (.2); review correspondence from J. Fiero (.1)	0.60	285.00
	JSS	Revise affiliate stipulation (1.3); review and respond to correspondence with L. Bogdanoff re same (.3)	1.60	760.00
	JSS	Telephone call with V. Lin re affiliates (.2); discussion with M. Barash re affiliate issues (.2); email to D. Ragan re affiliate issues (.1)	0.50	237.50
	JSS	Review Canadian materials and review and respond to correspondence with M. Barash (1.5) and comments to Canadian counsel, review and respond to correspondence (.2)	1.70	807.50
	JSS	Review disbursement schedule (.5) conversation with D. Ragan re same (.3); review and respond to correspondence re revised schedule (.3) and conversation with D. Ragan and L. Bogdanoff (.3); prepare correspondence to K. Denniston re same (.1)	1.50	712.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/20/2006	JSS	Review affiliate preparation materials	0.30	NO CHARGE
	LRB	Analyze revised estate representative and affiliate stipulation	0.80	520.00
	LRB	Analyze and respond to multiple emails re weekly disbursements	0.90	585.00
	LRB	Analyze and respond to emails from J. Shenson re affiliate stipulation	0.20	130.00
	MRB	Analyze correspondence from M. Buttery re recognition index re Canada; J. Shenson follow-up	0.10	54.00
	MRB	Review and comment on Canadian recognition order pleadings	0.20	108.00
	MRB	Prepare correspondence to Canadian distribution group re certified U.S. court documents	0.10	54.00
	MRB	Telephone conference with S. Dubo re open issues re recognition order; J. Shenson reply	0.10	54.00
	MRB	Analyze follow-up correspondence from S. Dubo and D. Ragan re recognition order	0.10	54.00
	MRB	Prepare memorandum re filing preparation re emergency first day relief	3.70	NO CHARGE
11/21/2006	JSS	Review M. Barash memo on first day filing issues for affiliates, and comments re same	0.50	NO CHARGE
	JSS	Review correspondence from D. Ragan re affiliate banking matters	0.20	95.00
	JSS	Review and respond to correspondence with Japan counsel re lease and employee issues and potential winddown issues (.7); prepare for conversation with Japan counsel re same and conversation re same (.7)	1.40	665.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/21/2006	JSS	Conversation with D. Ragan re banking and litigation	0.70	332.50
	LRB	Analyze email from J. Shenson, V. Lin re Japan issues	0.30	195.00
	LRB	Telephone conference with K. Denniston re status, issues	0.20	130.00
	MRB	Revise memo re affiliate chapter 11 prep; send with cover correspondence to V. Lin and D. Ragan	0.30	NO CHARGE
11/22/2006	JSS	Prepare correspondence to D. Ragan re critical expense list for affiliates, review various schedules and prepare comments re same (.8); call with XRoads and L. Bogdanoff re same (.4); call with L. Bogdanoff re same (.2) review and respond to correspondence and call to V. Lin (.3); email to L. Bogdanoff re same (.1)	1.80	855.00
	JSS	Review correspondence from S. Dubo, Canadian counsel (.1); review stipulation re affiliates (.2); review information for disbursement schedules (.3)	0.60	285.00
	JSS	Conversation with V. Lin re cash control and banking issues	0.30	142.50
	JSS	Review correspondence from L. Bogdanoff re affiliate issues	0.20	95.00
	LRB	Analyze draft payments from D. Ragan, multiple conferences	1.10	715.00
	LRB	Telephone conference with J. Shenson, D. Ragan re emergency payments	0.20	130.00
	LRB	Analyze revised disbursement lists, comments	0.70	455.00
	LRB	Telephone conference with D. Ragan re disbursement issues	0.20	130.00
	LRB	Telephone conference with K. Denniston re status, funds	0.20	130.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/22/2006	MRB	Analyze correspondence from S. Dubo re status of recognition order filings	0.10	54.00
	TEP	Attend call with New World, et al.	0.50	325.00
11/24/2006	CP	Review recognition order and correspondence from Canadian counsel re same	0.60	150.00
	JSS	Review correspondence from Canadian counsel and order re same	0.30	142.50
	MRB	Analyze correspondence from S. Dubo re Canadian recognition order	0.10	54.00
11/27/2006	JSS	Telephone call with L. Bogdanoff re status of matters	0.20	95.00
	JSS	Telephone calls with V. Lin re business issues and settlement issues	0.40	190.00
	JSS	Telephone call with K. Denniston (.2); prepare correspondence to D. Ragan re same (.2); call to K. Denniston re same (.1)	0.50	237.50
	JSS	Review memo from Canadian counsel and prepare correspondence re same (.3); review correspondence from D. Ragan re employee information and banking information (.3)	0.60	285.00
	JSS	Review correspondence from Japan counsel and related notice re employee information	0.20	95.00
	LRB	Prepare emails to K. Denniston, then counsel re affiliate payments	1.70	1,105.00
	LRB	Telephone conference with D. Ragan re budget, follow-up	0.20	130.00
	LRB	Telephone conference with K. Denniston re affiliate payments	0.20	130.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/27/2006	LRB	Prepare email to counsel re status, payments	0.20	130.00
	MRB	Analyze correspondence from J. Shenson re affiliates; changes of strategy	0.10	54.00
11/28/2006	JSS	Review various correspondence from Canadian counsel re issues and related issues (.2); review and respond to correspondence with D. Ragan re same (.2)	0.40	190.00
	JSS	Review and respond to correspondence with L. Bogdanoff (.2) and conversation re same (.2)	0.40	190.00
	JSS	Review memo re Canadian matter (.1); phone call to J. Sandrelli re same (.1)	0.20	95.00
	JSS	Review materials re employees in Japan (.1); telephone conversations with V. Lin re operations, strategy, etc.; prepare correspondence to V. Lin re same (.7)	0.80	380.00
	JSS	Review correspondence with D. Ragan re employees (.2); telephone call with J. Sandrelli re same (.2)	0.40	190.00
	JSS	Review correspondence from K. Denniston re fees and prepare correspondence to K. Denniston re same	0.20	95.00
	JSS	Telephone call with K. Denniston re fee and settlement issues (.2); review and respond to correspondence from K. Denniston re same (.1)	0.30	142.50
	LRB	Analyze and comment on proposed order re disbursements	0.80	520.00
	LRB	Analyze and respond to client emails re New World requests	0.60	390.00
	LRB	Analyze memo re Canada proceedings	0.70	455.00
	LRB	Analyze and revise memo to J. Shenson, D. Ragan re issues, status	0.80	520.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/28/2006	LRB	Analyze materials requested by New World, comments	0.40	260.00
11/29/2006	JSS	Review and respond to correspondence with F. Eppling re employee issues (.2) and correspondence to V. Lin re same (.1); several conversations with V. Lin re same, settlement, operations and banking issues (1.4)	1.70	807.50
	JSS	Telephone call to S. Fey Eppling re WARN Act and affiliate issues	0.50	237.50
	JSS	Review and respond to correspondence with D. Ragan re employee information	0.30	142.50
	LRB	Analyze emails from D. Ragan re payments, issues	0.20	130.00
11/30/2006	JSS	Review and respond to correspondence from K. Denniston and L. Bogdanoff re employee issues and appraisals	0.20	95.00
	JSS	Review correspondence from D. Friedman re employee issues	0.20	95.00
	LRB	Analyze and comment on draft XRoads letter	0.80	520.00
	LRB	Prepare and respond to multiple emails in the evening re issues (wind down, etc.), respond to same into the night	1.70	1,105.00
	LRB	Telephone conference with D. Simon re wind down	0.20	130.00
	LRB	Confer with J. Shenson re wind down, status	0.50	325.00
SUBTOTAL: 030 - General Business Operations			154.30	65,790.00
<u>040 - Fee/Employment Applications</u>				
11/1/2006	JSS	Review final engagement letter correspondence from Canadian counsel and prepare correspondence to V. Lin re same	0.30	142.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/2/2006	JSS	Review, edit and revise October prebill	0.60	285.00
	JSS	Draft October monthly fee statement	2.20	1,045.00
	JSS	Review correspondence from S. Abe re representation (.1) and review comments to application and related retention papers and revise same and draft proposed court order (1.1)	1.20	570.00
	JSS	Telephone call from D. Ragan re fees	0.10	47.50
11/3/2006	JSS	Draft October monthly fee application	2.60	1,235.00
	JSS	Review comments to Asahi Koma employment application (.4); revise same and prepare correspondence to client re retention and Japan lease issue (.2)	0.60	285.00
	JSS	Review and respond to correspondence re fees of XRoads	0.10	47.50
	JSS	Review XRoads fee statement	0.40	190.00
11/4/2006	JSS	Review and respond to correspondence with D. Ragan re XRoads fee status	0.20	95.00
11/6/2006	CP	Finalize fourth monthly KTB&S fee statement	2.70	675.00
	CP	Prepare notice of fourth monthly KTB&S fee application	0.30	75.00
	CP	Prepare notice of XRoads fee application	0.30	75.00
	CP	Prepare Asahi Koma employment application	0.40	100.00
	CP	Prepare order re Asahi Koma employment application	0.20	50.00
	CP	Finalize XRoads fee application	0.20	50.00
	CP	Finalize and e-file KTB&S fee statement XRoads fee application, Asahi Koma employment application, notices re fee applications and certificates of service re same	2.10	525.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/6/2006	JSS	Review correspondence from D. Ragan and L. Bogdanoff re Latham fees	0.30	142.50
	JSS	Review monthly fee statement	0.30	142.50
	JSS	Review notices re fee statements (.2) and conversation with C. Pozmantier (.2)	0.40	190.00
	LRB	Prepare additions to monthly application	0.30	195.00
11/7/2006	JSS	Review and respond to D. Ragan re fees	0.30	142.50
11/8/2006	JSS	Prepare correspondence to Minato re retention (.2); prepare correspondence to Japan counsel (.4); review bankruptcy court order re same (.4)	1.00	475.00
11/14/2006	JSS	Review correspondence from Japan accountant re fee issues (.1); review correspondence from V. Lin re same and Canada employment issues (.2)	0.30	142.50
	JSS	Draft notice re fee hearing	0.30	142.50
11/16/2006	JSS	Telephone call with D. Ragan fees of Latham	0.10	47.50
11/20/2006	JSS	Review correspondence from D. Ragan re October fees	0.10	47.50
11/21/2006	JSS	Review, edit and finalize XRoads October fee statement and prepare notice re same	0.60	285.00
	JSS	Review and respond to correspondence with D. Ragan re fees	0.10	47.50
	LRB	Analyze and comment on XRoads application	0.20	130.00
11/22/2006	JSS	Prepare and review correspondence to D. Ragan and V. Lin re fee matters	0.20	95.00
11/29/2006	JSS	Prepare correspondence to K. Denniston re fees (.1); review and respond to correspondence with D. Ragan re banking and fee issues (.3)	0.40	190.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
SUBTOTAL: 040 - Fee/Employment Applications			19.40	7,907.50
<u>070 - Claims Administration &amp; Objections</u>				
11/13/2006	JSS	Telephone call with Huang's counsel	0.30	142.50
11/14/2006	JSS	Review correspondence from Huang lawyers re lawsuit (.3) and prepare correspondence to client re same (.1)	0.40	190.00
11/16/2006	JSS	Review and respond to C. Pozmantier re employee claims	0.20	95.00
	JSS	Draft letter to creditors re bar date issue	0.70	332.50
11/17/2006	JSS	Review and respond to correspondence with L. Bogdanoff and C. Pozmantier re claim and bar date issue	0.20	95.00
	JSS	Review Gao Huang proof of claim (.2) and prepare correspondence to client re same (.1); review claims docket (.1)	0.40	190.00
11/21/2006	JSS	Review claim of Patil	0.20	95.00
	JSS	Review and respond to correspondence from D. Ragan and L. Bogdanoff re claims and related issues	0.20	95.00
11/22/2006	JSS	Review claim chart	0.30	142.50
	LRB	Analyze closing analysis	0.30	195.00
11/29/2006	JSS	Review amended proof of claim by Ravi Patil	0.10	47.50
	JSS	Review correspondence re claims, etc.	0.20	95.00
	JSS	Review claim and claim schedule re backup (.4); call with XRoads re same (.3)	0.70	332.50
11/30/2006	JSS	Review and respond to correspondence with J. Perrera re claim and call with J. Perrera re same	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/30/2006	JSS	Review claim chart and conversation with J. Perrera re same; prepare correspondence and call with J. Perrera and review and respond to correspondence with D. Ragan re same (2.8); call with D. Ragan re same (.4)	3.20	1,520.00
SUBTOTAL: 070 - Claims Administration & Objections			7.60	3,662.50
<u>080 - Asset Analysis and Recovery</u>				
11/1/2006	JLD	Call with J. Shenson and A. Harvey re IP diligence	0.80	316.00
	JLD	Confer with J. Shenson re IP diligence	0.20	79.00
	JSS	Review materials prepared by A. Harvey re IP (.3); call with A. Harvey and J. Dinkelman re same (.8); conversation with J. Dinkelman re same (.2)	1.30	617.50
11/3/2006	JSS	Meeting with A. Harvey and L. Bogdanoff re case and IP	0.40	190.00
	JSS	Review correspondence from D. Ragan re patent issue (.2); conversation with D. Ragan re IP, business operations and related issues (.4)	0.60	285.00
	LRB	Working lunch with J. Shenson, A. Harvey re technology issues and services	0.40	260.00
11/4/2006	JSS	Review materials re Intellmanda	0.20	95.00
SUBTOTAL: 080 - Asset Analysis and Recovery			3.90	1,842.50
<u>100 - Plan/Disclosure Statement</u>				
11/1/2006	JSS	Draft exclusivity motion	0.30	142.50
11/7/2006	CP	Research re extension of exclusivity	4.80	1,200.00
	JSS	Meeting with C. Pozmantier re exclusivity (.2); telephone call with E. Goldberg re status of litigation (.2)	0.40	190.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/8/2006	CP	Prepare memorandum of points and authorities re exclusivity motion	6.20	1,550.00
	JSS	Meeting with C. Pozmantier re exclusivity	0.30	142.50
	JSS	Review comments and revise K. Denniston letter	2.20	1,045.00
11/9/2006	CP	Prepare exclusivity motion and memo of points and authorities	5.30	1,325.00
11/10/2006	CP	Prepare exclusivity motion	0.70	175.00
11/11/2006	CP	Prepare exclusivity motion and related pleadings	5.20	1,300.00
11/12/2006	CP	Revise exclusivity motion and related pleadings	2.10	525.00
11/13/2006	CP	Research re exclusivity in liquidation context	3.10	775.00
	JSS	Draft exclusivity motion	3.10	1,472.50
11/14/2006	JSS	Draft exclusivity pleadings	2.00	950.00
11/15/2006	JSS	Draft, review, edit and revise exclusivity motion and points and authorities in support thereof	4.80	2,280.00
	LRB	Analyze and revise draft exclusivity motion	0.80	520.00
11/16/2006	JSS	Draft, edit and review exclusivity pleadings and declaration, etc.	5.20	2,470.00
	LRB	Prepare additions to exclusivity memo of law and affidavit (several turns)	2.80	1,820.00
	LRB	Make changes to Simon affidavit	0.80	520.00
11/17/2006	JSS	Review, edit and revise exclusivity extension pleadings (1.5) and review and respond to D. Ragan (.1); review comments from D. Simon and V. Lin, finalize and file pleadings (.3)	1.90	902.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/17/2006	JSS	Review correspondence from D. Ragan re comments to exclusivity motion	0.20	95.00
	LRB	Revise latest exclusivity pleadings, add to same	1.30	845.00
	LRB	Prepare additions to motion, memorandum of law analyze and respond to emails re same	1.60	1,040.00
11/19/2006	LRB	Prepare response to emails from J. Fiero re exclusivity	0.20	130.00
11/28/2006	JSS	Telephone call with J. Fiero re exclusivity (.1) and conversation with L. Bogdanoff re same (.1)	0.20	95.00
11/29/2006	JSS	Conversation with L. Bogdanoff re exclusivity and settlement (.2); telephone call with V. Lin re same (.2)	0.40	190.00
	JSS	Research re claim and plan issues	0.60	285.00
	JSS	Meeting with L. Bogdanoff re various matters, exclusivity and plan issues	0.30	142.50
	LRB	Telephone conference with J. Fiero re exclusivity, issues	0.30	195.00
	LRB	Prepare email to counsel re exclusivity	0.50	325.00
11/30/2006	JSS	Review and respond to correspondence with L. Bogdanoff re plan and disclosure statement and related strategy	0.40	190.00
	JSS	Draft disclosure statement and plan	4.40	2,090.00
	JSS	Meeting with L. Bogdanoff re plan issues and strategy	0.50	237.50
	LRB	Confer with J. Shenson re plan structure	0.50	325.00
SUBTOTAL: 100 - Plan/Disclosure Statement			63.40	25,490.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
<u>120 - Litigation</u>				
11/1/2006	JSS	Prepare and respond to correspondence to D. Friedman and D. Schechter re withdrawal motion	0.20	95.00
	JSS	Review correspondence from D. Friedman re employee litigation related issues (.1); prepare correspondence to counsel re same (.1); 2 calls with D. Friedman re same and litigation expense (.2)	0.40	190.00
	JSS	Three phone calls with D. Ragan re settlement and operational issues	1.60	760.00
	JSS	Phone call with K. Denniston (.6) re litigation and related issues and discussion with L. Bogdanoff re same (.2)	0.80	380.00
	LRB	Confer with J. Shenson re strategy, status	0.30	195.00
	LRB	Analyze and respond to emails re status, follow-up	0.70	455.00
11/2/2006	JSS	Prepare correspondence to D. Friedman re litigation expense	0.10	47.50
	JSS	Review correspondence and pleadings re amendment to Latham motion to withdraw	0.30	142.50
	JSS	Meeting with L. Bogdanoff re settlement matter	0.20	95.00
	LRB	Analyze pleadings re Latham & Watkins, email re cash transfers	0.30	195.00
11/3/2006	JSS	Meeting with L. Bogdanoff re litigation and strategy (.5); telephone call with D. Ragan re same (.5)	1.00	475.00
	LRB	Telephone conference with P. Warden re status	0.20	130.00
	LRB	Confer with J. Shenson re status, next steps	0.50	325.00
11/4/2006	JSS	Prepare action item list for implementation of settlement	0.40	190.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/4/2006	JSS	Review and response correspondence with K. Denniston re Latham issue and review correspondence from D. Ragan re same	0.20	95.00
	JSS	Prepare email to L. Bogdanoff re strategy and litigation issues	0.10	47.50
11/5/2006	LRB	Analyze and respond to D. Ragan re Latham & Watkins and litigation	0.30	195.00
11/6/2006	JSS	Telephone call with D. Ragan (.7) and D. Simon (.4); phone call with D. Ragan re same (.2)	1.30	617.50
	JSS	Review correspondence from K. Denniston (.2); meeting with L. Bogdanoff (.4); call to D. Schechter re same (.2)	0.80	380.00
	JSS	Draft response to K. Denniston letter (.8); review correspondence from V. Lin re same (.1)	0.90	427.50
	LRB	Telephone conference with D. Ragan, D. Simon re payments, issues	0.30	195.00
	LRB	Telephone conference with K. Denniston re issues, status	0.30	195.00
	LRB	Analyze Denniston letter, respond to same	0.70	455.00
	LRB	Analyze email re payments, transfers, prepare draft response	1.10	715.00
11/7/2006	JSS	Review correspondence with D. Schechter re litigation	0.20	95.00
	JSS	Review and respond to correspondence with V. Lin re various settlement	0.30	142.50
	LRB	Prepare letter to Denniston, draft stipulation	2.90	1,885.00
11/8/2006	JSS	Conference call with D. Simon and D. Ragan re response to K. Denniston letter (.6); telephone calls with V. Lin re response to New World (.4); telephone call to D.	1.40	665.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
		Schechter re Latham fees (.2) and conversation L. Bogdanoff re same (.2)		
11/8/2006	JSS	Review correspondence from D. Schechter and L. Bogdanoff re New World matter	0.30	142.50
	JSS	Telephone call to K. Denniston re response to letter	0.10	47.50
	JSS	Telephone calls with V. Lin (.6); review updated analysis for letter to New World and to K. Denniston (.7); review and respond to correspondence with L. Bogdanoff re State Court litigation (.2)	1.50	712.50
	LRB	Analyze and respond to emails from D. Ragan, J. Shenson re New World issues, discussions, respond to same	0.90	585.00
11/9/2006	JSS	Meetings with L. Bogdanoff re stipulation	0.50	237.50
	JSS	Telephone calls with D. Schechter re State Court litigation	0.30	142.50
	TEP	Review letter and attached materials re settlement	0.50	325.00
11/10/2006	LRB	Analyze and respond to emails from T. Patterson re agreement, issues	0.50	325.00
11/13/2006	JSS	Review correspondence re Intellamda litigation and related issues, prepare correspondence to D. Ragan re same	0.20	95.00
11/15/2006	JSS	Review Latham correspondence to T. Qu and V. Lin re settlement issues	0.30	142.50
	JSS	Review D. Schechter letter re T. Qu issue (.2); telephone conversation to D. Schechter re same (.2)	0.20	95.00
11/16/2006	CP	Prepare response to L. Garcia letter re Guo Huang defense	1.40	350.00
	CP	Review Patil v. PrediWave complaint	0.80	200.00
	JSS	Review and respond to correspondence with L. Bogdanoff re settlement issues	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/16/2006	JSS	Telephone call with D. Schechter re litigation	0.20	95.00
11/17/2006	JSS	Telephone call to E. Goldberg re status of matter	0.10	47.50
11/21/2006	JSS	Review and respond to correspondence with D. Schechter re state court action	0.20	95.00
	JSS	Telephone call with D.Schechter and D. Friedman re state court matter (.2); conversation with L. Bogdanoff and T. Patterson re same (.4); call with Latham and XRoads (.8); conversation with J. Dinkelman (.2) and M. Barash re same (.2) and M. Heyn re same (.2);	2.00	950.00
	LRB	Telephone conference with D. Ragan re follow-up issues	0.50	325.00
	LRB	Telephone conference with D. Schechter, D. Ragan, J. Shenson re results of sanctions	0.60	390.00
	LRB	Conference call with V. Lin re hearing outcome, follow-up	0.20	130.00
	LRB	Analyze multiple emails re court order, issues, respond to same	1.60	1,040.00
	MCH	Research re creditors that have priority over judgment lien and judgment creditor under California law	1.70	501.50
	TEP	Office conference with L. Bogdanoff re injunction hearing (.3) attend conference call with Latham and Watkins and XRoads re same and filings (.8)	1.10	715.00
11/22/2006	JSS	Review M. Heyn memo re litigation preference	0.20	95.00
	JSS	Review correspondence from K. Denniston re injunction and various issues (.2); prepare and review correspondence with L. Bogdanoff and D. Ragan and V. Lin and others re same and call to discuss same (.3)	0.50	237.50
	LRB	Telephone conference with D. Schechter re status, New World position	0.30	195.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/22/2006	LRB	Analyze and respond to multiple emails re New World and information issues	1.40	910.00
	MCH	Research re creditors that have priority over judgment creditor under California law; prepare memo re priority	1.90	560.50
11/23/2006	LRB	Draft email to K. Denniston re filing, issues, prepare email to counsel re same	2.30	1,495.00
11/24/2006	JSS	Prepare for and participate in call to discuss K. Denniston letter (.9); review and respond to correspondence with L. Bogdanoff re same (.6)	1.50	712.50
	LRB	Telephone conference with D. Simon re issues, New World	0.30	195.00
	LRB	Telephone conference with D. Friedman, D. Simon, J. Shenson et al. re response to New World, issues	0.70	455.00
	LRB	Prepare revised memo re issues	1.20	780.00
	LRB	Prepare email to D. Simon re call, issues	0.30	195.00
11/27/2006	CP	Prepare memorandum of points and authorities re motion to dismiss; motion to dismiss and notice of motion	1.20	300.00
	JSS	Review and respond to correspondence with L. Bogdanoff re employee information and injunction issues (.3); telephone call with D. Ragan re same (.2); prepare correspondence to D. Friedman and D. Schechter re call on injunction (.2)	0.70	332.50
	JSS	Telephone call with D. Schechter and D. Friedman re injunction and call from D. Schechter re same (.3); review correspondence from L. Bogdanoff re same (.3); prepare correspondence to D. Simon, V. Lin, and D. Ragan re fees (.1)	0.70	332.50
	JSS	Telephone calls with J. Fiero re state court matters and injunction	0.20	95.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/27/2006	JSS	Review and respond to correspondence with D. Friedman re order	0.20	95.00
	JSS	Review Intellamda letter (.2); prepare correspondence to D. Ragan and D. Schechter and D. Friedman re expense payments and related issues and review D. Schechter response re same (.3)	0.50	237.50
	LRB	Telephone conference with P. Warden re expert issues, status	0.20	130.00
	LRB	Telephone conference with K. Denniston re issues, follow-up	0.30	195.00
	LRB	Analyze email from D. Friedman re court ruling, follow-up	0.30	195.00
	LRB	Telephone conference with D. Simon re meeting	0.20	130.00
11/28/2006	JSS	Review letter from Paul Hastings to Latham re litigation and letter re modified injunction and injunction; review and respond to correspondence with L. Bogdanoff re same and draft comments memo to Latham re same	1.10	522.50
11/29/2006	JSS	Review and prepare correspondence for/to D. Ragan, D. Simon re settlement issue	0.20	95.00
	JSS	Review transcript from State Court	0.30	142.50
	JSS	Review letter from K. Denniston re case and settlement	0.20	95.00
	LRB	Telephone conference with K. Denniston re issues, settlement	0.70	455.00
11/30/2006	JSS	Prepare correspondence to Latham (.1); telephone call with D. Friedman re fees and State Court matter (.3)	0.40	190.00
	JSS	Review liquidation and settlement matter from XRoads; office conference with L. Bogdanoff re same (1.1) review correspondence with V. Lin re same (.3)	1.40	665.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
11/30/2006	JSS	Prepare and correspond with L. Bogdanoff re various matters concering litigation	0.20	95.00
SUBTOTAL: 120 - Litigation			53.30	27,702.00
<u>200 - Matters Involving Real Property Leases</u>				
11/1/2006	JSS	Prepare correspondence to Japan counsel re lease issue	0.10	47.50
	JSS	Conversation with Japan counsel re lease and retention issues	0.30	142.50
11/4/2006	JSS	Review correspondence with V. Lin and D. Ragan re Japan lease	0.20	95.00
11/7/2006	JSS	Review entered court order re leases	0.20	95.00
	JSS	Review correspondence re lease matter and correspondence to L. Bogdanoff re same	0.30	142.50
11/14/2006	JSS	Prepare correspondence to Japan counsel re lease and employee issues	0.40	190.00
	JSS	Review and respond to correspondence from V. Lin and S. Ashi re Japan lease	0.20	95.00
11/15/2006	JSS	Prepare correspondence to S. Abe Japan counsel re lease issues	0.10	47.50
11/16/2006	JSS	Review correspondence from D. Ragan re leases	0.10	47.50
11/17/2006	JSS	Review, edit and revise power of attorney and review lease termination agreement	0.70	332.50
	JSS	Review correspondence from D. Ragan and V. Lin re lease vacation (.1); draft letter to landlord re same (.7); prepare correspondence to D. Ragan re same (.1)	0.90	427.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
SUBTOTAL: 200 - Matters Involving Real Property Leases			3.50	1,662.50
Professional Services Rendered			313.70	\$139,014.50
Costs and Disbursements				
		Duplicating (at \$.20 per page)		1,746.00
		Incoming Faxes (at \$0.20 per page)		6.20
		Messenger Services and Overnight Mail		224.63
		Online Research		1,178.68
		Outside Services		97.00
		Postage		809.02
		Telephone		240.95
Total Costs and Disbursements				\$4,302.48
Total Current Charges				\$143,316.98
Previous Balance Forward				\$152,087.78
11/27/2006 Payment - thank you. Check No. Wire				(\$152,087.78)
Payments and Credits				(\$152,087.78)
Current Balance Due				\$143,316.98

Timekeeper Summary

<u>Name</u>	<u>Hours</u>	<u>Rate</u>
Lee R. Bogdanoff - Partner	72.50	650.00
Thomas E. Patterson - Partner	8.20	650.00
Thomas E. Patterson - Partner	1.00	0.00
Martin R. Barash - Partner	1.80	540.00
Martin R. Barash - Partner	19.80	0.00
Jennifer L. Dinkelman - Associate	6.90	395.00
Jennifer L. Dinkelman - Associate	0.90	0.00
Courtney Pozmantier - Associate	44.10	250.00

<u>Name</u>	<u>Hours</u>	<u>Rate</u>
Jonathan S. Shenson - Partner	149.00	475.00
Jonathan S. Shenson - Partner	5.90	0.00
Matthew C. Heyn - Associate	3.60	295.00