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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
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Case No. 06-40547 (RJN)

Chapter 11

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

[FOR THE MONTH OF JANUARY 2007]

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 January 1, 2007 to and
10 through January 31, 2007 (the "Application Period"). Pursuant to the "Order Approving
11 Motion for Authority to Establish Procedures for Interim Payment of Fees and Reimbursement
12 of Expenses" [Docket # 248] (the "Interim Fee Procedures Order"), this Monthly Application
13 also includes a narrative discussion of the various projects undertaken and tasks performed by
14 KTB&S, categorized by subject matter, for which compensation is sought (the "Narrative"), as
15 contemplated in Paragraph 3 of the "Guidelines for Compensation and Expense Reimbursement
16 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 \$87,664.32 on account of \$102,779.82
19 for interim compensation for services rendered and expenses incurred during the Application
20 Period (which payment request takes into account application of a \$15,115.00 credit arising
21 from an additional write-off by KTB&S in its Second Interim Fee Application), with
22 \$99,686.50 attributable to fees and \$3,092.82 attributable to expenses incurred. The interim
23 compensation and reimbursement of expenses sought herein is on account and is not final.
24 Upon conclusion of this case, KTB&S will seek final allowance and payment of fees and
25 expenses incurred for the totality of the services rendered in this case. Any payment of
26 interim fees or reimbursement of expenses received by KTB&S will be credited against the
27 final fees and expenses allowed by this Court.

28 **PLEASE TAKE FURTHER NOTICE THAT**, in accordance with the Interim Fee
Procedures Order, KTB&S is serving a copy of this Monthly Application (with Exhibit "1")

1 on the Office of the United States Trustee (the "U.S. Trustee") and a copy of this Monthly
2 Application (without Exhibit "1") on the Debtor, counsel for the Official Committee of Creditors
3 Holding Unsecured Claims (the "Committee"), and parties that have filed and served on the
4 Debtor requests for special notice (collectively, the "Core Parties"). A copy of this Monthly
5 Application (with Exhibit "1") is available upon written request to Klee, Tuchin, Bogdanoff &
6 Stern, LLP, Attn: Jonathan S. Shenson, 1999 Avenue of the Stars, 39th Floor, Los Angeles,
7 California 90067, by email to jshenson@ktbslaw.com, or by facsimile to (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., 1999 Avenue of the Stars, 39th Floor, Los
24 Angeles, CA 90067; the Office of the United States Trustee, Attn: Minnie Loo, Esq., 1301
25 Clay Street, Suite 690-N Oakland, CA 94612; and counsel to Committee, John D. Fiero, Esq.,
26 Pachulski, Stang, Ziehl, Young & Weintraub, LLP, 150 California Street, 15th Floor, San
27 Francisco, CA 94111.

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

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

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

8

<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 Estate Leases

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14 **1. Case Administration - 010.**

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

24 Case Administration - Total hours for January: .2

25 Total fees for January: \$108

26 **2. Meetings and Communications - 020.**

27 This category includes meetings, phones calls and other forms of communication which
28

1 do not clearly fit into one of the other eight activity categories. Time billed in this category
2 also includes communications with third parties concerning the scheduling of and/or
3 participation in meetings and phone calls.

4 Meetings and Communications - Total hours for January: 1.60

5 Total fees for January: \$864.00

6 **3. General Business Operations - 030.**

7 Time billed to this category relates largely to analyzing, addressing and conferring with
8 the Debtor on issues relating to PrediWave's business and operations in chapter 11. Among
9 other matters, KTB&S's services in this category include consultation on issues relating to (a)
10 the Debtor's corporate governance, management, operations, technology, finances (including
11 the management of its cash), financial accounting and reporting, tax reporting, personnel
12 matters, and litigation management and (b) the Debtor's compliance with the UST Guidelines,
13 preparation of amended Schedules and amended Statement of Financial Affairs, and filing of
14 Monthly Operating Reports and Verified Tax Statements.

15 During the Application Period, time billed to this category also includes time spent by
16 KTB&S analyzing, addressing and conferring with the Debtor and New World on matters
17 relating to the development and implementation of a "Reduction In Force" ("RIF") for
18 PrediWave. On January 4, 2007, with the support of New World and the Committee, the
19 Debtor executed on the first phase of its RIF, terminating roughly 30% of its workforce.

20 As the Court knows, concurrently with the RIF at PrediWave, PrediWave's affiliates
21 conducted their own RIFs. Due to certain levy and other actions taken by New World, which
22 had the effect of freezing the bank accounts of its affiliates, the affiliates had to terminate their
23 employees without paying them amounts then due and owing (including accrued wages and
24 benefits). On January 8, 2007, the then-former employees of six of the affiliates (collectively,
25 the "Involuntary Debtors") filed involuntary petitions against them. Pursuant to its authority
26 under the Affiliate Stipulated Order, PrediWave had to take certain actions as a result.¹

27 _____
28 ¹ The Affiliate Stipulated Order provides, in pertinent part, that the administrative services being performed by the Debtor for its affiliates are expanded such that, pending further order of the Court (with the possible exception of Intellambda in the event of an Intellambda Sale (as defined in the Affiliate Stipulated Order)), the Debtor, by and through Dennis I. Simon and/or Dawn Ragan of

1 Accordingly, time billed to this category includes time spent by KTB&S in addressing and
2 conferring with the Debtor and its affiliates on matters relating to notifying the affiliates'
3 banks of the involuntary filings and taking other steps to ensure that the affiliates' banks were
4 made aware of the automatic stay, then in effect.

5 Also, in the days following the involuntary filings, PrediWave found itself in the
6 impossible position of rendering administrative services to the Involuntary Debtors, which had
7 no ability to meaningfully respond to the involuntary bankruptcy filings or otherwise conduct
8 themselves in accordance with the Bankruptcy Code and applicable rules and, accordingly,
9 KTB&S spent time analyzing, addressing and conferring with the Debtor on such matters and,
10 among other things, began preparing a draft stipulated order to amend the Affiliate Services
11 Order in order to clarify and, if necessary, modify PrediWave's responsibilities thereunder.
12 Ultimately, however, efforts to work with New World to address these and other related issues
13 seemed futile and, as such, and for other reasons beyond the scope of this Application, the
14 Debtor (through KTB&S) prepared and filed pleadings in each of the Involuntary Debtors'
15 cases requesting entry of an order for relief and the appointment of a trustee. On February, 7,
16 2007, Court ruled that it would grant the relief sought by PrediWave.

17 During the Application Period, KTB&S also spent time analyzing, addressing and
18 conferring with the Debtor on matters arising out of an order entered in the Santa Clara Action
19 which had the effect of preventing PrediWave's affiliates from paying their allocated share of
20 litigation costs incurred by them in the Santa Clara Action,² which resulted in Latham &
21 Watkins LLP ("Latham"), Allen & Overy ("A&O") and at least 12 litigation experts and
22 expert witnesses not being paid. As a result, KTB&S became inundated with phone calls,
23 emails and other requests from these professionals and experts concerning their unpaid bills,
24

25 XRoads, has the sole and exclusive power and authority to exercise control over cash of the Affiliates, initiate wire transfers and
26 cash transfers and otherwise conduct banking transactions for the affiliates. The Affiliate Services Order did not, by its terms,
27 purport to place the Debtor in control of the Affiliates or the Affiliates' business decisions.

28 ² As this Court may recall, at the very beginning of PrediWave's bankruptcy case, the Court made clear that PrediWave should not
be paying the legal bills of its co-defendants. To that end, in conjunction with its supplemental employment application, Latham &
Watkins, LLP disclosed an allocation under which PrediWave would pay 30% of Latham's fees and expenses relating to the Santa
Clara Action, and the other affiliated defendants would pay 70% (each such affiliated entity paying its ratable share based upon the
number of such entities). With regard to other litigation-related expenses, the same allocation had been applied on a provisional
basis, subject to further and continuing investigation and analysis.

1 many of which have indicated they will be seeking payment exclusively (and for the whole
2 amount) from PrediWave.

3 Finally, the Debtor, New World and the Committee have been evaluating and continue
4 to evaluate a series of options designed to resolve the Bankruptcy Case. Among other things,
5 the parties have discussed the possibility of proceeding with a consensual plan of
6 reorganization for PrediWave or dismissing the Bankruptcy Case pursuant to a comprehensive
7 resolution. At New World's request, Debtor has also spent time drafting a complicated
8 proposed stipulated order to dismiss the bankruptcy case, which was reviewed by the
9 Committee and circulated to New World for its review. Ultimately, and for reasons that were
10 never communicated to PrediWave, New World advised PrediWave and the Committee that it
11 had determined not to follow the dismissal route.

12 General Business Operations - Total hours for January: 112.70

13 Total fees for January: \$63,326.00

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

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

20 During the Application Period, KTB&S also spent time working with Latham and
21 A&O on matters relating to the preparation of final fee applications in this case. By way of
22 background, New World filed a motion for entry of an order for the establishment of an
23 administrative claims bar date and order compelling Latham and A&O to comply with the
24 Interim Fee Procedures Order.

25 KTB&S also spent time preparing its sixth monthly fee application for the period from
26 December 1, 2006 to and through December 31, 2006 (the "Sixth Monthly Fee Application").
27 Different from most chapter 11 cases, here the estate's professionals are required to spend a
28 meaningful amount of time preparing monthly fee applications due to certain provisions in the

1 Interim Fee Procedures Order which require, among other things, that applicants include in
2 monthly fee applications (and not just in interim and final fee applications) a narrative
3 discussion of the various projects undertaken and tasks performed by the applicant categorized
4 by subject matter (as contemplated in the Guidelines). KTB&S filed and served the Sixth
5 Monthly Fee Application (and notice thereof) and did not draw any objections to the payment
6 requested therein.

7 Finally, KTB&S also began preparing its Second Interim Fee Application for the
8 period September 1, 2006 to and through December 31, 2006.

9 Fee/Employment Application - Total hours for January: 33.30

10 Total fees for January: \$18,185.50

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

12 During the Application Period, time billed to this category includes time spent by
13 KTB&S in analyzing, addressing and conferring with the Debtor on issues relating to New
14 World's motion for the establishment of an administrative claims bar date in the case. In
15 addition to spending time drafting an opposition and conferring with Latham on matters
16 relating thereto, KTB&S, on behalf of the Debtor, took the lead in negotiating and
17 documenting a stipulated order wherein Latham and A&O would be required to final fee
18 applications no later than February 15, 2007, and New World would agree to withdraw its
19 motion. In addition to securing Latham and A&O's commitment to file final fee applications
20 by the middle of February, KTB&S also had to negotiate with New World the substance of the
21 stipulation. The Debtor sent the proposed form of stipulated order from New World, and is
22 waiting to hear back whether it is acceptable to New World.

23 Claims Administration/Objections - Total hours for January: 12.40

24 Total fees for January: \$7,103.00

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

26 During the Application Period, time billed to this category also includes time spent by
27 KTB&S in analyzing, addressing and conferring with the Debtor on issues relating to an offer
28 by a non-insider third party to acquire the assets of one of its affiliates.

1 matters relating to the Debtor's performance of post-petition obligations under one of its
2 domestic real property leases.

3 Real Property Leases - Total hours for January: .60

4 Total fees for January: \$324.00

5 DATED: February 8, 2007

6 /s/ Jonathan S. Shenson
7 JONATHAN S. SHENSON, a Member of
8 KLEE, TUCHIN, BOGDANOFF & STERN LLP
9 Reorganization Counsel for the Debtor
10 and Debtor in Possession
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Taxpayer I.D. No. 95-4744518

Prediwave Corporation
48431 Milmont Drive
Fremont CA 94538

February 08, 2007
Invoice No. 7222

For Services Rendered Through January 31, 2007

In Reference To: Prediwave Corporation
File No.: 1629

Professional Services

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
<u>010 - Case Administration</u>				
1/30/2007	JSS	Review pleading filed in case by D. Hyang re pro hac vice	0.20	108.00
SUBTOTAL: 010 - Case Administration			0.20	108.00
<u>020 - Meetings and Communications</u>				
1/2/2007	JSS	Prepare correspondence to E. Goldberg re status of case and affiliate matters	0.10	54.00
1/3/2007	JSS	Meeting with E. Goldberg re status of case and affiliate matters	0.50	270.00
1/16/2007	JSS	Telephone call with V. Lin re call to discuss affiliate issues	0.20	108.00
1/18/2007	JSS	Review correspondence from A.W. Porter re call with New World	0.10	54.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/18/2007	JSS	Telephone conference with K. Denniston re call with Paul Hastings and other scheduling administrative matters	0.30	162.00
1/19/2007	JSS	Review and respond to correspondence re call with New World	0.20	108.00
1/29/2007	JSS	Review and respond to correspondence from D. Ragan re call with Paul Hastings	0.20	108.00
SUBTOTAL: 020 - Meetings and Communications			1.60	864.00
<u>030 - General Business Operations</u>				
1/1/2007	JLD	Prepare employee waiver and release	3.50	1,575.00
	JSS	Review and respond to correspondence with L. Bogdanoff (.1) and phone call with V. Lin re RIF matters (.4); participate on conference call with D. Ragan, V. Lin, L. Bogdanoff and K. Denniston re same (.5); review severance information from D. Ragan re same (.1); review proposed release and related correspondence from L. Bogdanoff (.2)	1.30	702.00
	LRB	Telephone conference with K. Denniston, D. Ragan, V. Lin, J. Shenson re RIF issues	0.60	435.00
	LRB	Analyze and comment on draft employee release, prepare email re same	0.50	362.50
1/2/2007	JSS	Prepare correspondence to K.Denniston re RIF	0.20	108.00
	JSS	Telephone call to J. Fiero re RIF and dismissal stipulation	0.30	162.00
	JSS	Telephone call with Bank of America re modified injunction and judgment and levy	0.20	108.00
	JSS	Telephone conference with D. Ragan re accounts and RIF matters	0.40	216.00
	JSS	Conference call with Bank of America re banking issue and levy (4) and follow-up call to D. Ragan re same (.2)	0.60	324.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/2/2007	JSS	Review and respond to correspondence with J. Dinkelman re corp. organization documentation and conversation with J. Dinkelman re same	0.20	108.00
	JSS	Telephone conference with V. Lin re various matters including operations, banking and affiliate issues	0.30	162.00
	JSS	Meeting with L. Bogdanoff to discuss committee comments to dismissal stipulation	0.50	270.00
	JSS	Telephone call with J. Fiero re dismissal stipulation	0.50	270.00
	JSS	Review materials re affiliate banking matters	0.30	162.00
	JSS	Prepare correspondence to V. Lin and D. Ragan re banking issue	0.20	108.00
	JSS	Telephone call to V. Lin re various operational matters	0.10	54.00
	LRB	Analyze follow-up emails re RIF to K. Denniston et al., comments	0.30	217.50
	LRB	Analyze committee comments on dismissal stipulation	0.30	217.50
	LRB	Analyze committee comments on dismissal agreement, confer with J. Shenson re same	0.80	580.00
	LRB	Confer with J. Shenson re dismissal issues	0.20	145.00
1/3/2007	JSS	Revise stipulation to dismiss (2.6); and prepare correspondence to New World re same (.4)	3.00	1,620.00
	JSS	Review correspondence from K. Denniston re Japan matters (.1); prepare correspondence to client re same (.2); review correspondence from Committee (.2) and D. Ragan re same (.1)	0.60	324.00
	JSS	Telephone call with J. Fiero re New World issues and subordination	0.20	108.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/3/2007	JSS	Prepare correspondence to K. Denniston re RIF (.1); conversation with K. Denniston re same (.3); telephone calls to V. Lin re same(.5)	0.90	486.00
	JSS	Draft correspondence to client re various matters including RIF and New World	0.50	270.00
	JSS	Telephone call with D. Ragan re various matters including operations and RIF (.9); review and respond to correspondence with L. Bogdanoff re same (.2)	1.10	594.00
	LRB	Review draft dismissal agreement, prepare additions	0.80	580.00
1/4/2007	JSS	Review and respond to correspondence with L. Bogdanoff re reductions in force	0.20	108.00
	JSS	Review correspondence from K. Denniston re affiliate RIFs (.1) and conversation with L. Bogdanoff re same (.3); prepare correspondence to V. Lin and D. Ragan re same (.1)	0.50	270.00
	JSS	Review and respond to correspondence with J. Fiero re RIF and administrative bar date motion	0.20	108.00
	JSS	Telephone call to K. Denniston re RIF issues	0.30	162.00
	JSS	Telephone call with D. Friedman re litigation/expert fees	0.20	108.00
	JSS	Telephone call with J. Fiero re case status	0.30	162.00
	JSS	Review levy materials from XRoads re affiliate and banking matters	0.20	108.00
	JSS	Telephone call with V. Lin, D. Ragan and H. Rubinson re business operations, banking matters	1.10	594.00
	LRB	Analyze and comment on emails from J. Shenson, D. Ragan re RIF	0.30	217.50
	LRB	Analyze email from K. Denniston re RIF, follow-up with J. Shenson	0.20	145.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/4/2007	LRB	Telephone conference with J. Shenson re dismissal, RIF, issues re same	0.30	217.50
1/5/2007	JSS	Review and respond to correspondence with V. Lin re Japan matters (.2) and correspondence to K. Denniston re same (.1)	0.30	162.00
	JSS	Review correspondence from D. Ragan to K. Denniston re RIF (.2) and correspondence with J. Fiero and D. Simon re same (.2); review correspondence from V. Lin to K. Denniston re same (.1)	0.50	270.00
	JSS	Review correspondence from D. Ragan to banks re banking affiliates	0.20	108.00
	JSS	Review and respond to correspondence with D. Ragan re payment of litigation expenses	0.20	108.00
	JSS	Review correspondence from D. Ragan and banks re affiliate and banking matters	0.20	108.00
	JSS	Review correspondence from V. Lin re RIF	0.10	54.00
	JSS	Review and respond to correspondence with D. Schechter re expert fees	0.30	162.00
	JSS	Review materials re winddown/employee issues	0.40	216.00
	JSS	Telephone conversation with D. Ragan re business operations and banking matters and RIFs	0.90	486.00
	JSS	Review and respond to correspondence with K. Denniston re RIFS, banking and other matters (.2); telephone conversation with K. Denniston re same (.4); telephone call with V. Lin re same (.2)	0.80	432.00
	JSS	Prepare notes re case strategy	0.20	108.00
	JSS	Telephone call with J. Fiero re various matters and dismissal	0.20	108.00
	LRB	Analyze emails from D. Ragan re PrediWave RIF, cash management	0.30	217.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/5/2007	LRB	Analyze emails re asset sales, RIF	0.30	217.50
1/6/2007	JSS	Telephone call with V. Lin re business and banking matters (.3) call with D. Ragan re same (.2)	0.50	270.00
	JSS	Review and respond to correspondence with L. Bogdanoff re business and banking matters	0.20	108.00
1/7/2007	JSS	Prepare and review correspondence from D. Ragan re banking and affiliate matters (.2); telephone call with D. Ragan re same (.3)	0.50	270.00
	JSS	Review XRoads comments to dismissal stipulation	0.30	162.00
1/8/2007	JSS	Prepare and respond to multiple correspondence to New World and others including banks, committee and other various banking and affiliate matters	2.20	1,188.00
	JSS	Telephone calls with H. Lichterman re involuntary filings by the affiliates	0.30	162.00
	JSS	Prepare for call with Latham re expert and litigation witness fees and expenses (.8); telephone call with D. Friedman and D. Schechter re same (.8) telephone call with Navigant re same (.8); telephone call with Protivity (.2)	2.60	1,404.00
	JSS	Review materials and prepare for call with K. Denniston, J. Fiero and others re dismissal stipulation	0.60	324.00
	JSS	Telephone call with J. Fiero re affiliate matters and involuntary	0.40	216.00
	JSS	Review and respond to correspondence with D. Ragan re affiliate matters	0.30	162.00
	JSS	Research re various affiliate issues	0.80	432.00
	JSS	Telephone calls with V. Lin re various affiliate matters and banking issues	0.40	216.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/8/2007	JSS	Telephone call with K. Denniston, L. Bogdanoff, D. Ragan and J. Fiero re affiliate filings (.5) and conversations with D. Ragan and L. Bogdanoff re same (.2); conversation with K. Denniston re same (.3)	1.00	540.00
	JSS	Prepare correspondence to V. Lin and D. Ragan re various business, banking and affiliate matters (.3) conversation with D. Ragan (.4); conversation with V. Lin (.4)	1.10	594.00
	JSS	Email to K. Denniston re Latham and Navigant fees (.1); and correspondence to Latham and Navigant re same	0.20	108.00
	JSS	Prepare email to E. Goldberg re affiliate filings	0.10	54.00
	LRB	Analyze comments on dismissal agreement	0.30	217.50
	LRB	Prepare revisions re dismissal agreement	0.70	507.50
	LRB	Analyze emails re affiliate filings, prepare emails to client re affiliate services	0.30	217.50
	LRB	Telephone conference with K. Denniston, J. Fiero, J. Shenson re involuntary, issues	0.40	290.00
1/9/2007	JSS	Telephone call with E. Goldberg re affiliate matters	0.10	54.00
	JSS	Prepare correspondence to D. Ragan and V. Lin re affiliate matter	0.20	108.00
	JSS	Draft correspondence to New World re cash management and related issues	0.40	216.00
	JSS	Telephone call with K. Denniston re various affiliate matters (.4); telephone call with J. Fiero re same (.3); telephone call to G. Lunt re same (.1)	0.80	432.00
	JSS	Prepare various email correspondence to L. Bogdanoff re status and banking issues (.6); telephone call with L. Bogdanoff re same (.5)	1.10	594.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/9/2007	JSS	Review and respond to correspondence with V. Lin re banking and affiliate issues	0.20	108.00
	JSS	Review and respond to correspondence with D. Friedman re expert fees (.2); telephone call with certain experts re same (.4)	0.60	324.00
	JSS	Review correspondence from E. Goldberg re affiliate involuntaries	0.20	108.00
	JSS	Telephone call with K. Denniston re affiliate matters and banking issues	0.80	432.00
	JSS	Telephone call with D. Ragan, V. Lin, and H. Rubinson re strategy and affiliate issues (1.6); telephone call with D. Ragan re same (.3)	1.90	1,026.00
	LRB	Confer with J. Shenson re affiliate payments, issues	0.50	362.50
	LRB	Analyze and respond to multiple emails from J. Shenson, D. Ragan re cash transfers, filings	1.20	870.00
1/10/2007	JLD	Research corporate law issues	3.20	1,440.00
	JSS	Review and respond to correspondence with L. Bogdanoff re case	0.20	108.00
	JSS	Prepare correspondence to K. Denniston re affiliate and banking matters	0.10	54.00
	JSS	Discussion with J. Dinkelman re corporate authority	0.60	324.00
	JSS	Review correspondence from D. Ragan re disbursement and affiliate issues (.2); telephone call with D. Simon re same (.2); telephone call with V. Lin re same (.2)	0.60	324.00
	JSS	Review correspondence from D. Ragan re meeting with B. Keiser	0.20	108.00
	JSS	Telephone call with K. Denniston re STUB and business issues	0.60	324.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/10/2007	JSS	Review correspondence from D. Ragan re retention bonus	0.20	108.00
	JSS	Review and respond to correspondence with K. Denniston re information requirements(.2); prepare correspondence to D. Ragan, H. Rubinson and L. Bogdanoff re same (.2)	0.40	216.00
	JSS	Review correspondence from K. Denniston re Latham issue	0.10	54.00
	JSS	Telephone conversation with J. Fiero re case and affiliate issues	0.20	108.00
	JSS	Telephone call with K. Denniston re affiliate, banking and administrative bar date matters	0.30	162.00
	JSS	Review correspondence with D. Ragan re information to affiliates	0.20	108.00
	JSS	Review and respond to correspondence with K. Denniston re same and other affiliate matters	0.30	162.00
	LRB	Confer with J. Shenson re filings, cash management and estate representation	0.30	217.50
	LRB	Analyze and comment on D. Ragan email re New World director, issues	0.30	217.50
1/11/2007	JSS	Telephone call with V. Lin re affiliates and banking matters	0.40	216.00
	JSS	Review materials re affiliate filings and involuntaries	0.20	108.00
	JSS	Telephone call with J. Fiero re case	0.20	108.00
	JSS	Review information from D. Ragan to be provided to New World and transmit correspondence to New World re same	0.50	270.00
	JSS	Review and respond to correspondence with D. Ragan re Japan office issue (.3) and correspondence to Japan counsel re same (.1)	0.40	216.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/11/2007	JSS	Review and respond to correspondence with V. Lin, D. Ragan and others re Japan matters and correspondence to counsel re same	0.30	162.00
	JSS	Review materials re affiliate bankruptcy filings	0.40	216.00
	JSS	Telephone call with D. Ragan re strategy and case issues	0.50	270.00
	JSS	Telephone call with A. Potter and D. Ragan re settlement and information release (.5) and review materials (.3); prepare correspondence to A. Potter re same (.3)	1.10	594.00
	LRB	Telephone conference with D. Simon re estate representation	0.20	145.00
	LRB	Analyze and respond to emails from D. Ragan, J. Shenson re information release	0.30	217.50
1/12/2007	JSS	Review and respond to correspondence from D. Ragan and V. Lin re affiliate matter	0.20	108.00
	JSS	Review correspondence from V. Lin re corporate governance (.3); telephone call with V. Lin re same (.3); telephone call with K. Denniston re same (.2); telephone call with J. Fiero re same (.2)	1.00	540.00
	JSS	Communication with Protivity counsel re New World administrative bar date motion	0.20	108.00
	JSS	Review and respond to correspondence with D. Ragan re date and liquidation issue	0.20	108.00
	JSS	Review bank balance information and transmit same to New World	0.20	108.00
	JSS	Telephone conversation with V. Lin re business operation and strategy and affiliate issue	1.40	756.00
	JSS	Telephone call with H. Rubinson re liquidation and disposition matter	0.30	162.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/12/2007	LRB	Analyze emails from J. Shenson, D. Ragan re New World information requests, issues, comment thereon and draft responses	0.50	362.50
1/15/2007	JSS	Prepare and review correspondence with Japan counsel re Japan operations	0.60	324.00
	JSS	Review and respond to correspondence with D. Ragan re expert fees (.2) and review correspondence from D. Friedman re same (.1)	0.30	162.00
	JSS	Review and respond to correspondence with K. Denniston re case and status of stipulation	0.20	108.00
	JSS	Review and respond to correspondence with XRoads re banking matters (.4) and prepare correspondence to K. Denniston re same (.1)	0.50	270.00
	JSS	Review and respond to correspondence with V. Lin re banking	0.20	108.00
1/16/2007	JSS	Review correspondence with Japan counsel (.2) and prepare correspondence to client re same (.1); review correspondence from D. Ragan re same (.1) review correspondence from V. Lin (.1)	0.50	270.00
	JSS	Telephone conversation with D. Ragan re employee issue (.3); review materials re same (.2); telephone call to K. Denniston re same (.1)	0.60	324.00
	JSS	Review correspondence from L. Jurich re affiliate bank issues and levy	0.20	108.00
	JSS	Telephone conversation with K. Denniston re various operational and affiliate matters	0.20	108.00
	JSS	Meeting with L. Bogdanoff re case status	0.30	162.00
	LRB	Analyze emails from D. Ragan, H. Rubinson re affiliate payments	0.30	217.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/16/2007	LRB	Confer with J. Shenson re status, issues	0.20	145.00
1/17/2007	JSS	Review and respond to correspondence with Japan counsel re operation and shut down issue	0.20	108.00
	JSS	Review correspondence from B. Cheney re affiliate matter	0.10	54.00
	JSS	Review correspondence from D. Ragan re Steefel and banking matter	0.10	54.00
	JSS	Telephone call with Pillsbury re witness, expert fee matter	0.20	108.00
	JSS	Telephone call with K. Denniston and J. Fiero re case status (.3) and conference call with J. Fiero re same (.1)	0.40	216.00
	JSS	Review correspondence with D. Ragan re case update	0.10	54.00
	JSS	Telephone call with D. Ragan re operations and affiliate issues	0.40	216.00
1/18/2007	JSS	Telephone conference with D. Ragan re affiliates and banking	0.30	162.00
	JSS	Review correspondence from and telephone call to K. Denniston re case and business issues	0.20	108.00
	JSS	Telephone conference with D. Ragan re operation	0.10	54.00
	JSS	Review correspondence from New World operations and affiliate issues	0.20	108.00
1/19/2007	JSS	Review and respond to correspondence from V. Lin and A. Shinichiro re Japan operation	0.20	108.00
	JSS	Telephone conference with D. Ragan re case strategy and banking issues	0.50	270.00
	JSS	Review correspondence from Canadian counsel re corporate matters and related matters	0.20	108.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/19/2007	JSS	Prepare correspondence to Protivity counsel re fee issue	0.20	108.00
	JSS	Review correspondence from D. Ragan re affiliate and corporate governance matters	0.20	108.00
1/21/2007	JSS	Review and respond to correspondence with Japan counsel and D. Ragan re Japan operation and call	0.40	216.00
1/22/2007	JSS	Review and respond to correspondence with D. Ragan and Japan counsel re same, corporate seal and unemployment benefits	0.20	108.00
	JSS	Telephone call with J. Fiero re case status (.2); telephone call to D. Ragan re same (.1)	0.30	162.00
	JSS	Review monthly operating report and tax statement	0.80	432.00
	JSS	Prepare pleading for verified tax statement	0.20	108.00
	JSS	Review and respond to correspondence with D. Ragan re operations and affiliate/banking issues	0.20	108.00
	JSS	Prepare for call with New World (.6); participate on call with K. Denniston and R. Chesley and others re case and affiliate matters (.7)	1.30	702.00
	JSS	Telephone conference with V. Lin re corporate governance, business issues and affiliate matters	0.40	216.00
	JSS	Review correspondence re call with Japan counsel re Japan operation	0.20	108.00
	JSS	Draft new stipulation re clarification of affiliate responsibilities	0.50	270.00
	JSS	Telephone conference with D. Ragan re banking matters	0.30	162.00
	JSS	Telephone conference with Japan counsel, V. Lin and D. Ragan re Japan operation	0.30	162.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/22/2007	JSS	Review Intellmanda notice re eviction	0.10	54.00
	JSS	Review revised MOR and review and respond to correspondence with D. Ragan re same	0.40	216.00
	JSS	Review weekly affiliate disbursement information and prepare correspondence to New World	0.30	162.00
	LRB	Telephone conference with R. Chesley, K. Denniston, D. Ragan, J. Shenson re filings, issues	0.70	507.50
	LRB	Prepare for call with Paul Hastings re filings	0.40	290.00
1/23/2007	JSS	Review and respond to correspondence with D. Ragan re MOR	0.20	108.00
	JSS	Review docket re affiliate involuntary matters	0.10	54.00
	JSS	Draft stipulation re clarification affiliate service	2.40	1,296.00
	JSS	Review revised MOR (.4) and finalize and file same (.2)	0.60	324.00
	JSS	Telephone call with S. Abe, V. Lin and D, Ragan re Japan operations and winddown issues	0.60	324.00
	LRB	Analyze and respond to emails re monthly operating report and operational issues, respond to same	0.80	580.00
1/24/2007	JSS	Prepare correspondence to V. Lin re Japan operations	0.30	162.00
	JSS	Draft stipulation re clarification of affiliate services (2.8); telephone conversation with K. Denniston re matter (.2); conversation with L. Bogdanoff re same (.3)	3.30	1,782.00
	JSS	Telephone call with V. Lin re administration, operations	0.30	162.00
	LRB	Confer with J. Shenson re administrative services and affiliates	0.50	362.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/25/2007	JSS	Review and respond to correspondence with L. Bogdanoff re strategy and related case matters (.2); telephone call to J. Fiero re same (.3) telephone call to K. Denniston re same (.3); telephone call to G. Lunt re same and fees (.2)	1.00	540.00
	JSS	Review and respond to correspondence with Protivity (.2) and call with Protivity counsel re same re expert witness with fees (.2)	0.40	216.00
	JSS	Review invoice information from FTI re fees (.2) and telephone call to FTI re same (.1)	0.30	162.00
	JSS	Review and respond to correspondence with R. Chesley re call (.1); correspondence with V. Lin re affiliate matters (.4)	0.50	270.00
	JSS	Review labor claims	0.30	162.00
	JSS	Draft pleading on affiliate matters	3.20	1,728.00
	JSS	Call with D. Ragan re case and banking matters	0.50	270.00
	LRB	Analyze and respond to emails from J. Shenson re affiliate filings, plan	0.50	362.50
1/26/2007	JSS	Prepare and review correspondence with V. Lin re banking and administrative issues (.2) and call with V. Lin re same (.2)	0.40	216.00
	JSS	Prepare and respond correspondence to K. Denniston re administrative claims bar date and Japan office	0.20	108.00
	JSS	Prepare correspondence to D. Ragan re banking and affiliate service issues	0.20	108.00
	JSS	Review and revise affiliate pleadings and draft proposed form of orders	1.40	756.00
	JSS	Telephone call from K. Denniston re bank accounts and correspondence with D. Ragan re same	0.20	108.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/26/2007	LRB	Analyze and respond to emails from J. Shenson re New World position, exclusivity, issues	0.50	362.50
1/29/2007	JSS	Prepare and review correspondence with D. Ragan re banking and affiliate disbursement issues	0.20	108.00
	JSS	Telephone conference with D. Ragan re operation and business matters (.3) and telephone call from V. Lin re same (.1)	0.40	216.00
	JSS	Review court docket re affiliate filings	0.20	108.00
	JSS	Review bank balance information	0.20	108.00
	LRB	Analyze email from J. Shenson re status, filings	0.20	145.00
1/30/2007	JSS	Prepare for and participate on call with New World (.8) and conversation with L. Bogdanoff re same (.2)	1.00	540.00
	JSS	Review docket for affiliate filings	0.10	54.00
	JSS	Draft pleadings for affiliate cases	3.20	1,728.00
	JSS	Telephone call with V. Lin re business matters	0.20	108.00
	JSS	Review correspondence re Canada operation	0.10	54.00
	JSS	Conversation with D. Ragan re strategy and business issues	0.30	162.00
	JSS	Review and respond to correspondence with D. Ragan and K. Denniston re sale tax and other affiliate disbursement issues	0.20	108.00
	JSS	Review memo from D. Ragan to R. Chesley re open item	0.20	108.00
	LRB	Telephone conference with R. Chesley, D. Ragan, J. Shenson re filing issues	0.50	362.50
	LRB	Prepare edits, additions to statement re involuntary	1.50	1,087.50

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/31/2007	JSS	Revise affiliate pleadings and review D. Ragan comments re same and finalize and file same	3.30	1,782.00
	JSS	Review correspondence from Canadian counsel re affiliate matter	0.20	108.00
	JSS	Telephone conference with U.S. Trustee's office in San Jose(.2) and in Oakland (.2)	0.40	216.00
	JSS	Telephone conference with J. Fiero re various matters	0.20	108.00
	JSS	Telephone conference with law clerk to Judge Newsome re affiliate filings and related matters	0.20	108.00
	JSS	Telephone conference with chambers re affiliate matters	0.30	162.00
	JSS	Prepare correspondence to L. Bogdanoff and D. Ragan and V. Lin	0.20	108.00
	JSS	Telephone conference with K. Denniston re stipulation and Japan re affiliate matter	0.10	54.00
	JSS	Email to and telephone call with E. Goldberg re affiliate matter	0.20	108.00
	JSS	Telephone conference with D. Ragan re affiliate matters and Japan and LA action	0.30	162.00
	JSS	Telephone conference with D. Friedman re experts and related issues	0.20	108.00
	LRB	Analyze and revise statement re filings	0.60	435.00
SUBTOTAL: 030 - General Business Operations			112.70	63,326.00
<u>040 - Fee/Employment Applications</u>				
1/2/2007	JSS	Telephone call with Greg Lunt re fees	0.20	108.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/3/2007	JSS	Draft monthly fee statement	3.80	2,052.00
1/4/2007	JSS	Review, edit and revise fee statement and draft notice	1.80	972.00
	JSS	Prepare correspondence to estate professionals re fee application (.3) and review and respond to correspondence with G. Lunt re same (.2); telephone conversation with J. Tang re same (.3); prepare correspondence to J. Tang (.2)	1.00	540.00
1/5/2007	JSS	Review correspondence from Allen & Overy re fee application	0.10	54.00
	JSS	Revise, finalize and file monthly fee statement and notice thereof and notice of rate change	1.20	648.00
1/9/2007	JSS	Review correspondence from J. Tang re Allen & Overy and fee matters	0.10	54.00
1/10/2007	JSS	Review and respond to correspondence with A. Sachdeva re fee issues	0.20	108.00
1/11/2007	JSS	Telephone call with D. Schechter re fees	0.30	162.00
1/16/2007	JSS	Draft second quarterly fee application	3.60	1,944.00
1/17/2007	JSS	Review XRoads fee statement (.4) and draft notice re same (.2)	0.60	324.00
	JSS	Telephone call with G. Lunt re fee and Latham issue	0.20	108.00
1/18/2007	JSS	Review and respond to correspondence with A. Sachdeva re fees and final fee application (.2); telephone call with A. Sachdeva re same (.3); review A&O employment application (.3)	0.80	432.00
	JSS	Draft application and supporting documents re KTBS fees	2.40	1,296.00
1/19/2007	JSS	Review Pachulski, Stang Fifth Monthly Fee Statement	0.30	162.00
	JSS	Review, edit and revise second interim fee application	2.40	1,296.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/22/2007	JSS	Prepare correspondence to V. Lin and D. Ragan re fees	0.10	54.00
1/23/2007	JSS	Review court draft and prepare correspondence with D. Ragan re fee issue	0.20	108.00
	JSS	Telephone call with G. Lunt re fee issues and case status (.4); telephone call with D. Friedman re same (.2) and review and respond to correspondence with D. Friedman re same (.2)	0.80	432.00
1/24/2007	JSS	Review and revise second fee application	1.10	594.00
1/25/2007	JSS	Review, edit and revise fee application	2.10	1,134.00
	JSS	Prepare memo to L. Bogdanoff and review response re affiliate and claim matters	0.40	216.00
1/26/2007	JSS	Revise fee application	2.40	1,296.00
	JSS	Review XRoads fee statement	0.80	432.00
1/29/2007	JSS	Revise fee application and review and respond to correspondence with L. Bogdanoff re same	1.60	864.00
	JSS	Prepare correspondence to A. Sachdeva re fees and final fee application	0.10	54.00
	JSS	Telephone conference with and correspondence to J. Fiero re fee application	0.10	54.00
	JSS	Review invoice from Japan counsel and transmit same to Asaki	0.20	108.00
	LRB	Prepare additions to fee application, revise same	1.10	797.50
1/30/2007	JSS	Review and respond to correspondence with J. Fiero re fee application	0.20	108.00
	JSS	Review, edit and revise and finalize and file second interim application for fees	2.60	1,404.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/30/2007	JSS	Review XRoads fee application	0.50	270.00
SUBTOTAL: 040 - Fee/Employment Applications			33.30	18,185.50
<u>070 - Claims Administration & Objections</u>				
1/2/2007	JSS	Prepare objection to New World motion re administrative bar date and revise same	1.60	864.00
	JSS	Telephone conference with K. Denniston re various matters and severance and release (.4); Prepare correspondence to client re same (.2)	0.60	324.00
	JSS	Telephone conference with K. Denniston re administrative claims bar date motion	0.20	108.00
	LRB	Prepare changes, additions to objection to administrative bar date motion	1.20	870.00
1/3/2007	JSS	Review correspondence from J. Fiero re insider claims and related issues	0.20	108.00
	LRB	Review responses re bar date, applications	0.40	290.00
1/5/2007	JSS	Review correspondence from J. Fiero re claim	0.10	54.00
	JSS	Review correspondence from D. Ragan re claims	0.10	54.00
1/8/2007	JSS	Telephone calls with K. Denniston re administrative claim and related issues (.2); Telephone call with G. Lunt re same (.3); telephone calls with D. Ragan re same (.3)	0.80	432.00
	LRB	Confer with J. Shenson re bar date, advisor issues	0.20	145.00
	LRB	Analyze emails re bar date, advisor claims and motions, respond to same	0.40	290.00
1/9/2007	JSS	Telephone call with G. Lunt and D. Schechter re New World administrative claims motion bar date	0.10	54.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/9/2007	JSS	Telephone call to J. Fiero re New World administration claims motion bar date	0.20	108.00
	JSS	Draft stipulation re New World claims motion bar date (3.4); prepare and review correspondence with D. Schechter re same (.3)	3.70	1,998.00
1/10/2007	JSS	Telephone call to G. Lunt re administrative bar date motion (.1); telephone call to Protivity re same (.1)	0.20	108.00
	JSS	Revise stipulated order re New World motion and send correspondence to New World and committee re same	0.40	216.00
	JSS	Review correspondence from J. Fiero re stipulated order on New World motion	0.10	54.00
1/12/2007	JSS	Review employee V. Lin contract	0.30	162.00
1/16/2007	JSS	Prepare correspondence to K.Denniston re administrative bar date motion	0.10	54.00
1/17/2007	JSS	Prepare correspondence to K. Denniston re claims bar date	0.10	54.00
	JSS	Telephone call with J. Fiero re claims and bar date issue	0.20	108.00
	JSS	Prepare correspondence to N. Youseff re administration claim bar date motion	0.10	54.00
1/23/2007	JSS	Prepare correspondence to K. Denniston re administrative claim bar date; telephone call to K. Denniston re same	0.20	108.00
1/24/2007	JSS	Revise stipulation re New World administrative claim bar date motion	0.30	162.00
1/26/2007	JSS	Review and respond to correspondence from D. Friedman re administrative creditors	0.20	108.00
1/29/2007	JSS	Review disbursement (.2) and conversation with L. Bogdanoff re same (.1); transmit notice thereof (.1)	0.40	216.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
SUBTOTAL: 070 - Claims Administration & Objections			12.40	7,103.00
<u>080 - Asset Analysis and Recovery</u>				
1/9/2007	JSS	Review STUB USA offer	0.30	162.00
SUBTOTAL: 080 - Asset Analysis and Recovery			0.30	162.00
<u>100 - Plan/Disclosure Statement</u>				
1/12/2007	JSS	Research re plan issues	0.50	270.00
1/18/2007	JSS	Review materials re plan/subordination issue	0.80	432.00
1/26/2007	JSS	Telephone call with R. Chesley re plan and related New World issue (.2); prepare correspondence to L. Bogdanoff re same (.2)	0.40	216.00
SUBTOTAL: 100 - Plan/Disclosure Statement			1.70	918.00
<u>120 - Litigation</u>				
12/1/2006	LRB	Analyze comments on judgment (old entry, not previously billed)	0.50	325.00
1/2/2007	JSS	Telephone calls with D. Friedman re state court matters	0.30	162.00
1/3/2007	JSS	Review and revise objection to New World motion (.3) and transmit same to Latham and A&O (.2); review comments from J. Lynch and D. Ragan and Tang (.4)	0.90	486.00
	JSS	Review state court pleadings re fees	0.20	108.00
	JSS	Review state court exparte application re STUB USA (.4); review and respond to correspondence with Latham re same (.2)	0.60	324.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/8/2007	DMS	Confer with J. Shenson re appellate issues	0.20	145.00
	JSS	Conversations with D. Stern re affiliate issues including involuntaries and effect on banking responsibilities	0.20	108.00
1/9/2007	JSS	Review and respond to correspondence with V. Lin re state court litigation matter	0.20	108.00
1/10/2007	JSS	Telephone call with D. Friedman re State Court litigation	0.10	54.00
1/11/2007	JSS	Telephone call with K. Denniston re settlement (.4); prepare and respond to correspondence with K. Denniston and D. Ragan re same (.2)	0.60	324.00
	JSS	Review correspondence from Latham re state court litigation matter	0.20	108.00
	JSS	Telephone call with V. Lin and counsel for STUB USA and banking issues	0.90	486.00
	JSS	Review pleadings and correspondence re subsidiary litigation	0.50	270.00
1/12/2007	JSS	Telephone call with B. Cheney and D. Friedman re state court litigation	0.40	216.00
	JSS	Review materials re state court litigation and respond to and prepare correspondence to client re same (.4); telephone call with K. Denniston re same (.2)	0.60	324.00
1/16/2007	JSS	Research re plan issues	0.50	270.00
	JSS	Telephone conversation with G. Lunt and D. Friedman re fees and state court matter (.2); correspondence with J. Fiero re same (.2)	0.40	216.00
	JSS	Review pleadings and related papers in state court matter	0.80	432.00
1/17/2007	JSS	Telephone call with D. Friedman re state court litigation	0.10	54.00
1/19/2007	JSS	Review and respond to correspondence from J. Tang re New World action	0.20	108.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/21/2007	JSS	Review correspondence and respond to same with D. Friedman re LA case	0.20	108.00
1/22/2007	JSS	Review correspondence from D. Ragan and V. Lin re process server re litigation matter	0.20	108.00
	JSS	Telephone conference with D. Friedman re LA action	0.20	108.00
1/23/2007	JSS	Review correspondence from A&O re security and application to amounts owed to New World; respond to A&O re same	0.30	162.00
1/24/2007	JSS	Telephone call with D. Friedman re LA action	0.20	108.00
1/26/2007	JSS	Review amended order and judgment in state court action (.3); prepare correspondence to D. Ragan and H. Rubinson re same (.1)	0.40	216.00
1/29/2007	JSS	Review correspondence from V. Lin from Asaki and J. Tang re application of security in Hong Kong	0.30	162.00
	JSS	Review correspondence from D. Schechter re LA action	0.10	54.00
1/31/2007	JSS	Review motion to dismiss and related pleadings	0.80	432.00
	LRB	Analyze and comment on motion of New World and develop position, prepare emails re same	1.50	1,087.50
	TEP	Review New World motions and consider basis and reply	2.10	1,522.50
SUBTOTAL: 120 - Litigation			14.70	8,696.00
<u>200 - Matters Involving Real Property Leases</u>				
1/16/2007	JSS	Review and respond to correspondence with G. Ficks re lease payment issue (.2) and call with G. Ficks re same (.1)	0.30	162.00
1/18/2007	JSS	Review correspondence from D. Ragan re lease payments to Sutter	0.10	54.00

<u>Date</u>	<u>Init.</u>	<u>Description</u>	<u>Hours</u>	
1/31/2007	JSS	Telephone conference with G. Ficks re lease	0.20	108.00
SUBTOTAL: 200 - Matters Involving Real Property Leases			0.60	324.00
Professional Services Rendered			177.50	\$99,686.50
Costs and Disbursements				
		Duplicating (at \$.20 per page)		2,226.40
		Incoming Fax (at \$0.50 per page)		4.00
		Messenger Services and Overnight Mail		120.78
		Online Research		293.10
		Postage		349.31
		Telephone		99.23
Total Costs and Disbursements				\$3,092.82
Total Current Charges				\$102,779.32
Previous Balance Forward				\$127,917.11
1/24/2007 Payment - thank you (Wire Rec'd)				(\$127,917.11)
1/31/2007 Write off for entries in Second Interim Fee Application (Sep-Dec 06) (per JSS)				(\$15,115.00)
Payments and Credits				(\$143,032.11)
Current Balance Due				\$87,664.32

Timekeeper Summary

<u>Name</u>	<u>Hours</u>	<u>Rate</u>
Lee R. Bogdanoff - Partner	21.40	725.00
Lee R. Bogdanoff - Partner	0.50	650.00
David M. Stern - Partner	0.20	725.00
Thomas E. Patterson - Partner	2.10	725.00
Jennifer L. Dinkelman - Partner	6.70	450.00
Jonathan S. Shenson - Partner	146.60	540.00

