

1 John D. Fiero (CA Bar No. 136557)
PACHULSKI STANG ZIEHL YOUNG JONES
2 & WEINTRAUB LLP
150 California Street, 15th Floor
3 San Francisco, California 94111-4500
Telephone: 415/263-7000
4 Facsimile: 415/263-7010

5 Attorneys for the Official Committee of Unsecured
Creditors

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8 **UNITED STATES BANKRUPTCY COURT**
9 **NORTHERN DISTRICT OF CALIFORNIA**
10 **OAKLAND DIVISION**

11 In re
12 **PREDI WAVE CORPORATION,**
a California Corporation,
13
14 Debtor.

15 Fed. Tax I.D. No. 77-0494328
16

Case No.: 06-40547 (RJN)

Chapter 11

**EIGHTH MONTHLY APPLICATION
FOR INTERIM COMPENSATION
AND REIMBURSEMENT OF
EXPENSES BY PACHULSKI STANG
ZIEHL YOUNG JONES &
WEINTRAUB LLP [FEBRUARY 1,
2007 THROUGH MARCH 31, 2007]**

[No hearing requested]

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19 **TO THE HONORABLE RANDALL J. NEWSOME, UNITED STATES BANKRUPTCY
JUDGE; THE OFFICE OF THE UNITED STATES TRUSTEE; COUNSEL TO THE
20 DEBTOR; AND OTHER PARTIES IN INTEREST:**

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22 **PLEASE TAKE NOTICE THAT** Pachulski Stang Ziehl Young Jones & Weintraub LLP
23 (“PSZYJW” or the “Firm”), counsel to the Official Committee of Unsecured Creditors (the
24 “Committee”) of Prediwave Corporation, the debtor and debtor in possession in the above-captioned
25 case (the “Debtor”), hereby requests payment of interim compensation and reimbursement of
26 expenses for unpaid amounts (the “Monthly Application”) incurred or billed during the period from
27 February 1, 2007 through March 31, 2007 (the “Application Period”) in the amount of \$10,452.19,
28 consisting of \$9,999.00 in attorneys’ fees and \$453.19 in reimbursable costs and expenses.

1 **PLEASE TAKE FURTHER NOTICE THAT** the payment requested is made pursuant to
2 the *Order Granting Motion for Authority to Establish Procedures for Interim Payment of Fees and*
3 *Reimbursement of Expenses* [Docket No. 248] (the “Interim Fee Procedure Order”) and therefore
4 includes a narrative discussion of the various projects undertaken and tasks performed by PSZYJW
5 during the Application Period, categorized by subject matter, as contemplated by Paragraph 3 of the
6 *Guidelines for Compensation and Expense Reimbursement of Professionals and Trustees* (the
7 “Guidelines”).

8 **PLEASE TAKE FURTHER NOTICE THAT**, in accordance with the Interim Fee
9 Procedures Order, PSZYJW is serving a copy of this Monthly Application (with time descriptions)
10 on the Office of the United States Trustee (the “U.S. Trustee”). In addition, PSZYJW is serving a
11 copy of this Monthly Application (without time descriptions), which shall constitute the “Notice of
12 Monthly Statement” described in the Interim Fee Procedures Order, on the Debtor, counsel for the
13 Debtor, and all other parties in interest that have requested special notice. The time descriptions are
14 available upon written request to Pachulski Stang Ziehl Young Jones & Weintraub LLP, Attn: John
15 D. Fiero, Esq., 150 California Street, 15th Floor, San Francisco, CA 94111-4500, or by facsimile to
16 (415) 263-7010.

17 **PLEASE TAKE FURTHER NOTICE THAT** Prediwave will be authorized, in the
18 ordinary course of business and on an interim basis, to pay the amounts requested herein in
19 accordance with the terms and conditions of the Interim Fee Procedures Order, unless a party in
20 interest files an objection to the requested payment within fifteen (15) days following the service of
21 this Monthly Application, requests a hearing on its objection, and serves its objection on the
22 following parties: (1) the Office of the United States Trustee, Attn: Minnie Loo, Esq., 1301 Clay
23 Street, Suite 690N, Oakland, CA 94612-5217, Fax: (510) 637-3220, (2) counsel for Debtor, Klee,
24 Tuchin, Bogdanoff & Stern, LLP, Attn: Thomas E. Patterson, Esq. and Jonathan S. Shenson, Esq.
25 2121 Avenue of the Stars, 33rd Floor, Los Angeles, CA 90067, Fax (310) 407-9090; and (3) counsel
26 for the Committee, Pachulski Stang Ziehl Young Jones & Weintraub LLP, Attn: John D. Fiero, Esq.,
27 150 California Street, 15th Floor, San Francisco, CA 94111-4500.

Narrative

PROJECT BILLING OF SERVICES RENDERED FOR THE COMMITTEE

In accordance with the Guidelines, PSZYJW classifies all services performed for which compensation is sought into task-based categories. PSZYJW has attempted to place the services performed in the category that best relates to the service provided. However, because certain services may relate to more than one category, services pertaining to one category may occasionally be included in another category. During the Application Period, PSZYJW billed time to the following billing categories:

- Case Administration
- Claims Administration/Objections
- Compensation of Professionals
- Plan and Disclosure Statement

Case Administration

Time billed to this category primarily relates to preparing for and conducting meetings with the Committee, as well as communication with Committee members and creditors, and other general tasks arising from the Firm's representation of the Committee. Also, such fees related to the hearing on February 7, 2007 relating to the affiliated debtors, and the review and analysis of the stipulation regarding the handling of the affiliated debtors' cases in light of the Court's comments on February 7.

Total Hours 10.30/ Total Fees \$5,098.50

Claims Administration/Objections

Time billed to this category primarily relates to review of pending claims not reconciled with the Debtor's books.

Total Hours 1.20/ Total Fees \$594.00

Compensation of Professionals

Time billed to this category relates to the preparation of the firm's monthly fee notices, and review of the applications prepared by other professionals employed in the case.

Total Hours 1.80/ Total Fees \$891.00

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Plan and Disclosure Statement

Time billed to this category relates to the Committee’s review of and comments upon the draft plan and disclosure statement documents prepared by New World.

Total Hours 6.90/ Total Fees \$3,415.50

Dated: April 20, 2006

PACHULSKI STANG ZIEHL YOUNG JONES
& WEINTRAUB LLP

By /s/ John D. Fiero
John D. Fiero
Attorneys for the Official Committee of
Unsecured Creditors

EXHIBIT A

PACHULSKI STANG ZIEHL YOUNG JONES & WEINTRAUB LLP

10100 Santa Monica Boulevard
11th Floor
Los Angeles, CA 90067

March 31, 2007

Invoice Number **73218** **70924 00001** **JDF**

Flash Electronics, Inc.
4050 Starboard Drive
Fremont, CA 94538
Attn: Jas Mundra

Balance forward as of last invoice, dated: February 28, 2007	\$14,979.21
A/R Adjustments	-\$14,979.21
Net balance forward	<u>\$0.00</u>

Re: Creditors' Committee Representation

Statement of Professional Services Rendered Through 03/31/2007

			Hours	Rate	Amount
Case Administration [B110]					
02/06/07	JDF	Review responsive pleadings filed by New World.	0.30	495.00	\$148.50
02/20/07	JDF	Review and analyze interim fee procedure order.	0.40	495.00	\$198.00
02/01/07	JDF	Review and analyze ex parte motion to transfer cases (.2); confer with J. Shenson regarding status (.1); Work on response to ex parte motion (.6); Telephone call with chambers regarding ex parte motion and scheduling of hearing (.1); review Court's scheduling orders (.2); Telephone call with R. Chesley regarding claims analysis (.2); exchange emails with D. Ragan regarding claims analysis (.1)	1.50	495.00	\$742.50
02/07/07	JDF	Prepare status report for Committee prior to hearing (.6); Travel to hearing (.4); Attend hearing (.9); Strategize with counsel after hearing (.3); travel from hearing (.4); send update to Committee (.3)	2.90	495.00	\$1,435.50
02/08/07	JDF	Review email correspondence from R. Chesley.	0.10	495.00	\$49.50
02/12/07	JDF	Review email from A. Potter regarding response to OUST.	0.30	495.00	\$148.50
02/13/07	JDF	Review and analyze court order re affiliates (.2); Send order to Committee with comments (.1); Review and analyze stipulation re bar date, etc. (.2)	0.50	495.00	\$247.50
02/19/07	JDF	Review and analyze stipulation sent by J. Shenson.	0.30	495.00	\$148.50
02/21/07	JDF	Prepare for and participate in Committee meeting (.5); Telephone call with counsel for New World regarding filing of plan (.3); Send status report email to Committee (.2); follow email string regarding stipulated order (.2);	1.20	495.00	\$594.00
02/22/07	JDF	Follow email string and edits regarding stipulation (.5);	1.00	495.00	\$495.00

		Review and analyze draft 341 meeting notice (.2); Confer with R. Chesley regarding plan confirmation strategy (.3);			
02/26/07	JDF	Review fax from A. Wallace Potter.	0.10	495.00	\$49.50
03/12/07	JDF	Prepare for Committee call (.3); Participate in Committee call (.2);	0.50	495.00	\$247.50
03/13/07	JDF	Review revised breakdown of Sutter Hill claim and analyze same	0.30	495.00	\$148.50
03/13/07	JDF	Review and analyze stipulation on affiliate administration.	0.20	495.00	\$99.00
03/20/07	JDF	Follow email string re Sutter Hill claim	0.30	495.00	\$148.50
03/27/07	JDF	Review affiliate amended schedules	0.40	495.00	\$198.00
Task Code Total			10.30		\$5,098.50

Claims Admin/Objections[B310]

03/12/07	JDF	Confer with claimants and XRoads regarding claim allowance procedures.	0.30	495.00	\$148.50
03/12/07	JDF	Follow email string regarding claim of largest unsecured creditor (.2); Follow email string regarding landlord claim in light of Fobian case being overruled (.3);	0.60	495.00	\$297.00
03/21/07	JDF	Review revised breakdown of Sutter Hill claim and analyze same	0.30	495.00	\$148.50
Task Code Total			1.20		\$594.00

Compensation Prof. [B160]

02/22/07	JDF	Review fee statement filed by other professionals.	0.60	495.00	\$297.00
02/26/07	JDF	Review Latham & Watkins fee application (.8); Review Allen & Overy fee application (.4)	1.20	495.00	\$594.00
Task Code Total			1.80		\$891.00

Plan & Disclosure Stmt. [B320]

02/23/07	JDF	Prepare notice and forward same to counsel for New World (.6); Telephone Call with counsel for New World regarding same (.2); Review notice prepared by New World (.2)	1.00	495.00	\$495.00
02/27/07	JDF	Review and analyze draft plan.	1.80	495.00	\$891.00
03/01/07	JDF	Review and comment upon draft plan.	0.90	495.00	\$445.50
03/07/07	JDF	Review court filings by Debtor.	1.00	495.00	\$495.00
03/12/07	JDF	Review and analyze plan and disclosure statement and motion to shorten time regarding same.	1.00	495.00	\$495.00
03/12/07	JDF	Prepare statement in support of motion for order to shorten time	0.40	495.00	\$198.00
03/13/07	JDF	Prepare notice in support of ex parte motion (.3); confer	0.60	495.00	\$297.00

		with chambers regarding ex parte motion (.1); confer with New World regarding support for motion (.2)			
03/15/07	JDF	Coordinate with counsel re outstanding issues and plan strategy	0.20	495.00	\$99.00

Task Code Total

6.90

\$3,415.50

Total professional services:

20.20

\$9,999.00

Costs Advanced:

02/01/2007	IF	(D6 8 @1.00 PER PG)			\$8.00
02/01/2007	IF	(D6 9 @1.00 PER PG)			\$9.00
02/07/2007	CP	Court Parking (JDF) [E110]			\$10.50
02/21/2007	PO	Postage [E108]			\$0.87
02/21/2007	PO	Postage [E108]			\$6.93
02/21/2007	PO	Postage [E108]			\$38.85
02/21/2007	PO	Postage [E108]			\$98.28
02/21/2007	PO	Postage [E108]			\$2.07
02/21/2007	RE	(D5 DOC 24 @0.20 PER PG)			\$4.80
02/21/2007	RE	(D5 CORR 60 @0.20 PER PG)			\$12.00
02/21/2007	RE	(D6 CORR 84 @0.20 PER PG)			\$16.80
02/21/2007	RE	(D5 CORR 897 @0.20 PER PG)			\$179.40
02/23/2007	FX	(D8 CORR 2 @1.00 PER PG)			\$2.00
02/23/2007	FX	(D8 CORR 2 @1.00 PER PG)			\$2.00
02/23/2007	FX	(D8 CORR 2 @1.00 PER PG)			\$2.00
02/23/2007	FX	(D8 CORR 2 @1.00 PER PG)			\$2.00
02/23/2007	FX	(D8 CORR 2 @1.00 PER PG)			\$2.00
02/23/2007	PO	Postage [E108]			\$1.95
02/23/2007	PO	Postage [E108]			\$0.63
02/23/2007	RE	(D5 DOC 1 @0.20 PER PG)			\$0.20
02/23/2007	RE	(D7 CORR 20 @0.20 PER PG)			\$4.00
02/23/2007	RE	(D6 CORR 11 @0.20 PER PG)			\$2.20
02/26/2007	IF	(D6 5 @1.00 PER PG)			\$5.00
03/13/2007	PO	Postage [E108]			\$13.92
03/13/2007	RE	(D5 CORR 137 @0.20 PER PG)			\$27.40
03/15/2007	PO	Postage [E108]			\$0.39

Total Expenses:

\$453.19

Summary:

Total professional services	\$9,999.00
Total expenses	\$453.19

Less: Prepaid Amount	\$8,417.65
Net current charges	<u>\$2,034.54</u>
Total balance now due	\$2,034.54

JDF	Fiero, John D.	20.20	495.00	\$9,999.00
		<u>20.20</u>		<u>\$9,999.00</u>

Task Code Summary

		Hours	Amount
CA	Case Administration [B110]	10.30	\$5,098.50
CO	Claims Admin/Objections[B310]	1.20	\$594.00
CP	Compensation Prof. [B160]	1.80	\$891.00
PD	Plan & Disclosure Stmt. [B320]	6.90	\$3,415.50
		<u>20.20</u>	<u>\$9,999.00</u>

Expense Code Summary

Court Parking [E110]	\$10.50
Fax Transmittal [E104]	\$10.00
Incoming Faxes [E104]	\$22.00
Postage [E108]	\$163.89
Reproduction Expense [E101]	\$246.80
	<u>\$453.19</u>