

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

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In re : Chapter 11
: :
HOME HOLDINGS INC., : Case No. 98 B 40319 (JHG)
: :
Debtor. :
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**ORDER GRANTING APPLICATION OF AD HOC COMMITTEE OF
SENIOR NOTEHOLDERS OF HOME HOLDINGS INC.
PURSUANT TO SECTION 503(b) OF THE BANKRUPTCY CODE,
FOR ALLOWANCE OF COMPENSATION AND REIMBURSEMENT OF EXPENSES**

Upon consideration of the Application of the Ad Hoc Committee of Senior Noteholders of Home Holdings Inc. (the "Ad Hoc Committee") Pursuant to Section 503(b) of the Bankruptcy Code, For Allowance of Compensation and Reimbursement of Expenses dated September 25, 1998 (the "Application"), and a hearing having been held before this Court on October 30, 1998 to consider the Application, and notice having been given pursuant to Federal Rules of Bankruptcy Procedure 2002(a)(6) and (c)(2), and due consideration having been given to any responses thereto, and sufficient cause having been shown therefore, it is hereby

ORDERED that, for the reasons set forth therein, the Application is granted in its entirety; and it is further

ORDERED that \$1,700,000 is hereby allowed as an administrative expense of the debtor and debtor-in-possession, Home Holdings Inc. ("Debtor"), and such administrative expense

shall be paid by the Debtor to the Ad Hoc Committee as soon as is practicable.

Dated: New York, New York
November 3, 1998

S/Jeffry H. Gallet
Jeffry H. Gallet
United States Bankruptcy Judge