

UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION

**EOD** AUG 03 2003

**In Re:**

Case No. 02-B02474

KMART CORPORATION, et al.,

IN PROCEEDINGS UNDER CHAPTER 11  
(Jointly Administered)

Reorganized Debtors.

Chief Judge Susan Pierson Sonderby  
UNITED STATES BANKRUPTCY JUDGE

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**FOURTH INTERIM AND FINAL APPLICATION FOR ALLOWANCE OF  
COMPENSATION AND REIMBURSEMENT OF EXPENSES INCURRED BY  
PRICEWATERHOUSECOOPERS LLP AS FINANCIAL, AUDIT, AUDIT-RELATED AND  
TAX ADVISORS TO THE REORGANIZED DEBTORS FOR THE PERIOD  
JANUARY 22, 2002 THROUGH MAY 6, 2003**

PricewaterhouseCoopers LLP, (hereinafter referred to as "PwC" or the "Applicant") moves pursuant to Sections 330 and 331 of Title 11 of the United States Bankruptcy Code (the "Bankruptcy Code"), Rule 2016 of the Federal Rules of Bankruptcy Procedure, and the Administrative Order establishing Procedures for Interim Compensation and Reimbursement of Expenses of Professionals, dated January 25, 2002 (the "Administrative Order"), for an Order awarding reasonable final compensation for professional services rendered as Financial, Audit, Audit-Related and Tax Advisors to the Reorganized Debtors in the amount of \$11,984,452.80 together with reimbursement for actual and necessary expenses in the amount of \$1,131,957.45, for the period of January 22, 2002 through May 6, 2003 (the "Final Application Period"). Inclusive in this amount is \$1,190,314.30 and \$8,522.51, which represent compensation for professional services rendered and reimbursement for actual and necessary professional expenses, respectively, during the period of January 1, 2003 through May 6, 2003 (the "Fourth Application Period"). In support of this application, PwC represents as follows:

**FILED**  
UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF ILLINOIS

JUL 31 2003

KENNETH S. GARDNER, CLERK  
PS REP. - SW

Exhibit A1

KMART CORPORATION

Summary of Total Fees and Expenses

For the Period Covering January 22, 2002 through May 6, 2003

	January 22, 2002 through April 30, 2002 (First Interim Period)	May 1, 2002 through August 31, 2002 (Second Interim Period)	September 1, 2002 through December 31, 2002 (Third Interim Period)	January 1, 2003 through May 5, 2003 (Fourth Interim Period)	Total (Non-Audit) <sup>1</sup>	Audit Fees for the Period Covering the 2002 Fiscal Year Audit of Kmart Corporation	Grand Total
<b>FEES</b>							
Incurred	\$ 8,011,164.20	\$ 2,045,232.20	\$ 1,022,344.40	\$ 1,223,865.70	\$ 10,302,416.50	\$ 6,081,882.10	\$ 16,384,298.60
Fees Not Billed	(348,827.00)	(148,790.40)	(16,319.90)	(16,537.50)	(530,170.40)	(2,716,882.00)	(3,246,052.40)
Additional Voluntary Reduction	(77,000.00)	(45,400.00)	(22,529.90)	(16,833.50)	(161,763.40)	(181,793.40)	(343,556.80)
Total Voluntary Fee Reduction	\$ (425,827.00)	\$ (194,190.40)	\$ (38,849.80)	\$ (33,371.00)	\$ (692,068.20)	\$ (2,716,882.00)	\$ (3,408,950.20)
Billed	\$ 5,584,827.20	\$ 1,851,041.80	\$ 983,489.40	\$ 1,190,314.30	\$ 9,609,652.70	\$ 2,375,000.10	\$ 11,984,652.80
Paid	(5,584,827.20)	(1,851,041.80)	(885,122.46)	(824,832.33)	(8,945,723.79)	(2,375,000.10)	\$ (11,320,723.89)
Unpaid	\$ -	\$ 185,104.18	\$ 88,366.94	\$ 965,481.96	\$ 1,239,053.18	\$ -	\$ 2,178,006.16
Hold-back (Included in Unpaid Amount)	\$ -	\$ 185,104.18	\$ 88,366.94	\$ 965,481.96	\$ 1,239,053.18	\$ -	\$ 2,178,006.16
<b>EXPENSES</b>							
Incurred	\$ 751,304.90	\$ 344,220.29	\$ 2,749.88	\$ 8,522.51	\$ 1,113,797.58	\$ 100,000.00	\$ 1,213,797.58
Expenses Not Billed	(81,884.17)	(20,145.74)	-	-	(102,030.00)	-	(102,030.00)
Billed	\$ 669,810.73	\$ 324,074.55	\$ 2,749.88	\$ 8,522.51	\$ 1,005,157.67	\$ 100,000.00	\$ 1,105,157.67
Paid	(669,810.73)	(324,074.55)	(2,749.88)	(1,523.50)	(1,022,158.66)	(100,000.00)	\$ (1,122,158.66)
Unpaid	\$ -	\$ -	\$ (127.95)	\$ 8,996.01	\$ 8,868.06	\$ -	\$ 8,868.06
<b>TOTALS</b>							
Incurred	\$ 8,762,469.10	\$ 2,389,452.49	\$ 1,032,034.28	\$ 1,232,388.21	\$ 11,416,213.98	\$ 6,191,882.10	\$ 17,608,096.08
Total Voluntary Reduction	(488,221.17)	(214,338.14)	(38,875.00)	(33,371.40)	(774,805.71)	(2,716,882.00)	(3,491,883.71)
Billed	\$ 6,274,237.93	\$ 2,175,116.35	\$ 943,219.60	\$ 1,198,838.81	\$ 10,641,410.15	\$ 2,475,000.10	\$ 13,116,410.25
Paid	(6,274,237.93)	(1,890,012.17)	(895,000.07)	(828,355.85)	(8,987,605.02)	(2,475,000.10)	\$ (11,462,605.12)
Unpaid	\$ -	\$ 185,104.18	\$ 85,219.59	\$ 972,480.66	\$ 1,242,804.53	\$ -	\$ 2,105,804.53
Hold-back	\$ -	\$ 185,104.18	\$ 85,219.59	\$ 972,480.66	\$ 1,242,804.53	\$ -	\$ 2,105,804.53

<sup>1</sup> For purposes of this Exhibit and throughout the remainder of this fee application, "Non-Audit" will refer to Financial Advisory, Audit-Related and Tax Services provided by PwC.

<sup>2</sup> Credit of \$177.95 reflects a charge of \$177.95 inadvertently included in the Third Fee Application.

**Exhibit A2**

**KMART CORPORATION**

**Summary of Total Fees and Expenses for Non-Audit Services**  
*For the Period Covering January 1, 2003 through May 6, 2003*  
*(Fourth Application Period)*

	January 1 - 31, 2003	February 1 - 28, 2003	March 1 - 31, 2003	April 1 - May 6, 2003	Total
<b>FEES</b>					
Incurred	\$ 393,864.20	\$ 255,286.00	\$ 223,874.70	\$ 350,660.80	\$ 1,223,685.70
Fees Not Billed	(4,357.00)	(1,806.00)	(1,974.00)	(8,400.50)	(16,537.50)
Additional Voluntary Reduction	(4,000.00)	-	(736.00)	(12,097.90)	(16,833.90)
Total Voluntary Fee Reduction	\$ (8,357.00)	\$ (1,806.00)	\$ (2,710.00)	\$ (20,498.40)	\$ (33,371.40)
Billed	\$ 385,507.20	\$ 253,480.00	\$ 221,164.70	\$ 330,162.40	\$ 1,190,314.30
Paid	(346,956.48)	(253,480.00) <sup>1</sup>	(199,047.87)	(25,348.00) <sup>1</sup>	(824,832.35)
Unpaid	\$ 38,550.72	\$ -	\$ 22,116.83	\$ 304,814.40	\$ 365,481.95
<i>Hold-back (Included in Unpaid Amount)</i>	\$ 38,550.72	\$ -	\$ 22,116.47	\$ 33,016.24	\$ 93,683.43
<b>EXPENSES</b>					
Incurred	\$ 813.28	\$ 701.22	\$ 9.00	\$ 6,999.01	\$ 8,522.51
Expenses Not Billed	-	-	-	-	-
Billed	\$ 813.28	\$ 701.22	\$ 9.00	\$ 6,999.01	\$ 8,522.51
Paid	(813.28)	(701.22)	(9.00)	-	(1,523.50)
Unpaid	\$ -	\$ -	\$ -	\$ 6,999.01	\$ 6,999.01
<b>TOTALS</b>					
Incurred	\$ 394,677.48	\$ 255,987.22	\$ 223,883.70	\$ 357,659.81	\$ 1,232,208.21
Total Voluntary Reduction	(8,357.00)	(1,806.00)	(2,710.00)	(20,498.40)	(33,371.40)
Billed	\$ 386,320.48	\$ 254,181.22	\$ 221,173.70	\$ 337,161.41	\$ 1,198,836.81
Paid	(347,769.76)	(254,181.22) <sup>1</sup>	(199,056.87)	(25,348.00) <sup>1</sup>	(826,355.85)
Unpaid	\$ 38,550.72	\$ -	\$ 22,116.83	\$ 311,813.41	\$ 372,480.96
<i>Hold-back</i>	\$ 38,550.72	\$ -	\$ 22,116.47	\$ 33,016.24	\$ 93,683.43

<sup>1</sup> The Fee Statement submitted for the February 1, 2003 through February 28, 2003 period was paid at 100% of professional fees (vs. 90% of professional fees). This incremental amount of \$25,348.00 relates to the 10% hold-back, and has been applied as a credit to amounts owing for the period of April 1, 2003 through May 6, 2003 Fee Application.

## EXHIBIT B1

## K MART CORPORATION

Summary of Fees By Professional for Non-Audit Services  
For the Period Covering January 22, 2002 through May 6, 2003

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Prior Relevant Experience, Year of Obtaining License, Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
<b>FAS (BRS) Professionals</b>				
Alpert, Arnold	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	7.0	1,225.00
Andersen, Sarah	Senior Associate for .9 years; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	31.4	8,635.00
Belah, Meir	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	981.0	171,766.00
Beleh, Meir <sup>2</sup>	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$185	162.3	30,025.50
Belt, Jerry Dale	Director for 1 year; 23.5 years of prior relevant experience; CPA-1980, CIRA-2002; Business Recovery Services	\$450	31.2	14,040.00
Belyn, Steve	Senior Associate for 1.9 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	5.0	1,375.00
Billings, Timothy	Senior Associate for 1 year; 11 years of prior relevant experience; Series 7-63-3-1999, CIRA Level 2-2001; Business Recovery Services	\$300	443.7	133,110.00
Buenzow, Michael	Partner for 1 year; 12 years of prior relevant experience; holds no licenses; Business Recovery Services	\$500	7.6	3,800.00
Butt, Wagar	Associate for 2.7 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$250	607.1	151,775.00
Christon, G.R.	Manager for .3 years; 4 years of prior relevant experience; holds no licenses; Business Recovery Services	\$350	265.4	92,890.00
Concklin, Elaine	Associate for 1 year; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	38.0	6,650.00
Conradt, Christa	Professional Analyst for 2 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$150	617.1	92,565.00
Creek, Brian	Director of 1.5 years; 6 years of prior relevant experience; holds no licenses; Business Recovery Services (Vendor Response Call Center)	\$475	109.1	51,822.50
Dana, Steven	Associate for .6 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$175	653.7	114,397.50
Dana, Steven <sup>2</sup>	Associate for .6 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$185	161.9	29,951.50
Daniel, Michael	Senior Associate for .8 years; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	1,178.1	324,223.50
Daniel, Michael <sup>2</sup>	Senior Associate for .8 years; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$290	238.7	69,223.00
DeCaro, Peter	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	986.2	172,585.00
DeCaro, Peter <sup>2</sup>	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$185	299.6	55,426.00
DeGroot, Ralph	Professional Analyst for .9 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$150	25.0	3,750.00
Drake, Phillip	Associate for .7 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	232.2	40,635.00
Egan, Lorraine	Associate for 1.5 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$250	342.0	85,500.00
Higenschner, Marc	Associate for .3 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	2.7	472.50
Eisenberg, Randall	Partner for 4 years; 8 years of prior relevant experience; CPA-CA-1989, CPA-NY-1998, Certified Turnaround Professional; Business Recovery Services	\$595	256.5	152,617.50
Ghazi, Maryam	Manager for 2 years; 8 years of prior relevant experience; CIRA-2001 (pending); Business Recovery Services	\$400	1,122.3	448,920.00
Ghazi, Maryam <sup>2</sup>	Manager for 2 years; 8 years of prior relevant experience; CIRA-2001 (pending); Business Recovery Services	\$425	148.9	63,282.50
Gildersleeve, Ryan	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	197.1	34,492.50
Goodman, James	Associate for 1 year; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	68.4	11,970.00
Goodman, Victoria	Associate for .7 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$175	13.0	2,275.00
Gumba, Sean	Manager for 2 years; 2.5 years of prior relevant experience; holds no licenses; Business Recovery Services	\$425	1,046.1	445,172.50
Gumba, Sean <sup>2</sup>	Manager for 2 years; 2.5 years of prior relevant experience; holds no licenses; Business Recovery Services	\$450	85.3	38,385.00
Hampel, Leslie	Associate for .8 years; .3 years of prior relevant experience; holds no licenses; Business Recovery Services	\$175	981.5	171,843.50
Hampel, Leslie <sup>2</sup>	Associate for .8 years; .3 years of prior relevant experience; holds no licenses; Business Recovery Services	\$185	1.0	185.00

## EXHIBIT B1

## K MART CORPORATION

Summary of Fees By Professional for Non-Audit Services  
For the Period Covering January 22, 2002 through May 6, 2003

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Prior Relevant Experience, Year of Obtaining License, Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
Haughey, Rick	Partner for 2 years; 10 years of prior relevant experience; CIRA-2001, Business Recovery Services	\$500	219.5	109,750.00
Hoehn, Michael	Senior Associate for 1.7 years; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$300	69.2	20,760.00
Hojnacki, Mark	Senior Associate for 1.8 years; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$300	185.5	55,650.00
Holbrook, Anthony	Associate for .7 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	9.1	1,592.50
Kim, Sally	Associate for 1 year; no prior relevant experience; holds no licenses; Business Recovery Services	\$250	1,178.3	294,575.00
Kim, Sally <sup>2</sup>	Associate for 1 year; no prior relevant experience; holds no licenses; Business Recovery Services	\$265	141.0	37,365.00
Kroll, Kevin	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	974.0	170,450.00
Kroll, Kevin <sup>2</sup>	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$185	157.9	29,211.50
Kuby, Kevin	Manager for 2.5 years; 1.5 years of prior relevant experience; Business Recovery Services	\$425	162.0	68,850.00
Kuhn, Lisa	Manager for 2.8 years; 7.5 years of prior relevant experience; holds no licenses; Business Recovery Services	\$425	13.9	5,907.50
Li, Danny T.	Senior Associate for 1.8 years; 2 years of prior relevant experience; CPA-1992; Business Recovery Services	\$500	383.9	115,170.00
Lindstedt, Stacy	Associate for 1.8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$250	633.1	158,275.00
Lindstedt, Stacy <sup>2</sup>	Associate for 1.8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$265	178.6	47,329.00
Lovell, Kurt	Senior Associate for 1 year; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	6.0	1,650.00
Marbury, Aaron	Associate for .5 years; no years of prior relevant experience; B53	\$175	48.0	8,400.00
Martin, Kara	Associate for 1.2 years; 1.5 years of prior relevant experience; holds no licenses; Business Recovery Services	\$250	757.3	189,325.00
Martin, Kara <sup>2</sup>	Associate for 1.2 years; 1.5 years of prior relevant experience; holds no licenses; Business Recovery Services	\$265	1.0	265.00
Mathai, Joseph	Senior Associate for 1.5 years; 3 years of prior relevant experience; CIRA Level 2-2002; Business Recovery Services	\$275	116.7	32,092.50
Menichillo, Patrick	Associate for 1.5 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$250	154.7	38,675.00
Miller, Elizabeth	Professional Assistant for 2.5 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$90	14.4	1,296.00
Montgomery, Rob	Senior Associate for 2.7 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	77.0	21,175.00
Orr, Jan	Director for .8 years; 8.5 years of prior relevant experience; CPA-1994; Business Recovery Services	\$450	282.1	126,945.00
Patel, A J	Senior Associate for 1.9 years; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	289.1	79,502.50
Patel, Anand	Associate for 1.7 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$200	126.8	25,360.00
Perfit, Ryan	Associate for 1.5 years; 6 years of prior relevant experience; holds no licenses; Business Recovery Services	\$215	8.8	1,892.00
Pflomni, Rob	Manager for 1 year; 9 years of prior relevant experience; holds no licenses; Business Recovery Services/Real Estate	\$400	426.0	170,400.00
Poulin, Lisa	Partner for 4 years; 18 years of prior relevant experience; CIRA-1992, CTP-1999; Business Recovery Services	\$500	440.5	220,250.00
Poulin, Lisa <sup>1</sup>	Partner for 4 years; 18 years of prior relevant experience; CIRA-1992, CTP-1999; Business Recovery Services	\$525	7.7	4,042.50
Rasche, Nick	Associate for 2 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$250	9.0	2,250.00
Robinson, Joshua	Associate for .8 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	427.6	74,830.00
Sakhia, Aqib	Senior Associate for .8 years; 3 years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	121.2	33,330.00
Santos, Dominic	Associate for 2.5 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$250	1,008.8	252,200.00
Santos, Dominic <sup>2</sup>	Associate for 2.5 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$265	184.9	48,998.50
Schlater, Benjamin	Senior Associate for 1.8 years; 2 years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	351.3	96,607.50

**EXHIBIT III**

**KMART CORPORATION**

**Summary of Fees By Professional for Non-Audit Services  
For the Period Covering January 22, 2002 through May 6, 2003**

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Prior Relevant Experience, Year of Obtaining License, Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
Schweiger, Jay	Senior Associate for 7 years; 4 years of prior relevant experience; holds no licenses; Business Recovery Services	\$300	7.0	2,100.00
Sell, Todd	Associate .3 years; no years of prior relevant experience; holds no licenses; Business Recovery Services	\$175	9.9	1,732.50
Spruyt, Stephanie	Professional Analyst for 2 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$150	271.6	40,740.00
Summers, Joseph	Associate for .3 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$150	27.8	4,170.00
Toor, Faisal	Associate for 1.5 years; 1 year of prior relevant experience; holds no licenses; Business Recovery Services	\$200	20.0	4,000.00
Uebelhor, Julia	Senior Associate for 1 year; 3 years of prior relevant experience; holds no licenses; Business Recovery Services	\$275	488.6	134,365.00
Vallerie, James	Manager for 4 years; 5.5 years of prior relevant experience; holds no licenses; Business Recovery Services	\$400	296.6	118,640.00
Vallerie, James <sup>1</sup>	Manager for 4 years; 5.5 years of prior relevant experience; holds no licenses; Business Recovery Services	\$330	165.6	54,648.00
Weeks, Bryan	Associate for 1.5 years; no prior relevant experience; holds no licenses; Business Recovery Services	\$175	9	1,592.50
<b>VRCC<sup>2</sup></b>			<b>4,900.1</b>	<b>\$ 1,195,492.50</b>
<b>Fees Not Billed (First Application Period)</b>			<b>1202.3</b>	<b>\$ 349,527.00</b>
<b>Fees Not Billed (Second Application Period)</b>			<b>551.7</b>	<b>148,790.40</b>
<b>Total Fees Not Billed</b>			<b>1,754.0</b>	<b>498,317.40</b>
<b>SUB TOTAL FAS (BRS) PROFESSIONALS</b>			<b>28,461.3</b>	<b>\$ 7,625,156.40</b>
<b>FAS (Other) Professionals</b>				
Budzynski, Jeffrey	Senior Associate for 2 years; no years of prior relevant experience; holds no licenses; Dispute Analysis & Investigations Services	\$275	190.0	52,250.00
Corbett, Martha	Partner for 3 years; 18 years of prior relevant experience; CPA-1986, Certified Fraud Examiner-1994; Dispute Analysis & Investigations Services	\$500	206.1	103,050.00
Deitsch, Kristen	Executive Assistant	\$140	4.6	644.00
DeMuyck, Jill	Associate for 1 year; no years of prior relevant experience; holds no licenses; Dispute Analysis & Investigations Services	\$175	25.3	4,427.50
Dimovski, John	Senior Associate for 2.5 years; no prior relevant experience; holds no licenses; Dispute Analysis & Investigations Services	\$300	128.9	38,670.00
Gordon, Susan	Director for 2 years; 15 years of prior relevant experience; holds no licenses; Dispute Analysis & Investigations Services	\$450	170.4	76,680.00
Mangino, Kristen	Executive Assistant	\$140	11.8	1,652.00
Mehta, Rupa	Associate for .3 years; no prior relevant experience; holds no licenses; Disputes Analysis & Investigations Services	\$175	278.7	48,772.50
Merski, Michelle	Associate for .3 years; 6 months prior relevant experience; holds no licenses; Dispute Analysis & Investigations Services	\$175	278.6	48,755.00
<b>Fees Not Billed (Fourth Application Period)</b>			<b>15.3</b>	<b>\$ 2,747.00</b>
<b>SUB TOTAL FAS (OTHER) PROFESSIONALS</b>			<b>1,309.7</b>	<b>\$ 377,648.00</b>
<b>Tax Consulting Services Professionals</b>				
Acevedo, Marta	Partner for 15 years; 14 years prior relevant experience; CPA-1974; Tax Consulting Services	\$595	4.0	2,380.00
Aeder, Mitch	Partner for 5 years; 10 years of prior relevant experience; JD-1987, LL.M-1991; Tax Consulting Services	\$595	186.6	115,973.50
Aeder, Mitch <sup>1</sup>	Partner for 5 years; 10 years of prior relevant experience; JD-1987, LL.M-1991; Tax Consulting Services	\$660	86.7	57,222.00
Aguilu, Viviana	Senior Associate for 3 years; 2 years of prior relevant experience; CPA - 2001; Tax Consulting	\$200	3.6	720.00
Alexander, Dave	Senior Manager for 2 years; 10 years of prior relevant experience; CPA-1993; Tax Consulting Services	\$350	30.0	16,500.00

## EXHIBIT B1

## K MART CORPORATION

Summary of Fees By Professional for Non-Audit Services  
For the Period Covering January 22, 2002 through May 6, 2003

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Prior Relevant Experience, Year of Obtaining License, Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
Anderson, Molly	Associate for 8 months; 1 year of prior relevant experience; holds no licenses; Tax Consulting Services	\$261	1.0	261.00
Bazata, Robert	Partner for 3 years; 14 years of prior relevant experience; CPA-1993; Tax Consulting Services	\$595	14.5	8,627.50
Beane, Jon	Associate for 2.5 years; 1 year of prior relevant experience; JD-1998, MBA-1998, LLM-Tax-2000; Tax Consulting Services	\$274	7.7	2,109.80
Boeler, Janelle	Associate for 2.2 years; no years of prior relevant experience; BA in Accounting; Tax Consulting Services	\$261	182.7	47,684.70
Belinfante, Jay	Manager for 1 year; 15 years of prior relevant experience; holds no professional licenses; Tax Consulting Services	\$450	2.0	900.00
Bissoondial, Hardeo	Partner for 4 years; 9 years of prior relevant experience; CPA-1998; Tax Consulting Services	\$595	265.5	157,972.50
Blair, Thomas	Senior Tax Manager for 2 years; 10 years of prior relevant experience; CMI, Institute of Property Tax (1993); Property Tax Consulting Services	\$490	2.0	980.00
Bulekbayeva, Natalia	Associate for 8 years; 2.5 years of prior relevant experience; New York Bar-1998, LLM - Tax - 2001; Tax Consulting Services	\$261	269.2	90,398.80
Bulekbayeva, Natalia <sup>2</sup>	Associate for 4 years; 2.5 years of prior relevant experience; New York Bar-1998, LLM - Tax - 2001; Tax Consulting Services	\$385	366.4	141,064.00
Calvert, Louise	Director for 5 years; 20 years of prior relevant experience; JD - 1978, LLM - 1984; Tax Consulting Services	\$385	0.5	192.50
Card, Doug	Senior for 1.5 years; 5.5 years of prior relevant experience; CPA (2001), JD (1999); Tax Consulting Services	\$378	157.6	59,572.80
Chandrasekhar, Krishnan	Manager for 1 year; 2 years of prior relevant experience; PhD - 2000; Tax Consulting Services	\$450	12.0	5,400.00
Cheung, Paul	Manager for 2.9 years; 12 years of prior relevant experience; CPA-IL-1999; Tax Consulting Services	\$425	38.6	17,207.50
Cheung, Paul <sup>2</sup>	Manager for 2.9 years; 12 years of prior relevant experience; CPA-IL-1999; Tax Consulting Services	\$450	2.2	990.00
Crowley, William	Senior Associate for 2.8 years; 1 year of prior relevant experience; JD-1996, LLM-1999; Tax Consulting Services	\$378	78.1	29,521.80
Desmond, Chris	Manager for 3 years; 7 years of prior relevant experience; MBA - 1996; Tax Consulting Services	\$385	9.1	3,503.50
Dill, Kathleen	Senior Associate for 1 year; 1.5 years of prior relevant experience; JD - 2000; Tax Consulting Services	\$385	1.0	385.00
Dugan, James	Senior Manager for 3 years; 12 years of prior relevant experience; CPA - 1994, MBA - 1996; Tax Consulting Services	\$490	55.6	27,244.00
Dunn, Greg	Director for 2.5 years; 15 years prior relevant experience; IRS Agent - 1996; Tax Consulting Services	\$595	0.5	297.50
Emanuelli, Lilliana	Associate for 2.5 years; 0 years of prior relevant experience; CPA - 2000; Tax Consulting Services	\$100	2.0	200.00
Fagot, Archie	Manager for 1 year; 5 years of prior relevant experience; JD - 1996, LLM - 1997, CPA - 2000; Tax Consulting Services	\$450	258.0	116,100.00
Fales, Andrew	Associate for 1 year; no prior relevant experience; CPA-2002; Tax Consulting Services	\$261	2.4	626.40
Ferretti, Marc	Senior Associate for 1 year; 2 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$200	101.2	20,230.00
Foley, Tara	Manager for 3 years; 8 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$450	8.0	3,600.00
Foot, Al	Executive Assistant	\$140	49.8	6,972.00
Freij, Mina	Associate for 1 year; 3 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$175	28.6	5,005.00
Fritz, Ceil	Executive Assistant	\$140	0.5	70.00
Fuchs, Robert	Partner; 22 years prior relevant experience; CPA-1980; Tax Consulting Services	\$595	4.9	2,915.50
Garrett, Richard	Director for 4 years; 24 years prior relevant experience; CPA; Tax Consulting Services	\$550	4.1	2,365.00
Germain, David	Manager for 4 years; 19 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$450	6.1	2,745.00

## EXHIBIT B1

## K MART CORPORATION

Summary of Fees By Professional for Non-Audit Services  
For the Period Covering January 22, 2002 through May 6, 2003

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Prior Relevant Experience, Year of Obtaining License, Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
Goldberg, Kenneth	Manager for 1 year; 7 years of prior relevant experience; JD (1992), LL.M Tax, State and Local Tax Consulting Services	\$450	12.2	5,490.00
Harper, Jack	Senior Manager for 3 years; 11 years of prior relevant experience; JD - 1998, CPA - 1980; Tax Consulting Services	\$550	4.0	2,200.00
Hedge, Michelle	Manager for 2.7 years; 5 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$350	28.4	9,940.00
Hernandez, Clara	Manager for 6 years; 7 years of prior relevant experience; CPA - 1995; Tax Consulting Services	\$330	0.3	105.00
Holley, Raphael	Senior Associate for 1.5 years; 2 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$200	62.5	12,500.00
Ivie, Shannon	Associate for 0.5 years; 0 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$175	4.2	735.00
James, Cynthia	Senior Tax Manager for 2.1 years; 15 years of prior relevant experience; JD-Nebbraska-1986; Tax Consulting Services	\$490	386.3	189,287.00
Jeffs, Amy	Associate for 1 year; 0 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$94	0.6	56.40
Kowalski, Laura	Associate for 1.4 years; 3 prior relevant experience; holds no licenses; Tax Consulting Services	\$175	108.0	18,900.00
Krusac, Jennifer	Senior Associate for 1 year; 2 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$378	1.0	378.00
Laguna, Oscar	Senior Manager for 4 years; 10 years prior relevant experience; CPA-1988; Tax Consulting Services	\$490	29.5	14,455.00
Lane, Mike	Senior Tax Manager for 3.7 years; 7.5 years of prior relevant experience; CPA-Michigan-2000, CPA-Indiana-1994; Tax Consulting Services	\$490	45.3	22,197.00
Lenge, Philip	Senior Associate for 2.5 years; 1.5 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$376	7.5	2,820.00
Lizasoain, Ivette	Senior Associate for 4 years; 5 years of prior relevant experience; CPA - 2001; Tax Consulting Services	\$200	1.8	360.00
Lukasik, Paul	Senior Associate for 2 years; 3 years of prior relevant experience; JD-1998; Tax Consulting Services	\$385	14.4	5,544.00
Machado, Ligia	Senior Manager for 1 year; 15 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$550	2.5	1,375.00
Martin, Jeannette	Senior Tax Manager for 5 years; 6 years of prior relevant experience; JD - 1991, LL.M Tax 1993; Tax Consulting Services	\$490	322.2	170,556.00
Martin, Jeannette	Senior Tax Manager for 5 years; 6 years of prior relevant experience; JD - 1991, LL.M Tax 1993; Tax Consulting Services	\$550	161.3	88,715.00
Matos, Berenice	Manager for 3.5 years; 5 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$350	48.2	16,870.00
Miller, Eric	Partner for 3 years; 9 years prior relevant experience; JD-1991, CPA-1994; Tax Consulting Services	\$650	1.5	975.00
Murphy, Kelli	Manager for 1 year; 5 years of prior relevant experience; JD-1999; Tax Consulting Services	\$385	298.2	114,807.00
Nowak, Gregory	Partner for 4 years; 14 years of prior relevant experience; JD - 1986, CPA - 1988; Tax Consulting Services	\$595	264.1	157,139.50
Ortisi, John	Senior Associate for 2 years; 2 years of prior relevant experience; JD- 1998; Tax Consulting Services	\$385	0.8	308.00
Passaretti, Teri Jo	Executive Assistant	\$140	2.0	280.00
Patel, Ty	Associate for 1 year; 1 year of prior relevant experience; JD - 1997; Tax Consulting Services	\$261	3.2	835.20
Paul, Walter	Partner for 3 years; 9 years of prior relevant experience; CPA - 1995; Tax Consulting Services	\$595	33.4	19,873.00
Pfeffer, Larry	Manager for 2 years; 3.5 years of prior relevant experience; CPA - 1999; Tax Consulting Services	\$430	1.9	855.00
Priest, Valerie	Associate for 2 years; 1.5 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$175	2.5	437.50
Provenzano, Craig	Senior Associate for 1 year; 4 years of prior relevant experience; CPA - 2001; Tax Consulting Services	\$224	55.2	12,364.80
Rainbolt, Amy	Manager for 3 years; 4 years of prior relevant experience; JD - 1996; Tax Consulting Services	\$364	1.0	364.00



**EXHIBIT B1  
K MART CORPORATION**

**Summary of Fees By Professional for Non-Audit Services  
For the Period Covering January 22, 2002 through May 6, 2003**

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Prior Relevant Experience, Year of Obtaining License, Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
Repka, Michael	Associate for 1.5 years; .5 years of prior relevant experience; JD-1999, LLM-2001, Tax Consulting Services	\$269	295.8	79,570.20
Reapest, Thomas	Senior Manager for 2 years; 5 years of prior relevant experience; PhD - 1982, JD - 1991, CPA - 2001; Tax Consulting Services	\$550	38.0	20,900.00
Rock, Scott	Manager for 2 Years; 6 years of prior relevant experience; JD - 1996, LLM - Tax in 1997, Tax Consulting Services	\$450	178.0	86,356.00
Rock, Scott <sup>3</sup>	Manager for 2 Years; 6 years of prior relevant experience; JD - 1996, LLM - Tax in 1997, Tax Consulting Services	\$490	107.6	52,724.00
Rothstein, Jack	Partner for 19 years; 6 years of prior relevant experience; CPA-1980; Tax Consulting Services	\$595	1.5	892.50
Ryon, Elizabeth	Associate for 5 months; no prior relevant experience, Tax	\$261	15.2	3,967.20
Salinsky, Christine	Associate for 0.3 years; 0.5 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$100	20.0	2,000.00
Santiago, Alexis	Senior Associate for 2 years; 6 years prior relevant experience, CPA-2000; Tax Consulting Services	\$300	16.0	4,800.00
Schrob, Christina	Senior Associate for 2 years; 5 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$385	2.0	770.00
Schwans, David	Senior Tax Manager for 3.5 years; 6 years of prior relevant experience; CPA-1993, Tax Consulting Services	\$490	154.3	75,582.50
Serungard, Guy	Senior Associate for 1 year; 2 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$385	10.5	4,042.50
Simmons, Cheriah	Associate for 1 year; 1 year of prior relevant experience; holds no licenses; Tax Consulting Services	\$175	4.5	787.50
Sims, Carmen	Senior Associate for 0.5 years; 0.5 years of prior relevant experience, CPA - 1999, ABV - 2003; Tax Consulting Services	\$285	21.6	6,156.00
Sliva, Chris	Director; 21 years relevant experience, CPA - 1987; Tax; Personal Financial Specialist	\$450	4.2	1,890.00
Sparlin, Rhonda	Senior Tax Manager for 5 years; 9 years of prior relevant experience; CPA (1991-CO); Tax Consulting Services	\$490	1.0	490.00
Sperring, Jon	Manager for 1 year; 6 years of prior relevant experience; JD - 1996, Tax Consulting Services	\$450	2.0	900.00
Stokes, Thomas	Senior Manager for 2.5 years; 5 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$550	3.4	1,925.00
Svoboda, Kenneth	Partner for 8.7 years; 20 years of prior relevant experience; CPA; Tax Consulting Services	\$490	7.0	3,430.00
Thompson, Greg	Partner for 7 years; 10 years of prior relevant experience; CPA-1986; Tax Consulting Services	\$595	2.0	1,190.00
Torres, Laura	Associate for 1.5 years; 0 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$100	58.8	5,880.00
Turkenich, Anna	Manager for .5 years; 4 years of prior relevant experience, CPA 2002; MSW/MBA-1998, Tax Consulting Services	\$450	49.0	22,050.00
Vazquez, Raquel	Senior Associate for 2.1 years; 2 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$200	4.7	940.00
Verde, John	Director for 2 years; 23 years of prior relevant experience; holds no licenses; Tax Consulting Services	\$385	2.0	770.00
Ward, Jennifer	Senior Associate for 1.6 years; 2 years of prior relevant experience; JD - 1996, LLM - 1999; Tax Consulting Services	\$410	14.4	5,904.00
Whitney, Chris	Partner for .3 years; 12 years of prior relevant experience; CPA - 1993, MBT-1995; Tax Consulting Services	\$595	1.0	595.00
Williams, Michael	Manager for 4 years; 5 years of prior relevant experience; CPA: TX - 1998, LA - 1994; Tax Consulting Services	\$546	2.0	1,092.00
Woodward, Mark	Manager for 2 years; 5 years of prior relevant experience; State bars: NY - 2000, CA - 1996; Tax Consulting Services	\$490	15.0	7,350.00
Yan, Michelle	Senior Associate for 1.5 years; 2 years of prior relevant experience; JD-1998, LLM-1999; Tax Consulting Services	\$378	10.0	3,780.00
Young, Ted	Partner for 3.5 years; 10 years of prior relevant experience; CPA Pennsylvania - 1992; CPA Michigan - 1999; Tax Consulting Services	\$595	29.5	17,552.50
Fees Not Billed (Fourth Application Period)			61.5	\$ 13,790.50

**EXHIBIT B1**

**KMART CORPORATION**

**Summary of Fees By Professional for Non-Audit Services**  
*For the Period Covering January 22, 2002 through May 6, 2003*

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Prior Relevant Experience, Year of Obtaining License, Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
<b>SUB TOTAL TAX CONSULTING PROFESSIONALS</b>			5,279.4	2,246,737.1
<b>GRMS Professionals</b>				
Bailey, Joshua	Senior Manager for 1.5 years; 15 years of prior relevant experience; CPA-1995, CISA-1996; ABAS	\$200	22.5	4,500.00
Hertst, Shannon	Senior Associate for 3 years; 1 year of prior relevant experience; CPA-1999; ABAS	\$200	117.0	22,400.00
Johnson, Elisha	Associate for 1 year; 1 year of prior relevant experience; holds no licenses; ABAS	\$200	24.0	4,800.00
SanMateo, Miguel	Senior Associate for .1 years; 5 years of prior relevant experience; holds no licenses; ABAS	\$200	20.0	4,000.00
Wojdyla, Dennis	Senior Manager for 6 years; 25 years of prior relevant experience; CISA-CQ-1987; ABAS	\$200	73.2	14,640.00
Yu, Chung	Manager for 2 years; 5 years of prior relevant experience; CPA-CISA-1998; ABAS	\$200	12.0	2,400.00
Jumper, Elisha	Intern; no prior relevant experience; holds no licenses; ABAS	\$135	1.0	135.00
<b>SUB TOTAL GRMS PROFESSIONALS</b>			264.7	\$ 52,875.00
<b>Sub-Total:</b>			<b>35,315.1</b>	<b>\$ 10,302,416.50</b>
<b>Voluntary Reduction:</b>				<b>(161,793.40)</b>
<b>Fees Not Billed</b>				<b>(531,178.40)</b>
<b>Grand Total (Non-Audit):</b>				<b>\$ 9,609,432.70</b>

- (1) Rate change during first Interim Application Period
- (2) Rate change between First and Second Interim Periods.
- (3) Rate changed from Second to Third Interim period.
- (4) Vendor Relations Call Center (VRCC) fees and hours are included in the aggregate above. See Exhibit C2 for VRCC hours and fees incurred by professional.

EXHIBIT B2

KMART CORPORATION

**Summary of Fees By Professional for Audit Services**  
*For the Period Covering the 2002 Fiscal Year Audit of Kmart Corporation*

Individual	Position	Rate	Hours	Fees
<b>Fiscal Year 2002 Audit</b>				
Murphy, Joe	Partner	\$687	787.0	540,577.00
Lyle, Dan	Partner	\$682	59.0	40,238.00
Kelley, Peter	Partner	\$682	194.0	132,308.00
Anthony, Bob	Partner	\$597	4.0	2,387.00
Young, Ted	Partner	\$682	28.0	19,096.00
Corbett, Martha	Partner	\$666	8.0	5,330.00
Wojdyla, Dennis	Partner	\$600	297.0	178,055.00
Baran, Theodore	Partner	\$686	1.0	686.00
Bishop, John	Partner	\$682	5.0	3,410.00
Coleman, Michael	Partner	\$668	5.0	3,339.00
Eydt, Robert	Partner	\$685	26.0	17,808.00
Jacobsen, Eric	Partner	\$668	0.5	333.90
Sharpe, David	Partner	\$682	1.0	682.00
Tanner, Douglas	Partner	\$682	19.0	12,958.00
Goodwin, James	Partner	\$682	20.0	13,640.00
Akresh, Murray	Partner	\$682	1.0	682.00
O'Brien, Terrence	Partner	\$682	2.0	1,364.00
Maali, Mike	Partner	\$682	11.0	7,502.00
Busch, Kelly	Senior Manager	\$520	1,285.0	668,340.00
Lane, Mike	Senior Manager	\$572	22.0	12,578.00
Casciaro, Lisa	Senior Manager	\$545	8.0	4,356.00
Schlosser, Pamela	Senior Manager	\$517	74.0	38,255.20
Cetera, Michael	Senior Manager	\$586	1.5	879.00
Devereux, John	Senior Manager	\$559	7.1	3,968.90
Skov, Steven	Senior Manager	\$586	19.5	11,427.00
Zaman, Farhad	Senior Manager	\$575	1.0	575.00
Bailey, Joshua	Senior Manager	\$558	23.0	12,825.00
Yu, Chung	Senior Manager	\$591	12.0	7,092.00
Van Raemdonck, Craig	Manager	\$457	1,389.0	634,471.00
Sabatini, Matthew	Manager	\$432	2.0	863.00
Hendershot, Corrine	Manager	\$462	303.0	140,106.50
Isler, Jonathan	Manager	\$495	1.5	742.50
San Mateo, Juan	Manager	\$469	20.0	9,380.00
Matteson, Thorne	Senior Associate	\$313	268.0	83,995.00
Moore, Kelli	Senior Associate	\$316	1,232.0	389,480.00
Sexton, Steve	Senior Associate	\$306	1,086.5	332,386.00
Dubay, Susan	Senior Associate	\$282	793.0	223,341.00
Donald, Heather	Senior Associate	\$385	43.0	16,555.00
Bogas, Julie	Senior Associate	\$314	3.0	942.00
Herbst, Shannon	Senior Associate	\$378	623.0	235,383.00
Randolph, Art	Senior Associate	\$293	21.2	6,211.60
Hashimoto, Yoshi	Senior Associate	\$282	82.0	23,124.00
Kley, Julie	Associate	\$206	615.0	126,855.00
Bennett, Michelle	Associate	\$213	338.0	72,013.00
Sullivan, Maleece	Associate	\$213	97.0	20,661.00
Cromer, Lashauna	Associate	\$182	413.0	75,057.00
Ayers, Becky	Associate	\$181	533.0	96,383.00
James, Rebecca	Associate	\$213	8.0	1,704.00
Ivie, Shannon	Associate	\$226	13.0	2,935.00
Johnson, Elisha	Associate	\$197	25.0	4,925.00

Anson, Nicholas	Associate	\$251	34.0	8,518.00
Cobb, Berkley	Intern	\$145	24.0	3,480.00
Barnard, Zackary	Intern	\$145	96.3	13,963.50
Dickman, Michael	Intern	\$145	69.0	10,005.00
Fullerton, David	Intern	\$145	54.0	7,830.00
Miller, Anne	Intern	\$145	80.5	11,672.50
Sandberg, Kristina	Intern	\$145	50.0	7,250.00
Schunck, Nicholas	Intern	\$145	24.0	3,480.00
Desmarais, Melissa	Intern	\$145	40.0	5,800.00
Physical Inventory Observations	Various	\$186	288.0	53,685.00
<b>Total 2002 Audit</b>			<u>11,590.6</u>	<u>\$ 4,363,869.60</u>
<b>2002 Store Closing Charge</b>				
Murphy, Joseph	Partner	\$680	12.0	8,160.00
Lyle, Dan	Partner	\$680	2.0	1,360.00
Tanner, Douglas	Partner	\$680	2.0	1,360.00
Busch, Kelly	Senior Manager	\$515	31.0	15,965.00
Schlosser, Pamela	Senior Manager	\$515	5.5	2,832.50
Van Raemdonck, Craig	Manager	\$425	51.0	21,675.00
Matteson, Thorne	Senior Associate	\$315	68.0	21,420.00
Moore, Kelli	Senior Associate	\$315	38.0	11,970.00
Kley, Julie	Associate	\$180	21.0	3,780.00
<b>Total 2002 Store Closing Charge</b>			<u>230.5</u>	<u>\$ 88,522.50</u>
<b>Restatement of Prior Period Financial Statements</b>				
Murphy, Joseph	Partner	\$680	150.0	102,000.00
Anthony, Bob	Partner	\$680	22.5	15,300.00
Young, Ted	Partner	\$680	22.0	14,960.00
Dirks, John	Partner	\$680	20.0	13,600.00
Eydt, Robert	Partner	\$680	18.0	12,240.00
Johns, Michael	Partner	\$680	3.3	2,244.00
Hartig, Jay	Partner	\$680	6.0	4,080.00
Muir, Richard	Partner	\$680	2.0	1,360.00
Goodwin, James	Partner	\$680	8.0	5,440.00
Kelley, Peter	Partner	\$680	8.0	5,440.00
Busch, Kelly	Senior Manager	\$517	256.0	132,352.00
Lane, Mike	Senior Manager	\$585	39.0	22,815.00
Wojdyla, Dennis	Senior Manager	\$596	27.0	16,092.00
Van Raemdonck, Craig	Manager	\$450	323.0	145,299.00
Sexton, Steve	Senior Associate	\$314	230.5	72,377.00
Moore, Kelli	Senior Associate	\$314	43.0	13,502.00
Stone, Matthew	Senior Associate	\$314	11.0	3,454.00
Dubay, Susan	Senior Associate	\$282	169.5	47,799.00
Kley, Julie	Associate	\$213	36.0	7,668.00
Sugimoto, Takatsugu	Associate	\$181	8.0	1,448.00
<b>Total Restatement of Prior Periods</b>			<u>1,402.8</u>	<u>\$ 639,470.00</u>
<b>Total Audit Services</b>			<u>13,223.9</u>	<u>\$ 5,091,882.10</u>
<b>Fees Not Billed</b>				<u>\$ (2,716,882.00)</u>
<b>TOTAL FEES BILLED (Audit)</b>				<u>\$ 2,375,000.10</u>

**Exhibit B3**

**KMART CORPORATION**

**Summary of Fees By Professional for Non-Audit Services**

*For the Period Covering January 1 through May 6, 2003*

*(Fourth Application Period)*

<b>Individual</b>	<b>Hours</b>	<b>Rate</b>	<b>Fees</b>
<b>FAS Professionals</b>			
Corbett, Martha	1.9	\$500	950.00
Gordon, Susan	39.7	\$450	17,865.00
Budzynski, Jeffrey	3.0	\$275	825.00
Mehta, Rupa	111.5	\$175	19,512.50
Merski, Michelle	194.6	\$175	34,055.00
Mangino, Kristen	11.8	\$140	1,652.00
<i>Fees Not Billed</i>	15.3		2,747.00
<i>Sub-Total (FAS Professionals)</i>	<u>377.8</u>		<u>\$ 77,606.50</u>
<b>Tax Professionals</b>			
Aeder, Mitch	76.1	\$660	50,226.00
Aguilu, Viviana	3.6	\$200	720.00
Alexander, Dave	15.0	\$550	8,250.00
Bazata, Robert	11.5	\$595	6,842.50
Beeler, Janelle	170.5	\$261	44,500.50
Bissoondial, Hardeo	111.5	\$595	66,342.50
Bulekbayeva, Natalia	162.4	\$385	62,524.00
Calvert, Louise	0.5	\$385	192.50
Card, Doug	130.2	\$378	49,215.60
Chandrasekhar, Krishnan	12.0	\$450	5,400.00
Cheung, Paul	29.3	\$450	13,185.00
Desmond, Chris	9.1	\$385	3,503.50
Dill, Kathleen	1.0	\$385	385.00
Dugan, James	55.6	\$490	27,244.00
Emanuelli, Lilliana	2.0	\$100	200.00
Fagot, Archie	118.8	\$450	53,460.00
Ferretti, Marc	31.2	\$200	6,240.00
Foley, Tara	8.0	\$450	3,600.00
Foote, Al	1.5	\$140	210.00
Freij, Mina	28.6	\$175	5,005.00
Garrett, Richard	0.7	\$550	385.00
Germain, David	6.1	\$450	2,745.00
Harper, Jack	4.0	\$550	2,200.00
Hedge, Michelle	10.0	\$350	3,500.00
Hernandez, Clara	0.3	\$350	105.00
Holley, Raphael	25.2	\$200	5,040.00
Ivie, Shannon	4.2	\$175	735.00
James, Cynthia	248.7	\$490	121,863.00
Jeffs, Amy	0.6	\$94	56.40
Lizasoain, Ivette	1.8	\$200	360.00

**Exhibit B3**

**KMART CORPORATION**

**Summary of Fees By Professional for Non-Audit Services**

*For the Period Covering January 1 through May 6, 2003*

*(Fourth Application Period)*

<b>Individual</b>	<b>Hours</b>	<b>Rate</b>	<b>Fees</b>
Lukasik, Paul	7.9	\$385	3,041.50
Machado, Ligia	2.5	\$550	1,375.00
Martin, Jeannette	211.3	\$550	116,215.00
Matos, Berenice	42.0	\$350	14,700.00
Murphy, Kelli	173.4	\$385	66,759.00
Nowak, Gregory	146.0	\$595	86,870.00
Passaretti, Teri'Jo	0.5	\$140	70.00
Patel, Ty	3.2	\$261	835.20
Paul, Walter	18.9	\$595	11,245.50
Pfeffer, Larry	0.4	\$450	180.00
Priest, Valerie	2.5	\$175	437.50
Provenzano, Craig	25.7	\$224	5,756.80
Rainbolt, Amy	1.0	\$364	364.00
Repka, Michael	269.8	\$269	72,576.20
Respass, Thomas	38.0	\$550	20,900.00
Rock, Scott	156.4	\$490	76,636.00
Salinsky, Christine	20.0	\$100	2,000.00
Schrob, Christina	2.0	\$385	770.00
Schwans, David	150.1	\$490	73,524.50
Serumgard, Guy	10.5	\$385	4,042.50
Simmons, Cherish	4.5	\$175	787.50
Sims, Carmen	21.6	\$285	6,156.00
Sperring, Jon	2.0	\$450	900.00
Stokes, Thomas	2.0	\$550	1,100.00
Svoboda, Kenneth	5.5	\$490	2,695.00
Torres, Laura	58.8	\$100	5,880.00
Verde, John	2.0	\$385	770.00
Williams, Michael	2.0	\$546	1,092.00
Woodward, Mark	14.0	\$490	6,860.00
Yan, Michelle	3.0	\$378	1,134.00
Young, Ted	4.0	\$595	2,380.00
<i>Fees Not Billed</i>	61.5		13,790.50
<i>Sub-Total (Tax Consulting Services)</i>	<u>2,743.0</u>		<u>\$ 1,146,079.20</u>
<b>TOTAL</b>	<u>3,120.8</u>		<u>\$ 1,223,685.70</u>
<b>VOLUNTARY REDUCTION</b>			\$ (16,833.90)
<i>Fees not Billed</i>			\$ (16,537.50)
<b>NET FEES REQUESTED (Non-Audit)</b>			<u>\$ 1,190,314.30</u>

**EXHIBIT C1**  
**MARKET COMPENSATION**

Summary of Pooled Fees and Fees by Project Category for Months 1 through 6, 2002  
For the Pooled Covering January 22, 2002 through May 6, 2002

Project No.	First Interim Period (January 22 - April 21, 2002)				Second Interim Period (May 1 - August 31 - 30, 2002)				Third Interim Period (September 1 - December 31, 2002)				Fourth Interim Period (January 1 - May 1, 2003)				TOTAL	
	Hours	Pool	Hours	Total	Pool	Hours	Total	Hours	Total	Pool	Hours	Total	Hours	Total	Hours	Fees	Additional Hourly Expenses	
117-0	532.2	161,273.50	5.5	2,327.50	2,327.50	2,327.50	181,273.50	532.2	181,273.50	532.2	181,273.50	532.2	181,273.50	532.2	161,273.50	-	181,273.50	
120-0	49.5	15,447.50	-	-	-	15,447.50	15,447.50	49.5	15,447.50	49.5	15,447.50	49.5	15,447.50	49.5	15,447.50	-	15,447.50	
103-0	17.3	6,238.00	-	-	-	6,238.00	6,238.00	17.3	6,238.00	17.3	6,238.00	17.3	6,238.00	17.3	6,238.00	-	6,238.00	
109-0	4,800.1	1,195,462.95	3,545.3	630,901.15	630,901.15	1,195,462.95	4,800.1	1,195,462.95	4,800.1	1,195,462.95	4,800.1	1,195,462.95	4,800.1	1,195,462.95	-	1,195,462.95		
107-0	8,515.7	1,257,707.50	-	-	-	1,257,707.50	8,515.7	1,257,707.50	8,515.7	1,257,707.50	8,515.7	1,257,707.50	8,515.7	1,257,707.50	-	1,257,707.50		
109-0	148.8	38,445.00	418.2	108,608.00	108,608.00	38,445.00	148.8	38,445.00	148.8	38,445.00	148.8	38,445.00	148.8	38,445.00	-	38,445.00		
109-0	1,253.8	309,342.00	384.2	98,186.00	98,186.00	309,342.00	1,253.8	309,342.00	1,253.8	309,342.00	1,253.8	309,342.00	1,253.8	309,342.00	-	309,342.00		
109-0	257.5	120,845.20	71.4	28,868.00	28,868.00	120,845.20	257.5	120,845.20	257.5	120,845.20	257.5	120,845.20	257.5	120,845.20	-	120,845.20		
118-0	368.1	125,038.00	-	-	-	125,038.00	368.1	125,038.00	368.1	125,038.00	368.1	125,038.00	368.1	125,038.00	-	125,038.00		
114-0	668.8	167,416.20	240.3	60,821.20	60,821.20	167,416.20	668.8	167,416.20	668.8	167,416.20	668.8	167,416.20	668.8	167,416.20	-	167,416.20		
120-0	3,515.8	1,268,811.00	288.1	83,223.50	83,223.50	1,268,811.00	3,515.8	1,268,811.00	3,515.8	1,268,811.00	3,515.8	1,268,811.00	3,515.8	1,268,811.00	-	1,268,811.00		
122-0	170.4	78,221.70	543.8	247,825.40	247,825.40	78,221.70	170.4	78,221.70	170.4	78,221.70	170.4	78,221.70	170.4	78,221.70	-	78,221.70		
122-1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
123-0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
125-0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
130-0	277.2	82,536.50	231.2	121,872.50	121,872.50	82,536.50	277.2	82,536.50	277.2	82,536.50	277.2	82,536.50	277.2	82,536.50	-	82,536.50		
128-0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
128-0	125.3	48,888.00	26.8	7,932.50	7,932.50	48,888.00	125.3	48,888.00	125.3	48,888.00	125.3	48,888.00	125.3	48,888.00	-	48,888.00		
129-0	54.8	20,483.00	-	-	-	20,483.00	54.8	20,483.00	54.8	20,483.00	54.8	20,483.00	54.8	20,483.00	-	20,483.00		
130-0	752.4	182,085.50	585.9	138,833.00	138,833.00	182,085.50	752.4	182,085.50	752.4	182,085.50	752.4	182,085.50	752.4	182,085.50	-	182,085.50		
140-0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
140-0	171.4	44,362.00	48.3	18,424.50	18,424.50	44,362.00	171.4	44,362.00	171.4	44,362.00	171.4	44,362.00	171.4	44,362.00	-	44,362.00		
140-0	1,006.2	308,211.50	483.2	133,116.80	133,116.80	308,211.50	1,006.2	308,211.50	1,006.2	308,211.50	1,006.2	308,211.50	1,006.2	308,211.50	-	308,211.50		
171-0	1,302.3	348,577.00	651.7	148,786.40	148,786.40	348,577.00	1,302.3	348,577.00	1,302.3	348,577.00	1,302.3	348,577.00	1,302.3	348,577.00	-	348,577.00		
200-0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total</b>	<b>31,928.3</b>	<b>8,071,164.20</b>	<b>7,277.2</b>	<b>2,444,224.20</b>	<b>2,444,224.20</b>	<b>8,071,164.20</b>	<b>31,928.3</b>	<b>8,071,164.20</b>	<b>31,928.3</b>	<b>8,071,164.20</b>	<b>31,928.3</b>	<b>8,071,164.20</b>	<b>31,928.3</b>	<b>8,071,164.20</b>	<b>31,928.3</b>	<b>8,071,164.20</b>	<b>1,262,212.50</b>	<b>10,333,376.70</b>
Pool Hourly Fees																		
103-0																		
109-0																		
109-0																		
109-0																		
109-0																		
109-0																		
118-0																		
114-0																		
120-0																		
122-0																		
123-0																		
125-0																		
130-0																		
128-0																		
129-0																		
140-0																		
140-0																		
140-0																		
171-0																		
200-0																		
<b>Total</b>	<b>10,333,376.70</b>	<b>8,071,164.20</b>	<b>2,444,224.20</b>	<b>2,444,224.20</b>	<b>2,444,224.20</b>	<b>8,071,164.20</b>	<b>10,333,376.70</b>	<b>8,071,164.20</b>	<b>2,444,224.20</b>	<b>2,444,224.20</b>	<b>8,071,164.20</b>	<b>10,333,376.70</b>	<b>8,071,164.20</b>	<b>2,444,224.20</b>	<b>2,444,224.20</b>	<b>1,262,212.50</b>	<b>11,595,589.20</b>	

1. During the Third Interim Fee Period, Pooled Hourly Fees were calculated based on the Pooled Hourly Fees from the Second Interim Period.  
2. Aggregate fees over billed in the Third Interim Period are indicated by negative amounts. This amount is netted against additional voluntary reduction fees applied in the 1990 time period in the Pooled Hourly Fees.

**Exhibit C2**  
**KIMART CORPORATION**  
**VENDOR RELATIONS CALL CENTER FEE SUMMARY**  
**Period Covering January 22, 2002 through March 31, 2002**

Vendor Name	Contract #	Call Center	Total Hours			Total Fees			Case Administration	Total
			Supplier Issues	Database Customization	Management Reporting	AP Administration	Supplier Issues	Database Customization		
Buenavoz, Michael	01/22/02 - 01/31/02	8500	3.3	0.0	2.7	0.0	0.0	2,500.00	-	2,500.00
			8.0	0.0	8.0	7,837.50	0.0	0.0	0.00	7,837.50
			2.7	0.0	2.7	4,193.00	0.0	0.0	0.00	4,193.00
			16.0	0.0	16.0	3,135.00	0.0	0.0	0.00	3,135.00
			2.0	0.0	2.0	2,422.50	0.0	0.0	0.00	2,422.50
<b>Sub-Total</b>			<b>20.0</b>	<b>0.0</b>	<b>20.0</b>	<b>17,492.50</b>	<b>2,500.00</b>	<b>0.00</b>	<b>19,992.50</b>	
Creek, Brian	01/22/02 - 01/31/02	5475	2.0	16.5	37.1	8.3	8.4	11,822.50	3,040.00	14,862.50
			8.4	8.4	16.8	4,963.00	0.0	0.0	0.00	4,963.00
			2.4	0.0	2.4	3,135.00	0.0	0.0	0.00	3,135.00
			11.0	4.1	15.1	2,422.50	0.0	0.0	0.00	2,422.50
			8.5	10.0	18.5	1,922.50	0.0	0.0	0.00	1,922.50
<b>Sub-Total</b>			<b>36.4</b>	<b>36.4</b>	<b>72.8</b>	<b>19,922.50</b>	<b>3,040.00</b>	<b>0.00</b>	<b>22,962.50</b>	
Kuhns, Lisa	01/22/02 - 01/31/02	5425	4.8	26.0	33.8	14.5	1.4	6,192.50	595.00	6,787.50
			9.3	6.2	15.5	2,633.00	0.0	0.0	0.00	2,633.00
			8.8	8.8	17.6	2,187.50	0.0	0.0	0.00	2,187.50
			4.0	2.4	6.4	1,020.00	0.0	0.0	0.00	1,020.00
			14.1	28.2	42.3	5,092.50	0.0	0.0	0.00	5,092.50
<b>Sub-Total</b>			<b>31.4</b>	<b>43.4</b>	<b>74.8</b>	<b>15,085.00</b>	<b>595.00</b>	<b>0.00</b>	<b>15,680.00</b>	
Hoehn, Michael	01/22/02 - 01/31/02	5300	18.1	68.8	86.9	9.6	1.4	20,070.00	420.00	20,490.00
			6.7	36.7	43.4	11.0	0.0	840.00	0.00	840.00
			24.9	102.6	127.5	31,992.00	0.0	0.0	0.00	31,992.00
			14.3	4.8	19.1	4,290.00	0.0	0.0	0.00	4,290.00
			10.7	48.5	59.2	13,850.00	0.0	0.0	0.00	13,850.00
<b>Sub-Total</b>			<b>74.7</b>	<b>252.6</b>	<b>327.3</b>	<b>74,482.00</b>	<b>420.00</b>	<b>0.00</b>	<b>74,902.00</b>	
Hojasech, Mark	01/22/02 - 01/31/02	5300	14.3	14.3	28.6	4.8	1.3	18,540.00	395.00	18,935.00
			10.7	12.7	23.4	3.6	0.0	3,210.00	0.00	3,210.00
			10.8	40.8	51.6	3,240.00	0.0	0.0	0.00	3,240.00
			15.2	41.5	56.7	4,950.00	0.0	0.0	0.00	4,950.00
			51.3	106.9	158.2	15,302.50	0.0	0.0	0.00	15,302.50
<b>Sub-Total</b>			<b>102.8</b>	<b>102.8</b>	<b>205.6</b>	<b>46,842.50</b>	<b>395.00</b>	<b>0.00</b>	<b>47,237.50</b>	
Andersen, Sarah	01/22/02 - 01/31/02	5275	19.3	53.1	72.4	18.3	1.3	5,307.50	357.50	5,665.00
			7.0	45.2	52.2	10.4	0.0	12,431.30	0.00	12,431.30
			3.8	54.4	58.2	7.3	0.0	2,865.00	0.00	2,865.00
			52.0	9.1	61.1	14,300.00	0.0	0.0	0.00	14,300.00
			28.9	0.0	28.9	5,222.50	0.0	0.0	0.00	5,222.50
<b>Sub-Total</b>			<b>113.0</b>	<b>113.0</b>	<b>226.0</b>	<b>28,126.30</b>	<b>357.50</b>	<b>0.00</b>	<b>28,483.80</b>	
Bailey, Steve	01/22/02 - 01/31/02	5275	85.0	0.0	0.0	0.0	0.0	23,540.00	345.00	23,885.00
			54.0	0.0	0.0	0.0	0.0	14,850.00	0.00	14,850.00
			139.8	0.0	0.0	0.0	0.0	30,380.00	0.00	30,380.00
			20.3	0.0	0.0	0.0	0.0	5,682.50	0.00	5,682.50
			1.4	45.6	47.0	3,350.00	0.0	0.0	0.00	3,350.00
<b>Sub-Total</b>			<b>200.5</b>	<b>200.5</b>	<b>401.0</b>	<b>77,802.50</b>	<b>345.00</b>	<b>0.00</b>	<b>78,147.50</b>	
Lovell, Kurt	01/22/02 - 01/31/02	5275	20.3	0.0	0.0	1.4	0.0	5,682.50	385.00	6,067.50
			1.4	45.6	47.0	19.0	0.0	16,775.00	0.00	16,775.00
			1.4	45.6	47.0	1.4	0.0	3,540.00	0.00	3,540.00
			20.3	0.0	0.0	0.0	0.0	5,682.50	0.00	5,682.50
			1.4	45.6	47.0	1.4	0.0	3,540.00	0.00	3,540.00
<b>Sub-Total</b>			<b>44.8</b>	<b>44.8</b>	<b>89.6</b>	<b>25,825.00</b>	<b>385.00</b>	<b>0.00</b>	<b>26,210.00</b>	



**Exhibit C2**  
**KIMART CORPORATION**  
**VENDOR RELATIONS CALL CENTER FEE SUMMARY**  
**Period Covering January 22, 2002 through March 31, 2002**

Sub-Total	Total Hours				Total Fees				Total				
	Supplier Hours	Call Center Hours	Management Reporting	AP Administration	Case Administration	Database Contribution	Supplier Issues	Cost/Order		Bill Rate			
5015002 - 02/28/02	3.6	110.2	0.0	20.3	21.9	0.0	0.0	189.0	8,856.00	2,417.50	9,022.50	1,850.00	
Sub-Total	3.6	110.2	0.0	20.3	21.9	0.0	0.0	189.0	8,856.00	2,417.50	9,022.50	1,850.00	
<b>Montgomery, Rob</b>									\$275				
01/22/02 - 01/31/02	84.1	19.3	0.0	8.2	9.2	0.0	0.0	26.57.50	6,032.50	17,627.50	23,660.00	26,547.50	
02/01/02 - 02/13/02	42.4	19.3	0.0	15.4	15.4	0.0	0.0	11,560.00	5,397.50	4,925.00	10,312.50	21,202.50	
02/14/02 - 02/28/02	35.2	18.0	0.0	12.4	12.4	0.0	0.0	9,840.00	4,400.00	3,520.00	7,320.00	17,600.00	
03/01/02 - 03/15/02	52.7	18.2	0.0	12.1	12.1	0.0	0.0	14,492.50	4,465.00	3,227.50	7,692.50	22,215.00	
03/16/02 - 03/31/02	184.4	89.8	0.0	48.5	48.5	0.0	0.0	53,480.00	19,165.00	13,012.50	2,957.50	89,275.00	
Sub-Total	184.4	89.8	0.0	48.5	48.5	0.0	0.0	53,480.00	19,165.00	13,012.50	2,957.50	89,275.00	
<b>Pfaff, Arnold</b>									\$320				
01/22/02 - 01/31/02	43.8	0.0	0.0	0.0	1.4	0.0	0.0	8,720.00	8,720.00	0.00	0.00	9,000.00	
02/01/02 - 02/13/02	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00	0.00	
02/14/02 - 02/28/02	43.2	0.0	0.0	0.0	0.0	0.0	0.0	8,720.00	8,720.00	0.00	0.00	9,000.00	
Sub-Total	43.2	0.0	0.0	0.0	0.0	0.0	0.0	8,720.00	8,720.00	0.00	0.00	9,000.00	
<b>Rasche, Mark</b>									\$250				
01/22/02 - 01/31/02	85.8	0.0	0.0	0.0	1.4	0.0	0.0	21,400.00	21,400.00	0.00	0.00	21,750.00	
02/01/02 - 02/13/02	81.5	0.0	0.0	0.0	0.0	0.0	0.0	20,125.00	20,125.00	0.00	0.00	20,125.00	
02/14/02 - 02/28/02	42.5	0.0	0.0	0.0	0.0	0.0	0.0	10,625.00	10,625.00	0.00	0.00	10,625.00	
03/01/02 - 03/15/02	208.0	0.0	0.0	0.0	1.4	0.0	0.0	52,150.00	52,150.00	0.00	0.00	52,500.00	
Sub-Total	208.0	0.0	0.0	0.0	1.4	0.0	0.0	52,150.00	52,150.00	0.00	0.00	52,500.00	
<b>Urdeshch, Shrey</b>									\$250				
01/22/02 - 01/31/02	86.1	0.0	0.0	0.0	1.4	0.0	0.0	22,075.00	22,075.00	0.00	0.00	22,375.00	
02/01/02 - 02/13/02	83.0	0.0	0.0	0.0	0.0	0.0	0.0	20,750.00	20,750.00	0.00	0.00	20,750.00	
02/14/02 - 02/28/02	82.0	0.0	0.0	0.0	0.0	0.0	0.0	20,500.00	20,500.00	0.00	0.00	20,500.00	
03/01/02 - 03/15/02	263.1	0.0	0.0	0.0	1.4	0.0	0.0	67,215.00	67,215.00	0.00	0.00	67,565.00	
Sub-Total	263.1	0.0	0.0	0.0	1.4	0.0	0.0	67,215.00	67,215.00	0.00	0.00	67,565.00	
<b>Alpert, Arnold</b>									\$175				
01/22/02 - 01/31/02	85.1	0.0	0.0	0.0	1.4	0.0	0.0	14,892.50	14,892.50	0.00	0.00	15,137.50	
02/01/02 - 02/13/02	81.5	0.0	0.0	0.0	0.0	0.0	0.0	16,012.50	16,012.50	0.00	0.00	16,012.50	
02/14/02 - 02/28/02	178.8	0.0	0.0	0.0	0.0	0.0	0.0	30,905.00	30,905.00	0.00	0.00	31,150.00	
Sub-Total	178.8	0.0	0.0	0.0	0.0	0.0	0.0	30,905.00	30,905.00	0.00	0.00	31,150.00	
<b>Belsh, Mark</b>									\$175				
01/22/02 - 01/31/02	35.8	0.0	0.0	0.0	2.4	0.0	0.0	14,580.00	14,580.00	0.00	0.00	14,800.00	
02/01/02 - 02/13/02	35.0	0.0	0.0	0.0	0.0	0.0	0.0	6,125.00	6,125.00	0.00	0.00	6,125.00	
02/14/02 - 02/28/02	128.9	0.0	0.0	0.0	0.0	0.0	0.0	31,105.00	31,105.00	0.00	0.00	31,325.00	
Sub-Total	128.9	0.0	0.0	0.0	0.0	0.0	0.0	31,105.00	31,105.00	0.00	0.00	31,325.00	
<b>Conchlin, Elaine</b>									\$175				
01/22/02 - 01/31/02	86.0	0.0	0.0	0.0	1.4	0.0	0.0	15,155.00	15,155.00	0.00	0.00	15,400.00	
02/01/02 - 02/13/02	82.5	0.0	0.0	0.0	0.0	0.0	0.0	16,187.50	16,187.50	0.00	0.00	16,382.50	
02/14/02 - 02/28/02	129.1	0.0	0.0	0.0	0.0	0.0	0.0	31,347.50	31,347.50	0.00	0.00	31,762.50	
Sub-Total	129.1	0.0	0.0	0.0	0.0	0.0	0.0	31,347.50	31,347.50	0.00	0.00	31,762.50	
<b>Dezaro, Peter</b>									\$175				
01/22/02 - 01/31/02	87.7	0.0	0.0	0.0	1.4	0.0	0.0	15,347.50	15,347.50	0.00	0.00	15,582.50	
02/01/02 - 02/13/02	81.8	0.0	0.0	0.0	0.0	0.0	0.0	14,315.00	14,315.00	0.00	0.00	14,402.50	
02/14/02 - 02/28/02	168.9	0.0	0.0	0.0	0.0	0.0	0.0	29,682.50	29,682.50	0.00	0.00	29,895.00	
Sub-Total	168.9	0.0	0.0	0.0	0.0	0.0	0.0	29,682.50	29,682.50	0.00	0.00	29,895.00	
<b>Eisenacher, Matt</b>									\$175				
01/22/02 - 01/31/02	86.5	0.0	0.0	0.0	1.4	0.0	0.0	15,137.50	15,137.50	0.00	0.00	15,382.50	
02/01/02 - 02/13/02	85.0	0.0	0.0	0.0	0.0	0.0	0.0	14,875.00	14,875.00	0.00	0.00	14,875.00	
Sub-Total	85.0	0.0	0.0	0.0	0.0	0.0	0.0	14,875.00	14,875.00	0.00	0.00	14,875.00	

**Exhibit C2**  
**KWART CORPORATION**  
**VENDOR RELATIONS CALL CENTER FEE SUMMARY**  
 Period Covering January 22, 2002 through March 31, 2002

Total Hours				Total Fees			
Call Center	Supplier Issues	Database Customization	Management Reporting	AP Administration	Case Administration	Total	
02/15/02 - 02/28/02	171.5	0.0	0.0	0.0	1.4	172.9	0.0
Sub-total	171.5	0.0	0.0	0.0	1.4	172.9	0.0
<b>Goodman, James</b>							
01/22/02 - 01/31/02	88.6				1.4	90.0	15,400.00
02/01/02 - 02/12/02	90.5					90.5	15,437.50
02/13/02 - 02/24/02	88.0					88.0	11,900.00
02/25/02 - 03/01/02	90.0					90.0	15,780.00
Sub-total	357.1	0.0	0.0	0.0	1.4	358.5	58,517.50
<b>Goodman, Victoria</b>							
01/22/02 - 01/31/02	88.0				1.4	89.4	15,400.00
02/01/02 - 02/12/02	101.0					101.0	17,675.00
02/13/02 - 02/24/02	72.5					72.5	12,487.50
02/25/02 - 03/01/02	89.0					89.0	15,675.00
Sub-total	350.5	0.0	0.0	0.0	1.4	351.9	61,237.50
<b>Helbrook, Anthony</b>							
01/22/02 - 01/31/02	88.1				1.4	89.5	15,417.50
02/01/02 - 02/12/02	96.0				0.5	96.5	16,300.00
02/13/02 - 02/24/02	124.1				1.9	126.0	21,712.50
Sub-total	308.2	0.0	0.0	0.0	3.8	312.0	53,430.00
<b>Kim, Sally</b>							
01/22/02 - 01/31/02	58.8				1.4	60.2	13,600.00
02/01/02 - 02/12/02	55.6				0.3	55.9	10,800.00
Sub-total	114.4	0.0	0.0	0.0	1.7	116.1	24,400.00
<b>Kroll, Kevin</b>							
01/22/02 - 01/31/02	84.6				1.4	86.0	14,805.00
02/01/02 - 02/12/02	35.0				0.6	35.6	6,125.00
02/13/02 - 02/24/02	119.8				1.9	121.7	20,930.00
Sub-total	239.4	0.0	0.0	0.0	3.9	243.3	41,860.00
<b>Marbury, Aaron</b>							
01/22/02 - 01/31/02	84.0				1.4	85.4	14,865.00
02/01/02 - 02/12/02	31.5					31.5	4,262.50
02/13/02 - 02/24/02	42.0					42.0	4,390.00
02/25/02 - 03/01/02	48.5					48.5	15,487.50
Sub-total	206.0	0.0	0.0	0.0	1.4	207.4	39,005.00
<b>Smith, Todd</b>							
01/22/02 - 01/31/02	75.8				1.4	77.2	13,335.00
02/01/02 - 02/12/02	68.0					68.0	16,575.00
02/13/02 - 02/24/02	164.8				1.4	166.2	28,815.00
Sub-total	308.6	0.0	0.0	0.0	2.8	311.4	58,725.00
<b>Weeks, Bryan</b>							
01/22/02 - 01/31/02	74.1				1.4	75.5	12,907.50
02/01/02 - 02/12/02	56.0				2.0	58.0	8,900.00
02/13/02 - 02/24/02	130.1				3.4	133.5	22,767.50
Sub-total	260.2	0.0	0.0	0.0	6.8	267.0	44,575.00
<b>TOTAL</b>	1,466.3	288.8	98.6	124.8	45.9	2,075.4	404,157.50
02/01/02 - 02/12/02	1,153.7	231.3	79.7	101.3	43.8	1,606.8	375,572.50
02/13/02 - 02/24/02	378.3	87.3	34.1	42.0	34.0	476.7	177,875.00
02/25/02 - 03/01/02	298.9	102.0	63.0	41.5	36.1	441.5	130,460.00
Sub-total	1,831.9	420.3	146.8	184.8	113.9	2,587.5	644,907.50
Other Professionals*	3,298.2	878.6	301.8	288.7	155.4	4,822.7	1,201,730.00
<b>TOTAL</b>	5,130.1	1,301.7	448.6	473.5	269.3	6,623.2	1,846,637.50

\* Includes 17.3 hours for professionals not primarily related to the VRCC, but who rendered services on the project. These hours and fees are included in code 103; (Vendor Relations Call Center Issues) - See Exhibit C1.

EXHIBIT C3

KIMART CORPORATION

Monthly Summary of Billing Fees and Hours by Project Category for Non-Health Services  
For the Period Covered January 1 through May 6, 2003  
(Fourth Interim Fee Application Period)

PROJECT	January 1 - 31, 2003			February 1 - 28, 2003			March 1 - 31, 2003			April 1 - May 4, 2003			TOTAL			
	Hours	Fee	Additional Voluntary Reduction	Hours	Fee	Additional Voluntary Reduction	Hours	Fee	Additional Voluntary Reduction	Hours	Fee	Additional Voluntary Reduction	Hours	Fee	Additional Voluntary Reduction	
1200 Regulatory-related Tax Issues	735.8	330,174.70	-	531.1	224,646.00	-	416.7	191,734.30	-	157.3	76,822.4	-	1,842.4	581,377.40	-	
1201 Federal Tax Consulting	-	-	-	-	-	-	11.4	5,682.4	(736.00)	569.0	233,678.9	(9,154.40)	600.1	238,639.30	(8,830.40)	
1202 State Tax Consulting	127.1	18,575.00	-	23.7	3,550.0	-	19.8	5,530.0	-	50.0	13,785.0	-	200.4	41,440.00	-	
1225 Fee Services Financial Planning	7.9	2,825.00	-	-	-	-	28.3	4,872.5	-	14.6	3,060.0	-	7.9	2,825.00	-	
1250 Vendor/Insurance Investigation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
1260 Project Identification	184.2	26,832.50	(4,000.00)	88.2	20,840.50	-	40.5	13,807.50	-	32.7	8,895.5	(5,843.50)	318.9	79,368.00	19,843.50	
1500 Travel	-	-	-	-	-	-	3.6	784.00	-	13.5	8,510.5	-	15.1	7,204.50	-	
2000 Fees for Billing	26.8	4,357.00	-	12.8	1,806.0	-	10.1	1,874.00	-	27.0	8,420.5	-	78.3	16,537.00	-	
<b>Total</b>	<b>1,911.6</b>	<b>\$ 382,854.20</b>	<b>\$ (4,000.00)</b>	<b>\$ 257,282.00</b>	<b>\$ 257,282.00</b>	<b>\$ -</b>	<b>\$ 257,282.00</b>	<b>\$ 221,158.70</b>	<b>\$ (736.00)</b>	<b>\$ 221,158.70</b>	<b>\$ 250,868.90</b>	<b>\$ (12,897.90)</b>	<b>\$ 3,120.7</b>	<b>\$ 1,223,895.70</b>	<b>\$ (18,853.90)</b>	<b>\$ 1,205,041.80</b>

Fees Not Billed

NET FEES REQUESTED (Non-Audit)

1,184,288.00

**EXHIBIT D**  
**KMART CORPORATION**  
**Summary of Hours and Fees by Professional by Project Category for Non-Audit Services**  
**For the Period Covering January 1 through May 6, 2003**  
**(Fourth Interim Period)**

Professional	Hourly Rate	1220		1223		1224		1230		1240		1310		TOTALS	
		Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees
<b>FAS Professionals</b>															
Budynski, Jeffrey	\$275	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Chen, Minde	\$600	-	-	-	-	-	-	1.9	950.00	-	-	-	-	3.0	825.00
Margen, Kirsten	\$140	-	-	-	-	-	-	-	-	10.9	1,526.00	-	-	11.8	1,662.00
Grubin, Susan	\$490	-	-	-	-	-	-	3.0	1,380.00	5.8	2,810.00	30.8	13,806.00	39.7	17,885.00
Matta, Roger	\$175	-	-	-	-	-	-	-	-	13.5	2,362.50	93.4	17,220.00	111.5	19,812.50
Manski, Michelle	\$175	-	-	-	-	-	-	3.0	525.00	33.4	5,792.50	158.5	27,375.00	194.8	34,055.00
From Not Audit														35.3	2,747.00
<b>TOTAL FAS</b>								<b>7.8</b>	<b>2,825.00</b>	<b>62.99</b>	<b>42,221.00</b>	<b>291.7</b>	<b>59,813.50</b>	<b>377.8</b>	<b>77,608.50</b>
<b>Tax Consulting Professionals</b>															
Arick, Mitch	\$660	76.1	50,208.00	-	-	-	-	-	-	-	-	-	-	76.1	50,208.00
Agallo, Victoria	\$200	-	-	3.6	720.00	-	-	-	-	-	-	-	-	3.6	720.00
Alsomari, Dave	\$650	15.9	6,250.00	-	-	-	-	-	-	-	-	-	-	15.9	6,250.00
Barna, Robert	\$595	11.5	6,842.50	-	-	-	-	-	-	-	-	-	-	11.5	6,842.50
Bender, Jennife	\$261	32.2	8,404.20	138.3	36,096.30	-	-	-	-	-	-	-	-	170.5	44,500.50
Bassonadi, Jackie	\$95	111.5	96,342.50	-	-	-	-	-	-	-	-	-	-	111.5	96,342.50
Budayeva, Nisha	\$305	162.4	62,524.00	-	-	-	-	-	-	-	-	-	-	162.4	62,524.00
Calvert, Louise	\$285	0.5	142.50	-	-	-	-	-	-	-	-	-	-	0.5	142.50
Card, Dong	\$378	116.0	43,848.00	14.2	5,367.60	-	-	-	-	-	-	-	-	130.2	49,215.60
Chandrasekar, Krishnan	\$450	-	-	12.0	5,400.00	-	-	-	-	-	-	-	-	12.0	5,400.00
Chang, Paul	\$450	28.8	13,005.00	0.4	180.00	-	-	-	-	-	-	-	-	29.2	13,185.00
Chen, Cluis	\$385	8.1	3,103.50	-	-	-	-	-	-	-	-	-	-	8.1	3,103.50
Dill, Kathleen	\$395	1.0	395.00	-	-	-	-	-	-	-	-	-	-	1.0	395.00
Dugan, James	\$490	41.1	20,139.00	13.5	6,615.00	-	-	-	-	-	-	-	-	54.6	26,754.00
Esquerdo, Lillian	\$100	-	-	-	-	2.0	200.00	-	-	-	-	-	-	2.0	200.00
Fagan, Arlene	\$490	116.6	57,480.00	-	-	-	-	-	-	-	-	-	-	116.6	57,480.00
Ferruti, Marc	\$200	-	-	-	-	31.2	6,240.00	-	-	-	-	-	-	31.2	6,240.00
Fisher, Tom	\$450	-	-	8.0	2,700.00	-	-	-	-	-	-	2.0	900.00	10.0	3,600.00
Frost, A.C.	\$140	3.5	210.00	-	-	-	-	-	-	-	-	-	-	3.5	210.00
Freij, Mirra	\$175	-	-	28.6	5,005.00	-	-	-	-	-	-	-	-	28.6	5,005.00
Fritz, Celi	\$140	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Guenther, Richard	\$350	0.7	245.00	-	-	-	-	-	-	-	-	-	-	0.7	245.00
Gerritsen, David	\$450	6.1	2,745.00	-	-	-	-	-	-	-	-	-	-	6.1	2,745.00
Harper, Jack	\$650	4.0	2,600.00	-	-	-	-	-	-	-	-	-	-	4.0	2,600.00
Hodge, Michelle	\$350	-	-	-	-	10.0	3,500.00	-	-	-	-	-	-	10.0	3,500.00
Hornbacher, Chen	\$250	-	-	-	-	0.3	165.00	-	-	-	-	-	-	0.3	165.00
Hoffey, Raphael	\$200	-	-	25.2	5,040.00	-	-	-	-	-	-	-	-	25.2	5,040.00
Hsu, Shunon	\$175	4.2	735.00	-	-	-	-	-	-	-	-	-	-	4.2	735.00
Hunter, Cynthia	\$490	157.5	77,175.00	91.2	44,588.00	-	-	-	-	-	-	-	-	248.7	121,863.00
Jaffe, Amy	\$94	-	-	0.6	56.40	-	-	-	-	-	-	-	-	0.6	56.40
Jiang, Lai	\$140	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Leason, Yves	\$200	-	-	-	-	1.8	360.00	-	-	-	-	-	-	1.8	360.00
Leback, Paul	\$385	7.9	3,041.50	-	-	-	-	-	-	-	-	-	-	7.9	3,041.50

**EXHIBIT D**  
**KWART CORPORATION**  
**Summary of Hours and Fees by Professional by Project Category for Non-Audit Services**  
**For the Period Covering January 1 through May 6, 2003**  
**(Fourth Interim Period)**

Professional	Hourly Rate	1220		1223		1224		1226		1280		1340		1900		TOTALS	
		Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees	Total Hours	Total Fees
Michalski, Eigit	\$550	2.5	1,375.00	-	-	-	-	-	-	-	-	-	-	-	-	2.5	1,375.00
Molina, Francisco	\$500	148.3	101,905.00	-	-	-	-	-	-	0.3	165.00	22.7	12,485.00	-	-	21.3	116,215.00
Molina, Bernice	\$250	-	-	-	-	42.0	14,700.00	-	-	-	-	-	-	-	-	42.0	14,700.00
Murphy, Kelly	\$345	76.8	26,586.00	95.1	36,613.50	-	-	-	-	-	-	-	-	-	-	171.9	63,199.50
Nowak, Gregory	\$595	123.5	73,482.50	22.5	13,317.50	-	-	-	-	-	-	1.5	577.50	-	-	148.0	87,377.50
Panasch, Terilo	\$140	0.5	70.00	-	-	-	-	-	-	-	-	-	-	-	-	0.5	70.00
Paul, Ty	\$261	3.2	835.20	-	-	-	-	-	-	-	-	-	-	-	-	3.2	835.20
Paul, Walter	\$595	18.9	11,245.50	-	-	-	-	-	-	-	-	-	-	-	-	18.9	11,245.50
Pfeiffer, Jerry	\$450	0.4	180.00	-	-	-	-	-	-	-	-	-	-	-	-	0.4	180.00
Prasad, Valric	\$175	-	-	2.5	437.50	-	-	-	-	-	-	-	-	-	-	2.5	437.50
Przybylowski, Craig	\$224	25.7	5,756.80	-	-	-	-	-	-	-	-	-	-	-	-	25.7	5,756.80
Rambold, Amy	\$354	-	-	1.0	354.00	-	-	-	-	-	-	-	-	-	-	1.0	354.00
Reple, Michael	\$269	269.8	72,576.20	-	-	-	-	-	-	-	-	-	-	-	-	269.8	72,576.20
Reppert, Thomas	\$350	2.6	1,430.00	35.4	19,470.00	-	-	-	-	-	-	-	-	-	-	38.0	20,900.00
Rick, Scott	\$400	195.4	78,160.00	-	-	-	-	-	-	-	-	-	-	-	-	195.4	78,160.00
Sullivan, Christine	\$100	-	-	-	-	20.0	2,000.00	-	-	-	-	-	-	-	-	20.0	2,000.00
Schubert, Christine	\$385	2.0	770.00	-	-	-	-	-	-	-	-	-	-	-	-	2.0	770.00
Schwartz, David	\$490	20.3	12,867.00	130.7	64,243.00	-	-	-	-	-	-	-	-	13.1	6,394.50	161.0	73,504.50
Schwartz, Guy	\$385	10.5	4,042.50	-	-	-	-	-	-	-	-	-	-	-	-	10.5	4,042.50
Starnes, Cheryl	\$175	-	-	4.5	787.50	-	-	-	-	-	-	-	-	-	-	4.5	787.50
Stark, Carmen	\$245	-	-	21.6	6,196.80	-	-	-	-	-	-	-	-	-	-	21.6	6,196.80
Sperry, Jon	\$450	2.0	900.00	-	-	-	-	-	-	-	-	-	-	-	-	2.0	900.00
Stokes, Thomas	\$550	2.0	1,100.00	-	-	-	-	-	-	-	-	-	-	-	-	2.0	1,100.00
Sybilski, Kenneth	\$490	-	-	-	-	5.5	2,695.00	-	-	-	-	-	-	-	-	5.5	2,695.00
Tenne, Eason	\$100	-	-	-	-	58.8	5,880.00	-	-	-	-	-	-	-	-	58.8	5,880.00
Vener, Jide	\$385	2.0	770.00	-	-	-	-	-	-	-	-	-	-	-	-	2.0	770.00
Williams, Michael	\$548	-	-	2.0	1,092.00	-	-	-	-	-	-	-	-	-	-	2.0	1,092.00
Woodward, Mark	\$480	14.0	6,860.00	-	-	-	-	-	-	-	-	-	-	-	-	14.0	6,860.00
Yan, Michelle	\$378	3.0	1,134.00	-	-	-	-	-	-	-	-	-	-	-	-	3.0	1,134.00
Young, Lee	\$595	4.0	2,380.00	-	-	-	-	-	-	-	-	-	-	-	-	4.0	2,380.00
For Not Billed																	
<b>TOTAL TAX</b>		<b>1,840.4</b>	<b>\$ 831,177.40</b>	<b>600.1</b>	<b>\$ 235,655.30</b>	<b>200.4</b>	<b>\$ 41,440.00</b>	<b>-</b>	<b>\$ -</b>	<b>0.3</b>	<b>\$ 165.00</b>	<b>25.2</b>	<b>\$ 13,552.50</b>	<b>15.1</b>	<b>\$ 7,294.50</b>	<b>2,743.0</b>	<b>\$ 1,146,079.20</b>
Sub-Totals:		<b>1,840.4</b>	<b>\$ 831,177.40</b>	<b>600.1</b>	<b>\$ 235,655.30</b>	<b>200.4</b>	<b>\$ 41,440.00</b>	<b>7.9</b>	<b>\$ 2,425.00</b>	<b>83.2</b>	<b>\$ 42,396.00</b>	<b>314.9</b>	<b>\$ 73,366.00</b>	<b>16.1</b>	<b>\$ 7,294.50</b>	<b>3,125.8</b>	<b>\$ 1,223,885.70</b>
Additional Voluntary Reduction:					<b>(6,190.40)</b>												<b>(6,190.40)</b>
Fees Not Billed																	
<b>Grand Total (Non-Audit):</b>		<b>\$</b>	<b>\$ 831,177.40</b>		<b>\$ 231,788.90</b>		<b>\$ 41,440.00</b>		<b>\$ 2,425.00</b>		<b>\$ 12,366.00</b>		<b>\$ 63,422.50</b>		<b>\$ 7,294.50</b>		<b>\$ 1,190,314.30</b>

**EXHIBIT E1****KMART CORPORATION****Summary of Expenses by Category for Non-Audit Services**  
*For the Period Covering January 22, 2002 through May 6, 2003*

	January 22 - April 30, 2002	May 1 - August 31, 2003	September 1 - December 31, 2002	January 1 - May 6, 2003	Total
Lodging	\$262,662.74	\$ 107,890.89	\$ 2,116.41	\$ 800.66	\$ 373,470.70
Meals	57,363.85	21,961.93	478.94	775.70	\$ 80,580.42
Telephone	7,586.80	5,292.57	456.92	6.51	\$ 13,342.80
Transportation	345,295.21	184,659.14	6,813.34	\$ 6,938.64	\$ 543,706.33
Other	16,702.13	4,270.02	12.00	1.00	\$ 20,985.15
Adjustment			(127.95)		(127.95)
<b>TOTAL (Non-Audit)</b>	<b>\$689,610.73</b>	<b>\$ 324,074.55</b>	<b>\$ 9,749.66</b>	<b>\$ 8,522.51</b>	<b>\$ 1,031,957.45</b>

<sup>1</sup> Credit of \$127.95 reflects a charge of \$127.95 inadvertently included in the Third Fee Application.

EXHIBIT E2

KMART CORPORATION

Monthly Summary of Expenses by Category for Non-Audit Services  
For the Period Covering January 1 through May 6, 2003  
(Fourth Interim Period)

	January 1 - 31, 2003	February 1 - 28, 2003	March 1 - 31, 2003	April 1 - May 6, 2003	Total
Lodging	\$ -	\$ -	\$ -	\$ 800.66	\$ 800.66
Meals	391.42	276.80	-	107.48	\$ 775.70
Telephone	-	6.51	-	-	\$ 6.51
Transportation	421.86	417.91	9.00	\$ 6,089.87	\$ 6,938.64
Other	-	-	-	1.00	\$ 1.00
<b>TOTAL (Non-Audit)</b>	<b>\$ 813.28</b>	<b>\$ 701.22</b>	<b>\$ 9.00</b>	<b>\$ 6,999.01</b>	<b>\$ 8,522.51</b>

**Exhibit F**  
**KMART CORPORATION**  
**Summary of Out-of-Pocket Expenses By Professional for Non-Audit Services**  
*For the Period Covering January 1 through May 6, 2003*  
*(Fourth Interim Period)*

Individual	Total	Trans	Lodging	Telephone	Other	Meals
Aeder, Mitch	237.10	211.33	-	6.51	-	19.26
Alexander, Dave	41.72	-	-	-	-	41.72
Bazata, Robert	1,264.94	1,264.94	-	-	-	-
Bissoondial, Hardeo	86.80	60.00	-	-	-	26.80
Bulekbayeva, Natalia	191.05	92.00	-	-	-	99.05
Cheung, Paul	113.17	-	-	-	-	113.17
Fagot, Archie	13.50	13.50	-	-	-	-
Foley, Tara	505.00	505.00	-	-	-	-
Martin, Jeannette	221.99	99.00	-	-	-	122.99
Nowak, Greg	21.60	21.60	-	-	-	-
Patel, Ty	20.00	-	-	-	-	20.00
Repka, Michael	683.16	415.26	-	-	-	247.90
Schwans, David	5,142.48	4,256.01	800.66	-	1.00	84.81
<b>TOTAL PROFESSIONALS</b>	<b>\$ 8,522.51</b>	<b>\$ 6,938.64</b>	<b>\$ 800.66</b>	<b>\$ 6.51</b>	<b>\$ 1.00</b>	<b>\$ 775.70</b>
<b>TOTAL EXPENSES (Non-Audit)</b>	<b>\$ 8,522.51</b>	<b>\$ 6,938.64</b>	<b>\$ 800.66</b>	<b>\$ 6.51</b>	<b>\$ 1.00</b>	<b>\$ 775.70</b>

**Notes:**

All meals charged to the Debtor are capped at a maximum of \$35.00 per person.

All airplane travel is charged at the cost of a coach airfare.

To the extent that staff travel to locations other than their home destination for the weekend, total expenses are capped at the cost of round-trip airfare to their home city.



EOC SEP 30 2002

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION

In re: ) Case No. 02-B02474  
) (Jointly Administered)  
KMART CORPORATION, et al., ) Chapter 11  
) Hon. Susan Pierson Sonderby  
) Hearing Date: September 24, 2002  
Debtors. ) Hearing Time: 2:00 p.m.

**ORDER UNDER SECTIONS 327(a) AND 328(a) OF THE BANKRUPTCY  
CODE AUTHORIZING THE DEBTORS TO AMEND THE SCOPE  
OF EMPLOYMENT AND RETENTION OF  
PRICEWATERHOUSE COOPERS LLP TO INCLUDE THE  
PROVISION OF AUDIT, AUDIT-RELATED AND TAX SERVICES**

Upon the supplemental application dated September 11, 2002 (the "Supplemental Application"), wherein Kmart Corporation ("Kmart") and certain of its domestic subsidiaries and affiliates, debtors and debtors-in-possession in the above-captioned cases (collectively, the "Debtors") applied, pursuant to Rule 2014(a) of the Federal Rules of Bankruptcy Procedure and Sections 327(a) and 328(a) of the Bankruptcy Code, for entry of an order amending the scope of the employment and retention of PricewaterhouseCoopers LLP ("PricewaterhouseCoopers") to include (i) audit and related services as set forth in the engagement letter, a copy of which is attached hereto as Exhibit A (the "Engagement Letter"), (ii) additional audit-related services as described herein, and (iii) tax services as described herein; and upon the Affidavit of Randall S. Eisenberg and the First Supplemental Affidavit of Randall S. Eisenberg; it appearing to the Court that (i) it has jurisdiction over the matters raised

in the Supplemental Application pursuant to 28 U.S.C. §§ 157 and 1334; (ii) this is a core proceeding pursuant to 28 U.S.C. § 157(b)(2); (iii) the relief requested in the Supplemental Application is in the best interests of the Debtors, their estates and their creditors; (iv) proper and adequate notice of the Supplemental Application and the hearing thereon has been given and that no other or further notice is necessary; and (v) upon the record herein after due deliberation thereon, that the relief should be granted as set forth below,

1. ~~The Engagement Letter is reasonable and appropriate under the circumstances and the employment and retention~~ <sup>the</sup> of PricewaterhouseCoopers by the Debtors to provide audit and related services pursuant to the terms of Engagement Letter is hereby approved.

2. PricewaterhouseCoopers may provide additional audit-related services as the Debtors and PricewaterhouseCoopers deem appropriate, including, but not limited to, other related accounting services, restructuring activities, controls testing of system changes, and implementation of new accounting standards. Such additional services shall be the subject of separate written agreements. The Debtors are authorized to enter into such agreements with PricewaterhouseCoopers for additional audit-related services from time to time without further order of this Court, subject to a requirement that invoices for any such additional audit-related services be made available for review to, and without prejudice to the objection

rights of, the United States Trustee, the Statutory Committees and the Debtors' Audit Committee.

3. PricewaterhouseCoopers' audit professionals, including those audit professionals providing additional audit-related services, shall submit to the Debtors, the United States Trustee, the Statutory Committees and the Debtors' Audit Committee only summary documentation which shall provide hours incurred by level and descriptions of tasks that were completed by the audit group during the applicable time period in lieu of providing detailed time records; provided, however, that PricewaterhouseCoopers shall submit a final fee application to the Court containing such summary documentation at the completion of the audit engagement. All time records for work performed by PricewaterhouseCoopers' non-audit professionals in assisting the audit professionals shall otherwise adhere to the applicable provisions of the Bankruptcy Code, the Bankruptcy Rules and the Local Rules of this Court, except that PricewaterhouseCoopers may be paid by the Debtors in accordance with the progress billing schedule attached to the Engagement Letter as Exhibit B without further order of Court.

4. The Debtors are authorized to enter into agreements with PricewaterhouseCoopers for tax-related services from time to time without further order of this Court, subject to a requirement that invoices for any tax-related services

be made available for review to, and without prejudice to the objection rights of, the United States Trustee, the Statutory Committees and the Debtors Audit Committee.

5. Fixed-fee tax projects and significant hourly fee tax projects shall be the subject of an engagement letter requiring the approval of the Debtors' Vice President of Tax or other appropriate representative of the Debtors, subject to review by, and without prejudice to the objection rights of, the United States Trustee, the Statutory Committees and the Debtors' Audit Committee

6. All work performed by PricewaterhouseCoopers tax professionals and billed on an hourly basis shall adhere to the applicable provisions of the Bankruptcy Code, the Bankruptcy Rules and the Local Rules of this Court. As to any tax services provided by PricewaterhouseCoopers to the Debtors on a fixed-fee basis, PricewaterhouseCoopers' tax professionals shall submit to the Debtors, the United States Trustee, the Statutory Committees and the Debtors' Audit Committee only summary documentation which shall provide hours incurred by level and descriptions of tasks that were completed by the tax group during the applicable time period in lieu of providing detailed time records.

7. PricewaterhouseCoopers shall maintain detailed time and expense records in connection with efforts undertaken with respect to the Investigation Matters, with copies of such records to be transmitted to the Debtors, the United States Trustee, the Statutory Committees and the Debtors' Audit Committee.

8. All provisions of the Final Order Pursuant to Section 327(a) of the  
Bankruptcy Code Authorizing the Employment and Retention of  
PricewaterhouseCoopers LLP as Financial Advisors to the Debtors (Docket No. 674)  
remain in effect.

Date: Chicago, Illinois

9/24, 2002

  
Honorable Susan Pierson Sonderby  
United States Bankruptcy Judge

Exhibit H  
**KMART CORPORATION**  
**Detail of Professional Fees for Non-Audit Services**  
**Period Covering January 1, 2003 through January 31, 2003**

Code	Date	Hours	Individual	Rate	Fees	Description
1224	10/04/02	2.0	Emanuelli, Lilliana	\$100	200.00	Assist J. Naccarato (Kmart) with clarification of 1999 and 2000 Puerto Rico tax notices received.
1224	10/07/02	2.0	Torres, Laura	\$100	200.00	Assist J. Naccarato (Kmart) with clarification of 1999 and 2000 Puerto Rico tax notices received.
1224	10/08/02	2.9	Torres, Laura	\$100	290.00	Assist P. Hueber (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	10/15/02	0.3	Hernandez, Clara	\$350	105.00	Assist F. Espinosa (Kmart) with clarification of 2001 Puerto Rico and US tax notices received.
1224	10/15/02	2.0	Torres, Laura	\$100	200.00	Assist F. Espinosa (Kmart) with clarification of 2001 Puerto Rico and US tax notices received.
1224	11/01/02	1.1	Holley, Raphael	\$200	220.00	Assist S. Smalley (Kmart) with clarification of 1998 Puerto Rico tax notice received.
1224	11/07/02	1.8	Lizasoain, Ivetta	\$200	360.00	Gather data on Puerto Rico taxes paid during 2002 for the Kmart Trinitarian people on assignment in Puerto Rico.
1224	11/07/02	0.3	Matos, Berenice	\$350	105.00	Gather data on Puerto Rico taxes paid during 2002 for the Kmart Trinitarian people on assignment in Puerto Rico.
1224	11/08/02	0.7	Holley, Raphael	\$200	140.00	Assist R. Campos (Kmart) with filing of his 2001 Puerto Rico tax return and W-2 form.
1224	11/15/02	1.0	Holley, Raphael	\$200	200.00	Assist S. Slade (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	11/18/02	3.7	Holley, Raphael	\$200	740.00	Assist J. Naccarato (Kmart) with clarification of 1999 and 2000 Puerto Rico tax notices received.
1224	11/18/02	1.5	Matos, Berenice	\$350	525.00	Assist J. Naccarato (Kmart) with clarification of 1999 and 2000 Puerto Rico tax notices received.
1224	11/22/02	2.0	Torres, Laura	\$100	200.00	Assist R. Campos (Kmart) with filing of his 2001 Puerto Rico tax return and W-2 form.
1224	11/22/02	0.4	Torres, Laura	\$100	40.00	Assist S. Slade (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	11/26/02	0.4	Torres, Laura	\$100	40.00	Assist F. Espinosa (Kmart) with tax equalization interpretation and with regards to 2001 tax refunds from U.S. and Puerto Rico.
1224	11/26/02	1.1	Torres, Laura	\$100	110.00	Assist M. Dougherty (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	11/26/02	3.0	Torres, Laura	\$100	300.00	Assist F. Espinosa (Kmart) with clarification of 2001 Puerto Rico and US tax notices received.
1224	12/02/02	2.1	Holley, Raphael	\$200	420.00	Assist M. Dougherty (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	12/02/02	3.8	Holley, Raphael	\$200	760.00	Assist F. Espinosa (Kmart) with clarification of 2001 Puerto Rico and US tax notices received.

1224	12/05/02	2.7	Holley, Raphael	\$200	540.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/05/02	1.8	Torres, Laura	\$100	180.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/05/02	2.1	Torres, Laura	\$100	210.00 Assist J. Naccarato (Kmart) with clarification of 1999 and 2000 Puerto Rico tax notices received.
1224	12/06/02	0.5	Holley, Raphael	\$200	100.00 Assist R. Campos (Kmart) with filing of his 2001 Puerto Rico tax return and W-2 form.
1224	12/06/02	1.0	Holley, Raphael	\$200	200.00 Assist L. Nava III (Kmart) with re-calculation of late payment interest and surcharges on his 2001 US tax return to determine amount due from Kmart per tax equalization calculation.
1224	12/06/02	3.5	Holley, Raphael	\$200	700.00 Assist P. Hueber (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	12/06/02	3.6	Torres, Laura	\$100	360.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/09/02	1.0	Holley, Raphael	\$200	200.00 Assist F. Espinosa (Kmart) with tax equalization interpretation and with regards to 2001 tax refunds from U.S. and Puerto Rico.
1224	12/09/02	2.6	Holley, Raphael	\$200	520.00 Assist W. Beale (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	12/09/02	1.5	Torres, Laura	\$100	150.00 Assist P. Hueber (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	12/11/02	0.5	Holley, Raphael	\$200	100.00 Assist P. Hueber (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	12/11/02	1.0	Holley, Raphael	\$200	200.00 Assist J. Naccarato (Kmart) with clarification of 1999 and 2000 Puerto Rico tax notices received.
1224	12/11/02	3.2	Torres, Laura	\$100	320.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/12/02	3.0	Torres, Laura	\$100	300.00 Assist W. Beale (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	12/13/02	0.8	Matos, Berenice	\$350	280.00 Assist S. Smalley (Kmart) with clarification of 1998 Puerto Rico tax notice received.
1224	12/18/02	0.5	Matos, Berenice	\$350	175.00 Assist L. Nava III (Kmart) with re-calculation of late payment interest and surcharges on his 2001 US tax return to determine amount due from Kmart per tax equalization calculation.
1224	12/18/02	1.5	Matos, Berenice	\$350	525.00 Assist W. Beale (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1224	12/20/02	2.5	Matos, Berenice	\$350	875.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/23/02	4.7	Matos, Berenice	\$350	1,645.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/23/02	2.7	Torres, Laura	\$100	270.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/26/02	0.6	Matos, Berenice	\$350	210.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.

1224	12/27/02	1.4	Torres, Laura	\$100	140.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1224	12/30/02	0.8	Torres, Laura	\$100	80.00 Assist S. Smalley (Kmart) with clarification of 1998 Puerto Rico tax notice received.
1220	01/02/03	0.5	Aeder, Mitch	\$680	330.00 Work session with J. Martin (PwC) regarding potential for intragroup spin-off of KMI into Kmart.
1220	01/02/03	1.3	Bissoondial, Hardeo	\$595	773.50 Review open state tax issues and captive insurance company planning.
1220	01/02/03	0.5	Bissoondial, Hardeo	\$595	297.50 Conference call with C. Gross (Skadden), E. Sensenbrenner (Skadden) and J. Martin (PwC) regarding potential for intragroup spin-off of KMI into Kmart.
1220	01/02/03	0.5	James, Cynthia	\$490	245.00 Work session with R. Bosler (Kmart) regarding New Jersey Alternative Minimum Assessment analysis.
1220	01/02/03	1.4	James, Cynthia	\$490	686.00 Review current state tax issues.
1220	01/02/03	0.5	Martin, Jeannette	\$550	275.00 Conference call with C. Gross (Skadden), E. Sensenbrenner (Skadden) and H. Bissoondial (PwC) regarding potential for intragroup spin-off of KMI into Kmart.
1220	01/02/03	0.5	Martin, Jeannette	\$550	275.00 Work session with M. Aeder (PwC) regarding potential for intragroup spin-off of KMI into Kmart.
1220	01/02/03	0.5	Martin, Jeannette	\$550	275.00 Conference call with L. Meerschaert (Kmart) regarding comments to federal tax models.
1220	01/02/03	4.0	Martin, Jeannette	\$550	2,200.00 Analyze potential tax consequences of reorganization.
1350	01/02/03	5.0	Mehta, Rupa	\$175	875.00 Edits to time detail for November Fee Application.
1250	01/02/03	3.0	Merski, Michelle	\$175	525.00 Tie out vendor allowance binders and schedules per request of J. Budzynski (PwC).
1350	01/02/03	1.5	Merski, Michelle	\$175	262.50 Edits to time detail in preparation of November Fee Application.
1220	01/02/03	0.9	Nowak, Gregory	\$595	535.50 Review variables and framework for state tax model.
1220	01/03/03	1.0	Aeder, Mitch	\$660	660.00 Work session with J. Martin (PwC) and A. Fagot (PwC) regarding review of updated federal tax model.
1220	01/03/03	2.3	Bissoondial, Hardeo	\$595	1,368.50 Review alternatives for creating a holding company structure.
1220	01/03/03	1.0	Fagot, Archie	\$450	450.00 Work session with M. Aeder (PwC) and J. Martin (PwC) regarding review of updated federal tax model.
1350	01/03/03	0.6	Gordon, Susan	\$450	270.00 Work session with R. Mehta (PwC) regarding various issues related to the completion of the November Fee Application.
1350	01/03/03	0.4	Gordon, Susan	\$450	180.00 Conference call with L. Schroeder (Skadden) regarding administrative order.
1220	01/03/03	2.0	Martin, Jeannette	\$550	1,100.00 Research regarding state tax savings as a valid business purpose for intragroup spin-off of KMI into Kmart.



1220	01/03/03	1.0	Martin, Jeannette	\$550	550.00	Work session with M. Aeder (PwC) and A. Fagot (PwC) regarding review of updated federal tax model.
1350	01/03/03	0.6	Mehta, Rupa	\$175	105.00	Work session with S. Gordon (PwC) regarding various issues related to the completion of the November Fee Application.
1350	01/03/03	6.0	Mehta, Rupa	\$175	1,050.00	Fee allocation summary; update monthly bill History Binder; final edits and quality check of November Fee Application.
1350	01/03/03	0.4	Mehta, Rupa	\$175	70.00	Work session with M. Merski (PwC) to finalize November Fee Application.
1350	01/03/03	0.6	Merski, Michelle	\$175	105.00	Create November expense report for Fee Application.
1350	01/03/03	0.4	Merski, Michelle	\$175	70.00	Work session with R. Mehta (PwC) to finalize November Fee Application.
1220	01/03/03	1.0	Murphy, Kelli	\$385	385.00	Prepare January state tax fee estimates.
1220	01/03/03	0.5	Murphy, Kelli	\$385	192.50	Conference call with G. Nowak (PwC) regarding unemployment rate notice status.
1220	01/03/03	0.5	Nowak, Gregory	\$595	297.50	Conference call with K. Murphy (PwC) regarding unemployment rate notice status.
1220	01/03/03	3.2	Patel, Ty	\$261	835.20	Research regarding business purpose requirement for IRC Section 355 spin-offs.
1220	01/03/03	3.2	Repka, Michael	\$269	860.80	Research concerning dividend received deduction treatment in Kentucky, New Hampshire, Pennsylvania, Massachusetts and Tennessee.
1220	01/06/03	0.3	Aeder, Mitch	\$660	198.00	Work session with H. Bissoondial (PwC) regarding Kmart subsidiary spin off of KMI.
1220	01/06/03	2.2	Aeder, Mitch	\$660	1,452.00	Conference call with C. Gross (Skadden) and E. Sensenbrenner (Skadden) and J. Mispion (Kmart) regarding state tax restructuring.
1220	01/06/03	1.1	Aeder, Mitch	\$660	726.00	Work session with N. Bulekbayeva (PwC) to review federal tax model.
1220	01/06/03	1.0	Alexander, Dave	\$550	550.00	Review leasing software with Summit National (vendor) used by The Coolidge Group subsidiary.
1220	01/06/03	0.3	Bissoondial, Hardeo	\$595	178.50	Work session with M. Aeder (PwC) regarding Kmart subsidiary spin off of KMI.
1220	01/06/03	0.4	Bissoondial, Hardeo	\$595	238.00	Prepare for conference call regarding presentation of alternative state planning opportunities.
1220	01/06/03	2.0	Bissoondial, Hardeo	\$595	1,190.00	Conference call with K. Murphy (PwC) and G. Nowak (PwC) regarding presentation of alternative state planning opportunities, including holding company structure.
1220	01/06/03	1.1	Bulekbayeva, Natalia	\$385	423.50	Work session with M. Aeder (PwC) to review federal tax model.
1220	01/06/03	1.4	Bulekbayeva, Natalia	\$385	539.00	Revise federal tax model to correct inaccuracies per M. Aeder's (PwC) request.
1220	01/06/03	1.9	Fagot, Archie	\$450	855.00	Weekly conference call with J. Mispion (Kmart) and C. Gross (Skadden) and E. Sensenbrenner (Skadden) representatives regarding state spin-off subsidiary strategy.

1350	01/06/03	0.7	Gordon, Susan	\$450	315.00 Commence review and edit of November Fee Application.
1220	01/06/03	0.8	James, Cynthia	\$490	392.00 Review state tax issues for future modelling.
1220	01/06/03	2.5	Martin, Jeannette	\$550	1,375.00 Weekly federal tax call with J. Misplon (Kmart) regarding open issues.
1220	01/06/03	1.5	Martin, Jeannette	\$550	825.00 Review federal tax restructuring models.
1220	01/06/03	2.0	Martin, Jeannette	\$550	1,100.00 Review proposed PwC budget summaries for State Tax projects.
1350	01/06/03	1.0	Merski, Michelle	\$175	175.00 Analyze standard billing amount for 1350 charge code.
1220	01/06/03	2.0	Murphy, Kelli	\$385	770.00 Conference call with H. Bissoondial (PwC) and G. Nowak (PwC) regarding presentation of alternative state planning opportunities, including holding company structure.
1220	01/06/03	2.0	Murphy, Kelli	\$385	770.00 Conference call with J. Misplon (Kmart), C. Gross (Skadden) and G. Nowak (PwC) regarding state structuring opportunities.
1220	01/06/03	1.0	Nowak, Gregory	\$595	595.00 Conference call with H. Bissoondial (PwC) and K. Murphy (PwC) regarding presentation of alternative state planning opportunities, including holding company structure. (partial)
1220	01/06/03	1.5	Nowak, Gregory	\$595	892.50 Conference call with J. Misplon (Kmart), C. Gross (Skadden) and K. Murphy (PwC) regarding state structuring opportunities. (partial)
1220	01/06/03	2.3	Repka, Michael	\$299	618.70 Research regarding state tax treatment of dividend received deductions.
1220	01/06/03	5.9	Rock, Scott	\$490	2,891.00 Identify key states for Kmart in preparation of state structuring alternatives presentation and implementation checklist.
1220	01/07/03	1.1	Aeder, Mitch	\$860	726.00 Review status of state tax spin off.
1220	01/07/03	1.3	Aeder, Mitch	\$660	858.00 Research regarding cancellation of intercompany debt.
1220	01/07/03	0.4	Aeder, Mitch	\$660	264.00 Work session with L. Pfeffer (PwC) regarding tax treatment of cancellation of intercompany debt.
1220	01/07/03	0.7	Alexander, Dave	\$550	385.00 Work session with K. Murphy (PwC) regarding Coolidge Group documents.
1220	01/07/03	2.3	Alexander, Dave	\$550	1,285.00 Revise Coolidge Group lease concession documents.
1220	01/07/03	1.7	Bissoondial, Hardeo	\$595	1,011.50 Research state tax treatment of cancellation of debt.
1220	01/07/03	2.1	Bulekbayeva, Natalia	\$385	808.50 Revise the federal tax model per A. Fagot's (PwC) comments.
1220	01/07/03	3.3	Bulekbayeva, Natalia	\$385	1,270.50 Research application of consolidated return rules to cancellation of intercompany indebtedness.
1220	01/07/03	0.6	Bulekbayeva, Natalia	\$385	231.00 Review federal tax restructuring model with A. Fagot (PwC).

1220	01/07/03	0.6	Fagot, Archie	\$450	270.00 Review federal tax restructuring model with N. Bulekbayeva (PwC).
1350	01/07/03	3.0	Gordon, Susan	\$450	1,350.00 Complete review of November 2002 monthly Fee Application.
1220	01/07/03	1.5	James, Cynthia	\$490	735.00 Review of state tax structure alternatives.
1220	01/07/03	0.8	James, Cynthia	\$490	392.00 Review of New Jersey Alternative Minimum Assessment tax issues.
1350	01/07/03	0.3	Martin, Jeannette	\$550	165.00 Review fees incurred to date.
1220	01/07/03	6.5	Martin, Jeannette	\$550	3,575.00 Review and comment on federal tax restructuring models.
1350	01/07/03	2.0	Mehta, Rupa	\$175	350.00 Correct for omissions in previous monthly bills.
1350	01/07/03	2.0	Merski, Michelle	\$175	350.00 Determined all Detroit FAS billings from July through current and forecasted December and January per C. VanRaemdonck's (PwC) request for presentation to the audit committee.
1220	01/07/03	0.7	Murphy, Kelli	\$385	289.50 Work session with D. Alexander (PwC) regarding Coolidge Group documents.
1220	01/07/03	1.3	Murphy, Kelli	\$385	500.50 Work session with G. Nowak (PwC) regarding state tax structure alternatives.
1220	01/07/03	1.3	Nowak, Gregory	\$595	773.50 Work session with K. Murphy (PwC) regarding state tax structure alternatives.
1220	01/07/03	0.4	Pfeffer, Larry	\$450	180.00 Work session with M. Aeder (PwC) regarding tax treatment of cancellation of intercompany debt.
1220	01/07/03	2.3	Rock, Scott	\$490	1,127.00 Edit state structuring alternatives presentation.
1220	01/08/03	2.0	Aeder, Mitch	\$660	1,320.00 Work session with N. Bulekbayeva (PwC), J. Martin (PwC) and A. Fagot (PwC) regarding changes to the federal tax model.
1220	01/08/03	0.3	Aeder, Mitch	\$660	198.00 Teleconference J. Misplon (Kmart) regarding federal tax model.
1220	01/08/03	2.0	Bulekbayeva, Natalia	\$385	770.00 Work session with M. Aeder (PwC), J. Martin (PwC) and A. Fagot (PwC) regarding changes to the federal tax model.
1220	01/08/03	2.2	Bulekbayeva, Natalia	\$385	847.00 Make changes to tax model with A. Fagot (PwC).
1220	01/08/03	5.5	Bulekbayeva, Natalia	\$385	2,117.50 Revise federal tax model to reflect updated projections.
1220	01/08/03	0.8	Bulekbayeva, Natalia	\$385	308.00 Conference call with J. Misplon (Kmart) regarding new EBITDA projections.
1220	01/08/03	2.0	Fagot, Archie	\$450	900.00 Work session with N. Bulekbayeva (PwC), J. Martin (PwC) and M. Aeder (PwC) regarding changes to the federal tax model.
1220	01/08/03	2.2	Fagot, Archie	\$450	990.00 Make changes to tax model with N. Bulekbayeva (PwC).

1220	01/08/03	0.8	Fagot, Archie	\$450	380.00 Review new information for model with J. Misplon (Kmart).
1220	01/08/03	0.7	Fagot, Archie	\$450	315.00 Revise tax model to reflect new information.
1224	01/08/03	0.2	Ferretti, Marc	\$200	40.00 Phone correspondence with C. Bojanowski (Kmart) regarding Trinidad Group.
1224	01/08/03	0.3	Ferretti, Marc	\$200	80.00 Phone correspondence with L. Meerschaert (Kmart) regarding 4th Quarter Estimated Tax Payments and 2001 Tax Equalization issue.
1350	01/08/03	0.5	Gordon, Susan	\$450	225.00 Correspondence with team regarding need for upcoming budget to submit to Fee Review Committee.
1220	01/08/03	2.0	Martin, Jeannette	\$550	1,100.00 Work session with N. Bulekbayeva (PwC), M. Aeder (PwC) and A. Fagot (PwC) regarding changes to the federal tax model.
1220	01/08/03	8.5	Martin, Jeannette	\$550	4,675.00 Review and comment on revised federal tax model.
1350	01/08/03	2.0	Mehta, Rupa	\$175	350.00 Correct for omissions in previous monthly bills.
1350	01/08/03	0.5	Meraki, Michelle	\$175	87.50 Work session with S. Gordon (PwC) regarding billing omissions.
1350	01/08/03	2.0	Meraki, Michelle	\$175	350.00 Edits to November time detail in preparation of November monthly bill.
1220	01/08/03	0.6	Nowak, Gregory	\$595	357.00 Review summary of state tax structure alternatives.
1220	01/09/03	5.0	Aeder, Mitch	\$660	3,300.00 Final review of revised federal tax model.
1220	01/09/03	1.3	Aeder, Mitch	\$660	858.00 Review of changes and main assumptions to tax model with A. Fagot (PwC), J. Martin (PwC) and N. Bulekbayeva (PwC).
1220	01/09/03	2.0	Alexander, Dave	\$550	1,100.00 Conference call with G. Nowak (PwC), J. Misplon (Kmart), B. Saad (Kmart) and S. Harmon (Kmart) regarding Coolidge Group lease concessions.
1220	01/09/03	2.0	Bulekbayeva, Natalia	\$385	770.00 Revise the federal tax model per M. Aeder's (PwC) comments.
1220	01/09/03	5.7	Bulekbayeva, Natalia	\$385	2,194.50 Create Alternative Minimum Tax Scenario.
1220	01/09/03	1.3	Bulekbayeva, Natalia	\$385	500.50 Review of changes and main assumptions to tax model with A. Fagot (PwC), J. Martin (PwC) and M. Aeder (PwC).
1220	01/08/03	2.2	Fagot, Archie	\$450	990.00 Final review of revised federal tax model.
1220	01/09/03	1.3	Fagot, Archie	\$450	585.00 Review of changes and main assumptions to tax model with M. Aeder (PwC), J. Martin (PwC) and N. Bulekbayeva (PwC).
1224	01/09/03	0.5	Ferretti, Marc	\$200	100.00 Draft and send 4th Quarter Estimated Tax Payments to L. Meerschaert (Kmart) with filing instructions and payment summary schedule for 4th Quarter Estimated Tax Payments for Kmart Assignees.
1350	01/09/03	2.0	Gordon, Susan	\$450	900.00 Prepare information for commencement of Third Interim Fee Application .

1220	01/09/03	0.8	Martin, Jeannette	\$550	440.00 Draft cover note and distribute revised federal tax models.
1220	01/09/03	1.2	Martin, Jeannette	\$550	660.00 Conference call with J. Misplon (Kmart) regarding updated variables and impact on federal tax restructuring models.
1220	01/09/03	1.3	Martin, Jeannette	\$550	715.00 Review of changes and main assumptions to tax model with M. Aeder (PwC), A. Fagot (PwC) and N. Bulekbayeva (PwC).
1220	01/09/03	8.7	Martin, Jeannette	\$550	5,335.00 Revise federal tax models to reflect updated variables.
1350	01/09/03	2.0	Mehta, Rupa	\$175	350.00 Quality check of November monthly bill.
1350	01/09/03	4.0	Merski, Michelle	\$175	700.00 Update November monthly bill to include time and expenses incurred by FTI Consulting.
1350	01/09/03	1.5	Merski, Michelle	\$175	282.50 Finalize November monthly bill for review by J. Murphy (PwC).
1220	01/09/03	0.5	Nowak, Gregory	\$595	297.50 Conference call with D. Alexander (PwC), J. Misplon (Kmart), B. Saad (Kmart) and S. Harmon (Kmart) regarding Coolidge Group lease concessions. <i>(partia)</i>
1220	01/09/03	1.1	Rock, Scott	\$490	539.00 Review presentation of state and local tax planning ideas.
1220	01/10/03	0.4	Aeder, Mitch	\$860	264.00 Work session with J. Martin (PwC) and H. Bissoondial (PwC) regarding state tax structure.
1220	01/10/03	2.4	Aeder, Mitch	\$660	1,584.00 Conference call with V. Durrer (Skadden), J. Misplon (Kmart) and J. Martin (PwC) regarding tax projections.
1220	01/10/03	0.4	Bissoondial, Hardeo	\$595	238.00 Work session with J. Martin (PwC) and M. Aeder (PwC) regarding state tax structure.
1220	01/10/03	0.4	Bissoondial, Hardeo	\$595	238.00 Review state tax bankruptcy consequences and captive insurance issues.
1220	01/10/03	0.7	Bissoondial, Hardeo	\$595	416.50 Work session with T. Stokes (PwC) and J. Misplon (Kmart) regarding requirements for captive insurance company domiciled in New York, including specific capital requirements and types and amounts of risk insured. <i>(partia)</i>
1220	01/10/03	1.0	Bulekbayeva, Natalia	\$385	385.00 Conference call with J. Martin (PwC), J. Misplon (Kmart), C. Gross (Skadden) and E. Sensenbrenner (Skadden) regarding tax consequences of a reorganization.
1220	01/10/03	6.0	Bulekbayeva, Natalia	\$385	2,310.00 Set up the reorganization scenario in the model.
1350	01/10/03	0.5	Gordon, Susan	\$450	225.00 Further preparation for commencement of Third Interim Fee Application.
1350	01/10/03	0.5	Gordon, Susan	\$450	225.00 Work session with M. Maraki (PwC) and R. Mehta (PwC) regarding Third Interim Fee Application approach.
1220	01/10/03	0.5	Martin, Jeannette	\$550	275.00 Review Alternative Minimum Tax and G reorganization (tax-free reorganization) model Scenarios.
1220	01/10/03	1.0	Martin, Jeannette	\$550	550.00 Conference call with N. Bulekbayeva (PwC), J. Misplon (Kmart), C. Gross (Skadden) and E. Sensenbrenner (Skadden) regarding tax consequences of a reorganization.
1220	01/10/03	0.3	Martin, Jeannette	\$550	165.00 Work session with H. Bissoondial (PwC) and M. Aeder (PwC) regarding state tax structure. <i>(partia)</i>

1220	01/10/03	2.4	Martin, Jeannette	\$550	1,320.00	Conference call with V. Durrer (Skadden), M. Aeder (PwC) and J. Mispion (Kmart) regarding tax projections.
1350	01/10/03	1.5	Mehta, Rupa	\$175	262.50	Follow-up work session with M. Merski (PwC) regarding Third Interim Fee Application checklist.
1350	01/10/03	0.5	Mehta, Rupa	\$175	87.50	Work session with S. Gordon (PwC) and M. Merski (PwC) regarding Third Interim Fee Application approach.
1350	01/10/03	0.5	Merski, Michelle	\$175	87.50	Work session with S. Gordon (PwC) and R. Mehta (PwC) regarding Third Interim Fee Application approach.
1350	01/10/03	1.5	Merski, Michelle	\$175	262.50	Follow-up work session with R. Mehta (PwC) regarding Third Interim Fee Application checklist.
1350	01/10/03	2.6	Merski, Michelle	\$175	455.00	Create Kmart Billing History Binder.
1220	01/10/03	0.5	Nowak, Gregory	\$595	297.50	Review information for 01/13/03 presentation regarding state tax opportunities
1220	01/10/03	3.7	Repka, Michael	\$269	995.30	Research Pennsylvania, Ohio and Texas treatment of dividends received from a domestic subsidiary and interest add back rules relating to interest paid to a parent or grand parent corporation.
1220	01/10/03	1.5	Stokas, Thomas	\$550	825.00	Work session with H. Bissoondial (PwC) and J. Mispion (Kmart) regarding requirements for captive insurance company domiciled in New York, including specific capital requirements and types and amounts of risk insured.
1220	01/10/03	3.0	Yan, Michelle	\$378	1,134.00	Research on requirements for a captive insurance corporation and ability to deduct premiums.
1220	01/13/03	0.4	Aeder, Mitch	\$660	264.00	Review federal tax model with N Bulekbayeva (PwC).
1220	01/13/03	1.8	Aeder, Mitch	\$660	1,188.00	Conference call with N. Bulekbayeva (PwC), J. Martin (PwC), Kmart, C. Gross (Skadden) and E. Sensenbrenner (Skadden) teams regarding enterprise and equity value determinations and methodology.
1220	01/13/03	0.3	Aeder, Mitch	\$660	198.00	Review open federal tax issues with J. Martin (PwC).
1220	01/13/03	0.4	Bulekbayeva, Natalia	\$385	154.00	Review federal tax model with M. Aeder (PwC).
1220	01/13/03	0.4	Bulekbayeva, Natalia	\$385	154.00	Revise the federal tax model to reflect change to enterprise value.
1220	01/13/03	2.0	Bulekbayeva, Natalia	\$385	770.00	Research whether enterprise value can be derived based on the market value of debt traded on stock exchange.
1220	01/13/03	1.0	Bulekbayeva, Natalia	\$385	385.00	Conference call with J. Martin (PwC), M. Aeder (PwC), C. Gross (Skadden) and E. Sensenbrenner (Skadden) regarding enterprise and equity value determinations and methodology. (partial)
1220	01/13/03	1.0	Martin, Jeannette	\$550	550.00	Conference call with N. Bulekbayeva (PwC), M. Aeder (PwC), C. Gross (Skadden) and E. Sensenbrenner (Skadden) regarding enterprise and equity value determinations and methodology. (partial)
1220	01/13/03	0.3	Martin, Jeannette	\$550	165.00	Review open federal tax issues with M. Aeder (PwC).
1220	01/13/03	4.6	Martin, Jeannette	\$550	2,530.00	Review Miller Buckfire valuations and impact to federal tax restructuring model.
1224	01/13/03	0.5	Matos, Berenice	\$350	175.00	Assist P. Rangel (Kmart) with clarification of 2001 Puerto Rico tax notice received.

1350	01/13/03	0.1	Mehta, Rupa	\$175	17.50 Draft and send e-mail requesting time detail for December Fee Application.
1350	01/13/03	3.5	Merski, Michelle	\$175	612.50 Review Second Interim Fee Application to gain understanding of process in preparation for Third Interim Fee Application.
1350	01/13/03	0.5	Merski, Michelle	\$175	87.50 Compile preliminary checklist of tasks for Third Interim Fee Application.
1220	01/13/03	2.1	Rock, Scott	\$490	1,029.00 Research interest add-back rules in top 10 states.
1220	01/13/03	3.2	Rock, Scott	\$490	1,568.00 Research dividends received deductions rules in top 10 states.
1220	01/13/03	0.5	Stokes, Thomas	\$550	275.00 Research regarding capitalization requirements of a captive insurance company in New York.
1220	01/14/03	0.8	Aeder, Mitch	\$660	528.00 Work session with H. Bissoondial (PwC) and J. Martin (PwC) regarding state tax opportunities.
1220	01/14/03	0.4	Aeder, Mitch	\$660	284.00 Work session with C. Gross (Kmart) regarding valuations.
1220	01/14/03	1.8	Aeder, Mitch	\$660	1,188.00 Conference call with D. Miller (Miller Buckfire), M. Suow (Miller Buckfire), C. Gross (Skadden), E. Sensenbrener (Skadden) and J. Misplon (Kmart) regarding valuations.
1220	01/14/03	3.8	Aeder, Mitch	\$660	2,376.00 Conference call with J. Misplon (Kmart), J. Martin (PwC), C. Gross (Skadden) and E. Sensenbrener (Skadden) regarding calculation of enterprise and equity values.
1220	01/14/03	0.8	Bissoondial, Hardeo	\$595	476.00 Work session with M. Aeder (PwC) and J. Martin (PwC) regarding state tax opportunities.
1220	01/14/03	1.3	Bulekbayeva, Natalia	\$385	500.50 Conference call with D. Miller (Miller Buckfire) and M. Suow (Miller Buckfire) regarding enterprise value.
1220	01/14/03	3.2	Bulekbayeva, Natalia	\$385	1,232.00 Revise the federal tax model pursuant to changes in the enterprise value.
1250	01/14/03	0.5	Corbett, Martha	\$500	250.00 Review of memo to file regarding incremental analysis and review of Chicago Partners work.
1220	01/14/03	1.0	Fagot, Archie	\$450	450.00 Correspondences with J. Misplon (Kmart), D. Miller (Miller Buckfire) and M. Suow (Miller Buckfire) regarding valuations and factors used to determine enterprise value.
1220	01/14/03	1.3	Fagot, Archie	\$450	585.00 Revise federal tax model to reflect updated information.
1224	01/14/03	1.0	Ferretti, Marc	\$200	200.00 E-mail correspondence with K. Francis (Kmart) and C. Bojanowski (Kmart) regarding year-end compensation and relocation information requests.
1224	01/14/03	0.2	Ferretti, Marc	\$200	40.00 Correspondence with F. Daly (Kmart) regarding Puerto Rican tax notice.
1350	01/14/03	1.0	Gordon, Susan	\$450	450.00 Commence drafting of Third Interim Application narrative.
1220	01/14/03	0.8	Martin, Jeannette	\$550	440.00 Work session with H. Bissoondial (PwC) and M. Aeder (PwC) regarding state tax opportunities.
1220	01/14/03	3.0	Martin, Jeannette	\$550	1,650.00 Conference call with J. Misplon (Kmart), M. Aeder (PwC), C. Gross (Skadden) and E. Sensenbrener (Skadden) regarding calculation of enterprise and equity values. (partial)

1220	01/14/03	0.5	Martin, Jeannette	\$550	275.00	Conference call with L. Meerschaert (Kmart) regarding variables for federal tax restructuring models.
1224	01/14/03	0.5	Matos, Berenice	\$350	175.00	Gather data on Puerto Rico taxes paid during 2002 for the Kmart Trinitarian people on assignment in Puerto Rico.
1224	01/14/03	0.1	Matos, Berenice	\$350	35.00	Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for income tax reporting purposes.
1350	01/14/03	1.0	Merski, Michelle	\$175	175.00	Compile time detail for period ending 01/15/03.
1350	01/14/03	1.3	Merski, Michelle	\$175	227.50	Determine process for payment allocation with PwC Finance.
1220	01/14/03	0.4	Nowak, Gregory	\$595	238.00	Review unemployment issues and likely store closures in preparation of 1/15/03 call.
1220	01/15/03	1.0	Aeder, Mitch	\$660	660.00	Weekly state tax conference call with J. Misplon (Kmart) and H. Bissoondial (PwC), J. Martin (PwC), G. Nowak (PwC) and S. Rock (PwC) regarding open tax issues. (partial)
1220	01/15/03	0.7	Aeder, Mitch	\$660	462.00	Work session with J. Martin (PwC) regarding updated information on tax model.
1220	01/15/03	0.8	Aeder, Mitch	\$660	528.00	Review IRC Section 382 Issues with H. Bissoondial (PwC).
1220	01/15/03	4.1	Aeder, Mitch	\$660	2,706.00	Review valuation reports.
1220	01/15/03	2.0	Bissoondial, Hardeo	\$595	1,190.00	Conference call with G. Nowak (PwC) and C. James (PwC) regarding state tax modelling, intercompany debt update and state tax structuring issues.
1220	01/15/03	0.8	Bissoondial, Hardeo	\$595	476.00	Review IRC Section 382 issues with M. Aeder (PwC).
1220	01/15/03	1.8	Bissoondial, Hardeo	\$595	1,071.00	Weekly state tax conference call with J. Misplon (Kmart) and M. Aeder (PwC), J. Martin (PwC), G. Nowak (PwC) and S. Rock (PwC) regarding open tax issues.
1220	01/15/03	4.0	Bulekbayeva, Natalia	\$385	1,540.00	Research the effects of closing of books on last-in-first-out ("LIFO") conversion.
1224	01/15/03	0.5	Ferratti, Marc	\$200	100.00	Phone correspondence with Expatriate Tax group in San Juan regarding 2002 authorization list, Puerto Rican and Trinidad Groups, and to request status report for pending notices.
1250	01/15/03	2.5	Gordon, Susan	\$450	1,125.00	Quality Control review of work paper binders for Allowance Investigation.
1250	01/15/03	0.5	Gordon, Susan	\$450	225.00	Edit memo to file regarding review of Kmart interim allowances.
1350	01/15/03	0.5	Gordon, Susan	\$450	225.00	Case administration - review Amended PwC Order to ensure that all appropriate Fee Applications are being prepared (i.e. audit related services).
1350	01/15/03	0.5	Gordon, Susan	\$450	225.00	Contact Line of Service Leaders regarding info necessary for Third Interim Fee Application.
1220	01/15/03	2.0	James, Cynthia	\$490	980.00	Conference call with G. Nowak (PwC) and H. Bissoondial (PwC) regarding state tax modelling, intercompany debt update and state tax structuring issues.
1220	01/15/03	0.3	James, Cynthia	\$490	147.00	Conference call with L. Meerschaert (Kmart) regarding state net operating losses.



1220	01/15/03	1.2	Martin, Jeannette	\$550	660.00 Weekly state tax conference call with J. Mispion (Kmart) and M. Aeder (PwC), H. Bissoondial (PwC), G. Nowak (PwC) and S. Rock (PwC) regarding open tax issues. <i>(partial)</i>
1220	01/15/03	0.7	Martin, Jeannette	\$550	385.00 Work session with M. Aeder (PwC) regarding updated information on tax model.
1220	01/15/03	3.3	Martin, Jeannette	\$550	1,815.00 Review updated information on tax model.
1350	01/15/03	0.4	Martin, Jeannette	\$550	220.00 Billing issues.
1220	01/15/03	0.9	Martin, Jeannette	\$550	495.00 Work session with H. Bissoondial (PwC) and S. Rock (PwC) regarding open state tax issues.
1350	01/15/03	0.4	Merski, Michelle	\$175	70.00 Update Fee Application History binder.
1350	01/15/03	2.0	Merski, Michelle	\$175	350.00 Thlrd Interim Fee Application preparation.
1220	01/15/03	1.2	Nowak, Gregory	\$595	714.00 Weekly state tax conference call with J. Mispion (Kmart) and M. Aeder (PwC), H. Bissoondial (PwC), J. Martin (PwC) and S. Rock (PwC) regarding open tax issues. <i>(partial)</i>
1220	01/15/03	1.0	Nowak, Gregory	\$595	595.00 Conference call with C. James (PwC) and H. Bissoondial (PwC) regarding state tax modelling, intercompany debt update and state tax structuring issues. <i>(partial)</i>
1220	01/15/03	1.2	Rock, Scott	\$490	588.00 Weekly state tax conference call with J. Mispion (Kmart) and M. Aeder (PwC), H. Bissoondial (PwC), J. Martin (PwC) and G. Nowak (PwC) regarding open tax issues. <i>(partial)</i>
1220	01/15/03	0.9	Rock, Scott	\$490	441.00 Work session with J. Martin (PwC) and H. Bissoondial (PwC) regarding open state tax issues.
1224	01/15/03	0.2	Torres, Laura	\$100	20.00 Prepare to assist Kmart on compensation review to determine taxable amounts under the Puerto Rico tax law for Income tax reporting purposes.
1220	01/16/03	0.9	Bissoondial, Hardeo	\$595	535.50 Work session with J. Martin (PwC) and S. Rock (PwC) regarding open state tax issues.
1220	01/16/03	4.4	Bissoondial, Hardeo	\$595	2,618.00 Review projections and state tax consequences of cancellation of debt.
1220	01/16/03	1.0	Bissoondial, Hardeo	\$595	595.00 Work session with M. Woodward (PwC) regarding research of state application of IRC Section 382 issues in top 10 states.
1220	01/16/03	1.5	Bulekbayeva, Natalia	\$385	577.50 Review new input data provided by Kmart and discuss same with L. Meerschaert (Kmart).
1220	01/16/03	4.0	Bulekbayeva, Natalia	\$385	1,540.00 Develop alternative minimum tax scenario under a G reorganization (tax-free reorganization).
1220	01/16/03	7.0	Bulekbayeva, Natalia	\$385	2,695.00 Update the federal tax model to include revised information.
1220	01/16/03	5.6	Fagot, Archie	\$450	2,520.00 Revise federal tax model with new enterprise values, 5-year projections, fair market values and post emergence debt numbers.
1224	01/16/03	1.0	Ferretti, Marc	\$200	200.00 Correspondence with Kmart payroll personnel regarding year-end compensation matters and 2002 W-2 Forms.
1220	01/16/03	0.9	James, Cynthia	\$490	441.00 Gather historical information for state tax model.

1220	01/16/03	1.1	James, Cynthia	\$490	539.00 Work session with K. Murphy (PwC) and G Nowak (PwC) regarding state tax modelling.
1220	01/16/03	3.5	Martin, Jeannette	\$550	1,925.00 Updates and revisions to federal models to reflect updated enterprise and equity values.
1350	01/16/03	4.2	Martin, Jeannette	\$550	2,310.00 December time and expense collection and analysis.
1350	01/16/03	4.0	Merski, Michelle	\$175	700.00 Third Interim Fee Application preparation.
1220	01/16/03	1.1	Murphy, Kelli	\$385	423.50 Work session with C. James (PwC) and G. Nowak (PwC) regarding state tax modelling.
1220	01/16/03	0.9	Murphy, Kelli	\$385	346.50 Review asset valuation and make edits.
1220	01/16/03	1.1	Nowak, Gregory	\$595	654.50 Work session with C. James (PwC) and K. Murphy (PwC) regarding state tax modelling.
1220	01/16/03	3.6	Rock, Scott	\$490	1,764.00 Review and comment on state tax restructuring model.
1220	01/16/03	6.0	Woodward, Mark	\$490	2,940.00 Research state conformity to IRC Section 382 rules in 10 states in preparation of analysis matrix.
1220	01/17/03	1.3	Bissoondial, Hardeo	\$595	773.50 Review and comment on state model addressing state tax impact of restructuring.
1220	01/17/03	9.0	Bulekbayeva, Natalia	\$385	3,465.00 Revise federal tax model for new projections, change in emergence date, change in valuations and allocations of assets.
1220	01/17/03	4.6	Fagot, Archie	\$450	2,070.00 Review and revise federal tax model for new projections, change in emergence date, change in valuations and allocation of fair market value among the assets.
1224	01/17/03	0.5	Ferretti, Marc	\$200	100.00 Prepare 2002 authorization lists for the Hong Kong, Puerto Rican and Trinidad Groups.
1224	01/17/03	0.5	Ferretti, Marc	\$200	100.00 Prepare an agenda and other supporting schedules for January 20, 2003 meeting regarding 2002 authorization listings, tax organizer distribution, estimates, and tax equalizations.
1220	01/17/03	0.6	James, Cynthia	\$490	284.00 Work session with R. Bosler (Kmart) regarding state tax net operating losses.
1220	01/17/03	1.6	James, Cynthia	\$490	784.00 Gather information for state tax model.
1220	01/17/03	0.4	James, Cynthia	\$490	196.00 Review state net operating losses for state tax model.
1220	01/17/03	0.8	Martin, Jeannette	\$550	440.00 Conference call with C. Gross (Skadden), E. Sensenbrenner (Skadden) and J. Mispion (Kmart) update federal tax models.
1220	01/17/03	4.7	Martin, Jeannette	\$550	2,585.00 Revise federal tax models to reflect updated variables.
1224	01/17/03	0.5	Matos, Berenice	\$350	175.00 Assist W. Beale (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1350	01/17/03	3.4	Merski, Michelle	\$175	595.00 Third Interim Fee Application preparation.

1220	01/17/03	1.0	Murphy, Kelli	\$385	385.00 Review state tax model.
1220	01/17/03	3.4	Rock, Scott	\$490	1,666.00 Revise state tax restructuring model.
1224	01/17/03	3.0	Torres, Laura	\$100	300.00 Assist W. Beale (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1220	01/17/03	3.0	Woodward, Mark	\$490	1,470.00 Research state application of IRC Section 382 issues in top 10 states.
1220	01/17/03	1.0	Woodward, Mark	\$490	490.00 Work session with H. Bissoondial (PwC) regarding research of state application of IRC Section 382 issues in top 10 states.
1220	01/18/03	6.0	Bulekbayeva, Natalia	\$385	2,310.00 Revise the federal tax model per A. Fagot (PwC) and J. Martin's (PwC) comments.
1220	01/18/03	6.0	Fagot, Archie	\$450	2,700.00 Continue revising federal tax projection model.
1220	01/18/03	4.0	Martin, Jeannette	\$550	2,200.00 Revise federal tax models to reflect updated variables, including new emergence date;
1220	01/18/03	3.0	Martin, Jeannette	\$550	1,650.00 Create additional federal tax models to reflect range of enterprise values.
1220	01/19/03	1.0	Bulekbayeva, Natalia	\$385	385.00 Revise the federal tax model to include bifurcation of the change year.
1220	01/19/03	3.0	Bulekbayeva, Natalia	\$385	1,155.00 Discuss comments with J. Martin (PwC) and A. Fagot (PwC).
1220	01/19/03	13.0	Bulekbayeva, Natalia	\$385	5,005.00 Revise the federal tax model per A. Fagot's (PwC) and J. Martin's (PwC) comments.
1220	01/19/03	5.0	Fagot, Archie	\$450	2,250.00 Revise federal tax model to include bifurcation of the change year.
1220	01/19/03	3.0	Fagot, Archie	\$450	1,350.00 Discuss comments with J. Martin (PwC) and N. Bulekbayeva (PwC).
1220	01/19/03	8.0	Martin, Jeannette	\$550	4,400.00 Create and revise additional federal tax models to reflect various enterprise values.
1220	01/19/03	3.0	Martin, Jeannette	\$550	1,650.00 Work session with A. Fagot (PwC) and N. Bulekbayeva (PwC) regarding comments on the tax model.
1220	01/19/03	2.0	Murphy, Kelli	\$385	770.00 Review store closing information and impact on future apportionment factors.
1220	01/20/03	1.2	Aeder, Mitch	\$660	792.00 Review disclosure statement.
1220	01/20/03	3.0	Alexander, Dave	\$550	1,650.00 Call with Summit National (software vendor) regarding The Coolidge Group software issues.
1220	01/20/03	3.0	Bealer, Janelle	\$261	783.00 Work session with C. James (PwC) regarding updated listing of store closing and impact on state tax analysis.
1220	01/20/03	1.8	Bissoondial, Hardeo	\$595	1,071.00 Revise state tax model to reflect impact of cancellation of debt on net operating losses and depreciation deductions.

1220	01/20/03	2.4	Bissoondial, Hardeo	\$595	1,428.00 Work session with M. Repka (PwC) and S. Rock (PwC) regarding comments to state tax model.
1220	01/20/03	0.5	Bulekbayeva, Natalia	\$385	192.50 Discuss federal tax models with J. Misplon (Kmart) and J. Martin (PwC).
1220	01/20/03	8.0	Bulekbayeva, Natalia	\$385	3,080.00 Substantially revise the taxable sale scenario.
1220	01/20/03	2.5	Bulekbayeva, Natalia	\$385	962.50 Correspondences with A. Fagot (PwC) and J. Martin (PwC) regarding revisions to the federal tax model.
1220	01/20/03	1.2	Fagot, Archie	\$450	540.00 Conference call with J. Misplon (Kmart) regarding federal tax model.
1220	01/20/03	2.5	Fagot, Archie	\$450	1,125.00 Correspondences with N. Bulekbayeva (PwC) and J. Martin (PwC) regarding revisions to the federal tax model.
1220	01/20/03	2.1	Fagot, Archie	\$450	945.00 Revise federal tax model for client's requested changes and re-distribute.
1224	01/20/03	2.0	Ferretti, Marc	\$200	400.00 Work session with L. Meerschaert (Kmart) regarding 2002 authorization listings, tax organizer distribution, estimates, tax equalizations for M. Endsley (Kmart) and those to come for H. Bryant (Kmart) and J. Olgun (Kmart) and to review status report for n
1220	01/20/03	0.5	Garrett, Richard	\$550	275.00 Review description of professional experience and send additions back to M. Merski (PwC).
1220	01/20/03	0.8	James, Cynthia	\$490	392.00 Work session with G. Nowak (PwC) regarding state tax model.
1220	01/20/03	3.0	James, Cynthia	\$490	1,470.00 Work session with J. Beeler (PwC) regarding updated listing of store closing and impact on state tax analysis.
1220	01/20/03	1.2	James, Cynthia	\$490	588.00 Review state tax modelling information obtained from Kmart.
1220	01/20/03	0.5	Martin, Jeannette	\$550	275.00 Work session with J. Misplon (Kmart) and N. Bulekbayeva (PwC) regarding federal tax models.
1220	01/20/03	2.5	Martin, Jeannette	\$550	1,375.00 Correspondences with N. Bulekbayeva (PwC) and A. Fagot (PwC) regarding revisions to the federal tax model.
1220	01/20/03	0.5	Martin, Jeannette	\$550	275.00 Work session with J. Misplon (Kmart) and L. Meerschaert (Kmart) regarding federal tax models.
1224	01/20/03	2.0	Matos, Berenice	\$350	700.00 Assist M. Dougherty (Kmart) with clarification of 2001 Puerto Rico tax notice received.
1350	01/20/03	1.0	Merski, Michelle	\$175	175.00 Third Interim Fee Application preparation.
1220	01/20/03	0.8	Nowak, Gregory	\$595	476.00 Work session with C. James (PwC) regarding state tax model.
1220	01/20/03	4.3	Repka, Michael	\$269	1,156.70 Create spreadsheet to calculate state IRC Section 382 limitations.
1220	01/20/03	2.4	Repka, Michael	\$269	645.80 Work session with S. Rock (PwC) and H. Bissoondial (PwC) regarding comments to state tax model.
1220	01/20/03	3.5	Repka, Michael	\$269	941.50 Create spreadsheet to calculate cancellation of debt attribute reduction for state tax purposes.

1220	01/20/03	2.4	Rock, Scott	\$490	1,176.00	Work session with M. Repka (PwC) and H. Bissoondial (PwC) regarding comments to state tax model.
1220	01/20/03	1.2	Rock, Scott	\$490	588.00	Review and comment on state tax restructuring model.
1220	01/20/03	1.0	Woodward, Mark	\$490	490.00	Research regarding application of IRC Section 382 by various states.
1220	01/21/03	1.6	Aeder, Mitch	\$660	1,056.00	Conference call with J. Martin (PwC), A. Fagot (PwC) and N. Bulekbayeva (PwC) regarding G reorganization (tax-free reorganization) issues and comments on disclosure statement.
1220	01/21/03	0.4	Aeder, Mitch	\$660	264.00	Conference call with J. Martin (PwC) regarding update on federal tax issues.
1220	01/21/03	2.5	Beeler, Janella	\$261	652.50	Conference call with G. Nowak (PwC) C. James (PwC) and H. Bissoondial (PwC) to review state tax issues in preparation for 01-22-03 meeting at Kmart.
1220	01/21/03	2.5	Bissoondial, Hardeo	\$595	1,487.50	Work session with J. Martin (PwC) and S. Rock (PwC) to review model and assumptions for purposes of adaptation to state tax model.
1220	01/21/03	1.8	Bissoondial, Hardeo	\$595	1,071.00	Conference call with G. Nowak (PwC) C. James (PwC) and J. Beeler (PwC) to review state tax issues in preparation for 01-22-03 meeting at Kmart. (partial)
1220	01/21/03	1.6	Bulekbayeva, Natalia	\$385	616.00	Conference call with J. Martin (PwC), A. Fagot (PwC) and M. Aeder (PwC) regarding G reorganization (tax-free reorganization) issues and comments on disclosure statement.
1220	01/21/03	2.9	Bulekbayeva, Natalia	\$385	1,116.50	Revise taxable sale scenario of the federal tax model.
1220	01/21/03	1.6	Fagot, Archie	\$450	720.00	Conference call with J. Martin (PwC), N. Bulekbayeva (PwC) and M. Aeder (PwC) regarding G reorganization (tax-free reorganization) issues and comments on disclosure statement.
1220	01/21/03	1.9	Fagot, Archie	\$450	855.00	Review federal tax models and revise taxable sale scenario.
1224	01/21/03	1.0	Ferretti, Marc	\$200	200.00	Draft and send detailed e-mail follow-up regarding January 20, 2003 work session with L. Meerschaert (Kmart) regarding tax authorization listings, tax estimates and tax equalizations.
1350	01/21/03	1.0	Gordon, Susan	\$450	450.00	Case administration issues - finalize budget for Fourth Fee Application period.
1350	01/21/03	0.5	Gordon, Susan	\$450	225.00	Call with C. VanRaemdonck (PwC) regarding internal administrative coordination on billing.
1220	01/21/03	0.4	James, Cynthia	\$490	196.00	Conference call with G. Nowak (PwC), H. Bissoondial (PwC) and J. Beeler (PwC) to review state tax issues in preparation for 01-22-03 meeting at Kmart. (partial)
1220	01/21/03	1.2	James, Cynthia	\$490	588.00	Conference call with M. Repka (PwC) and G. Nowak (PwC) regarding state tax model.
1220	01/21/03	2.2	Martin, Jeannette	\$550	1,210.00	Conference call with J. Mispion (Kmart), C. Gross (Skadden) and E. Sensesbrenner (Skadden) regarding model and benefits of G reorganization (tax-free reorganization).
1220	01/21/03	1.6	Martin, Jeannette	\$550	880.00	Conference call with A. Fagot (PwC), N. Bulekbayeva (PwC) and M. Aeder (PwC) regarding G reorganization (tax-free reorganization) issues and comments on disclosure statement.
1220	01/21/03	0.4	Martin, Jeannette	\$550	220.00	Conference call with M. Aeder (PwC) regarding update on federal tax issues.
1220	01/21/03	2.5	Martin, Jeannette	\$550	1,375.00	Work session with H. Bissoondial (PwC) and S. Rock (PwC) to review model and assumptions for purposes of adaptation to state tax model.

1350	01/21/03	0.4	Mehta, Rupa	\$175	70.00 Review time detail submissions in preparation of December Fee Application.
1220	01/21/03	1.2	Nowak, Gregory	\$595	714.00 Conference call with M. Repka (PwC) and C. James (PwC) regarding state tax model.
1220	01/21/03	2.5	Nowak, Gregory	\$595	1,487.50 Conference call with C. James (PwC), H. Bissoondial (PwC) and J. Beeler (PwC) to review state tax issues in preparation for 01-22-03 meeting at Kmart.
1220	01/21/03	5.3	Repka, Michael	\$269	1,425.70 Create spreadsheet to calculate value of different entities for 382 purposes.
1220	01/21/03	1.2	Repka, Michael	\$269	322.80 Conference call with G. Nowak (PwC) and C. James (PwC) regarding state tax model.
1220	01/21/03	4.5	Repka, Michael	\$269	1,210.50 Create spreadsheet to calculate taxable income by entity and apportion it to various states.
1220	01/21/03	2.5	Rock, Scott	\$490	1,225.00 Work session with H. Bissoondial (PwC) and J. Martin (PwC) to review model and assumptions for purposes of adaptation to state tax model.
1220	01/21/03	1.2	Rock, Scott	\$490	588.00 Revise state tax restructuring model.
1220	01/22/03	3.0	Beeler, Janelle	\$261	783.00 Revised open state tax issues list.
1220	01/22/03	1.0	Beeler, Janelle	\$261	261.00 Participate in weekly state tax conference call with J. Misplon (Kmart), H. Bissoondial (PwC), A. Fagot (PwC), C. James (PwC), J. Martin (PwC) and G. Nowak (PwC).
1220	01/22/03	1.0	Bissoondial, Hardeo	\$595	595.00 Participate in weekly state tax conference call with J. Misplon (Kmart), J. Beeler (PwC), A. Fagot (PwC), C. James (PwC), J. Martin (PwC) and G. Nowak (PwC).
1220	01/22/03	2.5	Bissoondial, Hardeo	\$595	1,487.50 Research IRC Section 368(a)(1)(G) issues and model.
1220	01/22/03	4.3	Bulekbayeva, Natalia	\$385	1,655.50 Research G reorganization (tax-free reorganization).
1220	01/22/03	0.7	Bulekbayeva, Natalia	\$385	269.50 Work session with J. Martin (PwC) and A. Fagot (PwC) regarding G reorganization (tax-free reorganization).
1220	01/22/03	1.0	Fagot, Archie	\$450	450.00 Participate in weekly state tax conference call with J. Misplon (Kmart), J. Beeler (PwC), H. Bissoondial (PwC), C. James (PwC), J. Martin (PwC) and G. Nowak (PwC).
1220	01/22/03	3.7	Fagot, Archie	\$450	1,665.00 Research and review requirements for qualifying as G reorganization (tax-free reorganization).
1220	01/22/03	0.7	Fagot, Archie	\$450	315.00 Work session with J. Martin (PwC) and N. Bulekbayeva (PwC) regarding G reorganization (tax-free reorganization).
1224	01/22/03	1.0	Ferretti, Marc	\$200	200.00 E-mail and phone correspondences with PwC San Juan regarding Kmart meeting (1/20/03) regarding authorization listing and tax organizer instructions.
1350	01/22/03	1.0	Gordon, Susan	\$450	450.00 Review Article X and XII of the plan regarding post-effective date fees and indemnifications.
1220	01/22/03	0.8	James, Cynthia	\$490	392.00 Participate in weekly state tax conference call with J. Misplon (Kmart), J. Beeler (PwC), H. Bissoondial (PwC), A. Fagot (PwC), J. Martin (PwC) and G. Nowak (PwC).
1220	01/22/03	0.8	James, Cynthia	\$490	392.00 Work session with G. Nowak (PwC) regarding state tax issues.

1220	01/22/03	2.2	Martin, Jeannette	\$550	1,210.00	Call with M. Sucrow (Miller Buckfire), J. Misplon (Kmart), C. Gross (Skadden) and E. Sensenbrenner (Skadden) regarding tax models.
1220	01/22/03	1.0	Martin, Jeannette	\$550	550.00	Participate in weekly state tax conference call with J. Misplon (Kmart), J. Beeler (PwC), H. Bissoondial (PwC), A. Fagot (PwC), C. James (PwC) and G. Nowak (PwC).
1220	01/22/03	3.6	Martin, Jeannette	\$550	1,980.00	Research on G reorganization (tax-free reorganization).
1220	01/22/03	0.7	Martin, Jeannette	\$550	385.00	Review research on G reorganization (tax-free reorganization) with A. Fagot (PwC) and N. Bulekbayeva (PwC).
1220	01/22/03	1.0	Nowak, Gregory	\$595	595.00	Participate in weekly state tax conference call with J. Misplon (Kmart), J. Beeler (PwC), H. Bissoondial (PwC), A. Fagot (PwC), C. James (PwC) and J. Martin (PwC).
1220	01/22/03	0.8	Nowak, Gregory	\$595	476.00	Work session with C. James (PwC) regarding state tax issues.
1220	01/22/03	4.3	Repka, Michael	\$269	1,158.70	Create model to apply pre-change losses to post change income within limitations of IRC Section 382.
1220	01/22/03	1.4	Repka, Michael	\$269	376.60	Begin model for IRC Section 382 limitations for pre-apportionment states.
1220	01/22/03	5.5	Repka, Michael	\$269	1,479.50	Complete IRC Section 382 post change model for separate company post-apportionment net operating loss states.
1220	01/22/03	3.4	Rock, Scott	\$490	1,666.00	Revise state tax restructuring model.
1220	01/23/03	2.2	Beeler, Janelle	\$261	574.20	Review notes of 01/22/03 meeting.
1220	01/23/03	0.3	Beeler, Janelle	\$261	78.30	Revise state tax open issues matrix.
1220	01/23/03	1.3	Bulekbayeva, Natalia	\$385	500.50	Review the results of the G reorganization (tax-free reorganization) research with J. Martin (PwC) and A. Fagot (PwC).
1220	01/23/03	1.7	Bulekbayeva, Natalia	\$385	654.50	Review the allocation of losses for 2003 year prepared by M. Callaghan (PwC).
1220	01/23/03	2.0	Bulekbayeva, Natalia	\$385	770.00	Conference call with P. Cannellos (Wachtel), C. Gross (Skadden), E. Sensenbrenner (Skadden) and J. Misplon (Kmart) regarding presentation of the tax model to the creditors.
1250	01/23/03	1.4	Corbett, Martha	\$500	700.00	Review of stewardship report.
1220	01/23/03	3.0	Dugan, James	\$490	1,470.00	Review disclosure statement and plan, and federal tax restructuring model.
1220	01/23/03	1.3	Fagot, Archie	\$450	585.00	Review the results of the G reorganization (tax-free reorganization) research with J. Martin (PwC) and N. Bulekbayeva (PwC).
1220	01/23/03	2.1	Fagot, Archie	\$450	945.00	Conference call with J. Misplon (Kmart) and P. Cannellos (Wachtel) regarding tax model.
1220	01/23/03	0.4	Fagot, Archie	\$450	180.00	Review pre- and post-2003 EBITDA numbers with M. Callaghan (Kmart).
1350	01/23/03	0.1	Gordon, Susan	\$450	45.00	Call with J. Murphy (PwC) regarding Article X and XII of Debtor's Plan.

1220	01/23/03	1.1	James, Cynthia	\$490	539.00 Review state tax net operating losses.
1220	01/23/03	1.0	James, Cynthia	\$490	490.00 Work session with G. Nowak (PwC) regarding state tax issues.
1220	01/23/03	0.5	Martin, Jeannette	\$550	275.00 Provide comments to C. Gross (Skadden) and E. Sensenbrer (Skadden) regarding disclosure statement.
1220	01/23/03	1.5	Martin, Jeannette	\$550	825.00 Conference call with P. Canellos (Wachtall), J. Mispion (Kmart), C. Gross (Skadden) and E. Sensenbrer (Skadden) regarding tax model.
1220	01/23/03	1.3	Martin, Jeannette	\$550	715.00 Review the results of the G reorganization (tax-free reorganization) research with A. Fagot (PwC) and N. Bulekbayeva (PwC).
1220	01/23/03	0.8	Martin, Jeannette	\$550	440.00 Review NUBIL rules and application to tax payments.
1220	01/23/03	1.0	Martin, Jeannette	\$550	550.00 Revise model for updated 01/31/04 numbers.
1220	01/23/03	4.9	Martin, Jeannette	\$550	2,695.00 Administrative (including budget).
1350	01/23/03	3.5	Mehta, Rupa	\$175	612.50 Revision of time detail for December Fee Application.
1220	01/23/03	1.0	Nowak, Gregory	\$595	595.00 Work session with C. James (PwC) regarding state tax issues.
1220	01/23/03	5.8	Rapka, Michael	\$269	1,560.20 Add post-emergence net operating losses state tax model and revised formulas.
1220	01/23/03	4.7	Repka, Michael	\$269	1,264.30 Complete model for IRC Section 382 limitations for post-apportionment states.
1220	01/23/03	5.6	Rock, Scott	\$490	2,744.00 Revise state tax restructuring model
1220	01/24/03	2.8	Bissoondial, Hardeo	\$595	1,666.00 Review application of G reorganization (tax-free reorganization) rules by various states.
1220	01/24/03	0.5	Bulekbayeva, Natalia	\$385	192.50 Correspondences with A. Fagot (PwC) regarding bifurcation changes.
1220	01/24/03	1.0	Bulekbayeva, Natalia	\$385	385.00 Conference call with Creditors' Committee.
1220	01/24/03	0.3	Bulekbayeva, Natalia	\$385	115.50 Draft e-mail to J. Mispion (Kmart) regarding revised model.
1220	01/24/03	5.9	Bulekbayeva, Natalia	\$385	2,271.50 Finalize bifurcation of the change year.
1220	01/24/03	0.5	Fagot, Archie	\$450	225.00 Correspondences with N. Bulekbayeva (PwC) regarding bifurcation changes.
1220	01/24/03	2.7	Fagot, Archie	\$450	1,215.00 Review final versions of revised model.
1224	01/24/03	0.5	Ferretti, Marc	\$200	100.00 E-mail and phone correspondence with C. Bojanowski (Kmart) and B. Matos (PwC) regarding year-end compensation, W-2s and relocation details.



1350	01/24/03	0.4	Gordon, Susan	\$450	180.00 Various correspondences regarding electronic filing of quarterly fee application.
1220	01/24/03	1.2	James, Cynthia	\$490	588.00 Review state tax model.
1220	01/24/03	5.0	Martin, Jeannette	\$550	2,750.00 Revise models to reflect updated variables.
1220	01/24/03	1.5	Martin, Jeannette	\$550	825.00 Conference call with KPMG and Jones Day (Creditor Advisors) and J. Misplon (Kmart) regarding potential tax consequences.
1350	01/24/03	2.0	Mehta, Rupa	\$175	350.00 Revise and edit time detail entries for December Fee Application.
1350	01/24/03	8.0	Marski, Michelle	\$175	1,400.00 Third Interim Fee Application preparation.
1220	01/24/03	4.3	Repka, Michael	\$269	1,156.70 Create state tax model reflecting consequences of bankruptcy for unitary states.
1220	01/24/03	3.0	Repka, Michael	\$269	807.00 Review state net operating loss issues with M. Woodward (PwC).
1220	01/24/03	1.2	Repka, Michael	\$269	322.80 Revise model to reflect KM MI as a separate entity.
1220	01/24/03	3.0	Woodward, Mark	\$490	1,470.00 Review state net operating loss issues with M. Repka (PwC).
1220	01/25/03	8.0	Repka, Michael	\$269	1,614.00 Review state tax model and revised model for future anticipated net operating losses.
1220	01/26/03	0.5	Bulekbayeva, Natalia	\$385	192.50 Revise federal tax models.
1220	01/27/03	1.3	Bissoondial, Hardeo	\$595	773.50 Work session with M. Repka (PwC) and S. Rock (PwC) regarding comments to state tax model.
1220	01/27/03	0.5	Bulekbayeva, Natalia	\$385	192.50 Conference call with J. Misplon (Kmart) regarding last version of the federal tax models.
1224	01/27/03	0.2	Ferretti, Marc	\$200	40.00 Phone correspondence with L. Meerschaert (Kmart) regarding M. Endsley (Kmart) and H. Bryant (Kmart) tax equalizations, billing details, W-2s and 2002 instructions to assignees.
1224	01/27/03	1.0	Ferretti, Marc	\$200	200.00 E-mail correspondences with B. Matos (PwC) and M. Donato (Kmart) regarding Trinidad Assignee Group, 2002 compensation and taxes paid, dates leaving Puerto Rico and termination dates.
1220	01/27/03	1.2	James, Cynthia	\$490	588.00 Work session with R. Boaler (Kmart) regarding state tax net operating losses.
1220	01/27/03	0.5	Martin, Jeannette	\$550	275.00 Conference call with J. Misplon (Kmart) regarding federal tax model variables.
1350	01/27/03	3.0	Mehta, Rupa	\$175	525.00 Revisions of time detail for December Fee Application.
1350	01/27/03	8.0	Marski, Michelle	\$175	1,050.00 Third Interim Fee Application preparation.
1220	01/27/03	1.3	Repka, Michael	\$269	349.70 Work session with H. Bissoondial (PwC) and S. Rock (PwC) regarding comments to state tax model.

1220	01/27/03	4.7	Repka, Michael	\$269	1,264.30	Research application of IRC Section 382 limitation to G reorganizations (tax-free reorganization).
1220	01/27/03	0.7	Rock, Scott	\$490	343.00	Research "G" reorganization issues from a state perspective.
1220	01/27/03	1.3	Rock, Scott	\$490	637.00	Work session with H. Bissoondial (PwC) and M. Repka (PwC) regarding comments to state tax model.
1220	01/28/03	1.4	Bulekbayeva, Natalia	\$385	539.00	Review changes to assumptions in tax model with A. Fagot (PwC).
1220	01/28/03	5.6	Bulekbayeva, Natalia	\$385	2,156.00	Revise the model to incorporate changes to the business plan and J. Misplon's (Kmart) comments.
1220	01/28/03	1.0	Fagot, Archie	\$450	450.00	Review changes to assumptions provided by client and revise federal tax model.
1220	01/28/03	1.4	Fagot, Archie	\$450	630.00	Review changes to assumptions in tax model with N. Bulekbayeva (PwC).
1220	01/28/03	1.0	James, Cynthia	\$490	490.00	Work session with K. Murphy (PwC) regarding state tax issues.
1220	01/28/03	2.1	James, Cynthia	\$490	1,029.00	Review state tax model.
1220	01/28/03	1.5	Martin, Jeannette	\$550	825.00	Review variables with J. Misplon (Kmart).
1350	01/28/03	7.0	Mehta, Rupa	\$175	1,225.00	Preparation of December fee application.
1350	01/28/03	4.0	Maraki, Michelle	\$175	700.00	Third Interim Fee Application preparation.
1350	01/28/03	0.5	Merski, Michelle	\$175	87.50	Determine amount of fees remaining in audit code for December and January bills per C. VanRaemdonck's (PwC) request.
1220	01/28/03	1.0	Murphy, Kelli	\$385	385.00	Work session with C. James (PwC) regarding state tax issues.
1220	01/28/03	4.5	Repka, Michael	\$269	1,210.50	Revise state tax model to conform with revisions to federal tax model.
1220	01/28/03	5.5	Repka, Michael	\$289	1,479.50	Revised calculation of value for IRC Section 382 limitation purposes.
1220	01/28/03	1.0	Rock, Scott	\$490	490.00	Research "G" reorganization issues from a state perspective.
1220	01/28/03	2.4	Rock, Scott	\$490	1,176.00	Revise state tax restructuring model.
1220	01/29/03	0.8	Aeder, Mitch	\$660	528.00	Review tax model with J. Martin (PwC), A. Fagot (PwC) and N. Bulekbayeva (PwC).
1220	01/29/03	0.4	Aeder, Mitch	\$660	264.00	Tax model status update with J. Martin (PwC).
1220	01/29/03	2.4	Bissoondial, Hardeo	\$595	1,428.00	Conference call with C. James (PwC) and G. Nowak (PwC) regarding status of open tax issues.