

E O D JAN 27 2003

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

In re:)	Chapter 11
)	
NATIONAL STEEL CORPORATION)	No. 02 B 08699
<i>et al.,</i>)	
)	(Jointly Administered)
Debtors.)	
)	Hon. John H. Squires
)	

**ORDER ALLOWING INTERIM COMPENSATION AND REIMBURSEMENT OF
EXPENSES TO D'ANCONA & PFLAUM LLC**

This matter coming to be heard on the second application of D'Ancona & Pflaum LLC ("D'Ancona"), local counsel to the Committee Of First Mortgage Bondholders for National Steel Corporation and its related debtor entities (collectively, the "Debtors") for an interim allowance of compensation and reimbursement of expenses, limiting notice thereof, and for related relief; and the court finding good cause for the relief requested, proper notice given thereof and being otherwise fully advised in the premises;

NOW THEREFORE IT IS ORDERED:

1. D'Ancona's Application is granted.
2. D'Ancona is allowed \$90,465.50 in compensation for services rendered during the application period of August 1, 2002 through November 30, 2002.
3. D'Ancona is allowed \$3,793.95 in the reimbursement of expenses incurred during the application period of August 1, 2002 through November 30, 2002.

1681

4. The Debtors are authorized and directed to pay the amount of \$10,032.86 to D'Ancona, representing the balance due after credit for all monthly payments, totaling \$84,266.59, received by D'Ancona for services rendered and expenses incurred during the application period of August 1, 2002 through November 30, 2002.

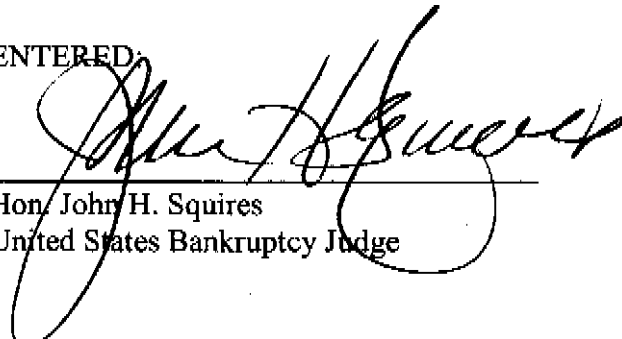
Date:

1/21/03
21 JAN 2003

Prepared by:

Steven B. Towbin (#2848546)
Jeremy C. Kleinman (#6270080)
D'Ancona & Pflaum LLC
111 E. Wacker Dr., #2800
Chicago, IL 60601 / (312) 602-2000

ENTERED:


Hon. John H. Squires
United States Bankruptcy Judge