

RECEIVED  
11-9-98

RECEIVED AND FILED  
98 NOV -9 PM 2:56  
U.S. BANKRUPTCY COURT  
PATRICIA GRAY, CLERK

MLA

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

**GORDON & SILVER, LTD.**  
GERALD M. GORDON, ESQ.  
Nevada Bar No. 229  
BRETT A. AXELROD, ESQ.  
Nevada Bar No. 5859  
3960 Howard Hughes Parkway  
Ninth Floor  
Las Vegas, Nevada 89109  
(702) 796-5555

**SIMPSON THACHER & BARTLETT**  
Mark Thompson, Esq.  
Shari Siegel, Esq.  
Kerry Mithalal, Esq.  
425 Lexington Avenue  
New York, New York 10017  
(212) 455-2000  
  
Attorneys for Debtors

EOD 11-10-98

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF NEVADA**

In re:	)	Case Nos. BK-N-98-30088 through
	)	BK-N-98-30105-GWZ
PEGASUS GOLD CORPORATION, a	)	(Jointly Administered)
Nevada corporation; and related entities,	)	
	)	Date of Hearing: 11/05/98
Debtors.	)	Time of Hearing: 9:00 a.m.
	)	Set By: Sheila

**ORDER APPROVING INTERIM FEE APPLICATIONS FOR: SIMPSON THACHER & BARTLETT; GORDON & SILVER, LTD.; PRICEWATERHOUSECOOPERS, LLP; ZOLFO COOPER, LLC; GOUGH, SHANAHAN, JOHNSON & WATERMAN; CROWLEY, HAUGHEY, HANSON, TOOLE & DIETRICH P.L.L.P.; PARSONS BEHLE & LATIMER; LAWSON LUNDELL LAWSON & McINTOSH; CADWALADER, WICKERSHAM & TAFT; GRAHAM & DUNN; McCORMICK, DUNN & BLACK, P.S.; ALLEN ALLEN & HEMSLEY and BLAKE DAWSON WALDRON**

This matter having come before the Court on November 5, 1998, for hearing on:

- (a) "Second Interim Fee Application of Simpson Thacher & Bartlett, Counsel to Debtors" filed by Simpson Thacher & Bartlett, general bankruptcy counsel for the Debtors ("Simpson Firm");

GORDON & SILVER, LTD.  
ATTORNEYS AT LAW  
NINTH FLOOR  
3960 HOWARD HUGHES PARKWAY  
LAS VEGAS, NEVADA 89109  
(702) 796-5555

1725

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

- (b) "Second Interim Fee Application Of Gordon & Silver, Ltd., Seeking Compensation For Legal Services Rendered And Reimbursement Of Expenses" filed by Gordon & Silver, Ltd., the Debtors' Nevada bankruptcy counsel ("Gordon Firm");
- (c) "Second Interim Fee Application of PricewaterhouseCooper, LLP, Seeking Compensation and Reimbursement of Expenses as Litigation Counsel for Debtors" ("PwC Firm");
- (d) "Application for Professional Compensation (Zolfo Cooper, LLC)" ("Zolfo Firm");
- (e) "Second Application of Gough, Shanahan, Johnson & Waterman for Interim Compensation and Reimbursement of Expenses as Counsel for Debtors" ("Gough Firm");
- (f) "Second Application of the Crowley Firm for Interim Compensation and Reimbursement of Expenses as Counsel for Debtors" ("Crowley Firm");
- (g) "Second Interim Fee Application of Parsons Behle & Latimer, Seeking Compensation for Legal Services Rendered and Reimbursement of Expenses" ("Parsons Firm");
- (h) "Interim Compensation Application with Attached Time and Expense Records: Lawson Lundell Lawson & McIntosh" ("Lawson Firm");
- (i) "First Application of Cadwalader, Wickersham & Taft for Interim Compensation and Reimbursement of Expenses" filed by Cadwalader, Wickersham & Taft, special counsel to the Debtors ("Wickersham Firm");
- (j) "Application for Allowance and Payment of Fees and Reimbursement of Costs (Graham & Dunn)" filed by Graham & Dunn, special counsel to the Debtors ("Graham Firm");
- (k) "Interim Compensation Application with Attached Time and Expense Records: McCormick, Dunn & Black" filed by McCormick, Dunn & Black, P.S., special counsel to the Debtors ("McCormick Firm");
- (l) "First Interim Compensation Application for Allen Allen & Hemsley" filed by Allen Allen & Hemsley, special Australian counsel for the Debtors regarding Pegasus Gold Australia Ltd. ("Allen Firm");
- (m) "First Interim Compensation Application for Blake Dawson Waldron" filed by Blake Dawson & Waldron, special Australian counsel for the Debtors in the BKK litigation (collectively, the "Applications");

Gerald M. Gordon, Esq. appearing on behalf of Gordon & Silver, Ltd. and other appearances as being duly noted on the record; the Court having reviewed the Applications and having

GORDON & SILVER, LTD.  
ATTORNEYS AT LAW  
NINTH FLOOR  
3960 HOWARD BLVD  
LAS VEGAS, NEVADA 89119  
(702) 796-5555

ADDITIONAL INFORMATION: 11/06/98 11:42 AM

1 considered oral arguments; all adjustments and reductions to the Application having been placed  
2 on the record; and good cause appearing therefor;

3 **IT IS HEREBY ORDERED** that the Applications are approved as follows:

4 The Simpson Firm for the period June 1, 1998 through August 31, 1998:

5  
6 Fees: \$ 548,004.00  
7 Costs: \$ 79,217.15  
8 **TOTAL:** \$ 627,221.15

9 The Gordon Firm for the period June 1, 1998 through August 31, 1998:

10 Fees: \$ 178,145.00  
11 Costs: \$ 53,797.67  
12 **TOTAL:** \$ 231,942.67

13 The PwC Firm for the period June 1, 1998 through August 31, 1998:

14 Fees: \$ 138,174.09  
15 Costs: \$ 4,330.19  
16 **TOTAL:** \$ 142,504.28

17 The Zolfo Firm for the period June 1, 1998 through August 31, 1998:

18 Fees: \$ 416,132.00  
19 Costs: \$ 21,794.59  
20 **TOTAL:** \$ 437,926.59

21 The Gough Firm for the period June 1, 1998 through August 31, 1998:

22 Fees: \$ ~~8,965.75~~ 8,505.75  
23 Costs: \$ 459.28  
24 **TOTAL:** \$ ~~9,365.03~~ 8,965.03

25 The Crowley Firm for the period June 1, 1998 through August 31, 1998:

26 Fees: \$ 10,637.00  
27 Costs: \$ 877.07  
28 **TOTAL:** \$ 11,514.07

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

The Parsons Firm for the period June 1, 1998 through August 31, 1998:

Fees:	\$ 49,767.50
Costs:	\$ <u>12,851.77</u>
<b>TOTAL:</b>	<b>\$ 62,619.27</b>

The Lawson Firm for the period June 1, 1998 through August 31, 1998:<sup>1</sup>

Fees:	\$ 16,827.50 (Canadian)
Costs:	\$ <u>2,361.91 (Canadian)</u>
<b>TOTAL:</b>	<b>\$ 19,189.41</b>

The Cadwalader Firm for the period June 1, 1998 through August 31, 1998:

Fees:	\$ 32,551.80
Costs:	\$ <u>740.77</u>
<b>TOTAL:</b>	<b>\$ 33,292.57</b>

The Graham Firm for the period January 16, 1998 through August 31, 1998:

Fees:	\$ 8,955.70
Costs:	\$ <u>812.02</u>
<b>TOTAL:</b>	<b>\$ 9,767.72</b>

The McCormick Firm for the period June 16, 1998 through August 31, 1998:

Fees:	\$ 6,673.00
Costs:	\$ <u>111.72</u>
<b>TOTAL:</b>	<b>\$ 6,784.72</b>

The Allen Firm for the period June 1, 1998 through August 31, 1998:<sup>2</sup>

Fees:	\$ 13,620.00 (Australian)
Costs:	\$ <u>16,962.35 (Australian)</u>
<b>TOTAL:</b>	<b>\$ 30,582.35</b>

*paid #1*

<sup>1</sup> The fees and costs for the Lawson Firm are reflected in Canadian dollars to be converted to U. S. dollars as of the date of this Order.

<sup>2</sup> The fees and costs reflected in the Allen Firm and Blake Firm are shown in Australian currency to be converted to U. S. currency as of the date of this Order.

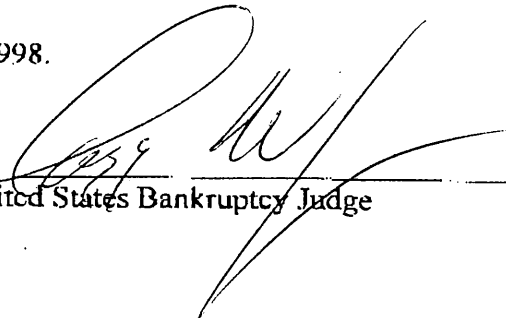
1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

The Blake Firm for the period July 16, 1998 through August 31, 1998.<sup>2</sup>

Fees:	\$ 65,850.88 (Australian)
Costs:	\$ <u>2,790.20 (Australian)</u>
<b>TOTAL:</b>	<b>\$ 68,641.08</b>

**IT IS FURTHER ORDERED** that Debtors are authorized and directed to immediately pay the sums awarded herein.

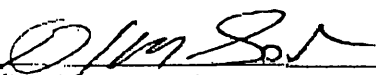
**DATED** this 9<sup>th</sup> day of November, 1998.



\_\_\_\_\_  
United States Bankruptcy Judge

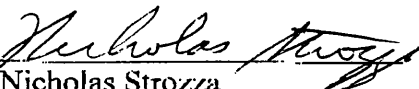
**PREPARED AND SUBMITTED BY:**

GORDON & SILVER, LTD.

By   
 Gerald M. Gordon, Esq.  
 3960 Howard Hughes Parkway, 9<sup>th</sup> Floor  
 Las Vegas, Nevada 89109  
 Attorneys for Debtors

**APPROVED/DISAPPROVED**

OFFICE OF THE UNITED STATES TRUSTEE

By   
 Nicholas Strozza  
 300 South Booth Street, #2129  
 Reno, Nevada 89509