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Conflicts Counsel to the Official Committee
 of Unsecured Creditors of Refco Inc., *et al.*, and
 the Joint Subcommittee of the Official Committees,
 and General Counsel to the Additional Official
 Committee of Unsecured Creditors of Refco Inc., *et al.*

**UNITED STATES BANKRUPTCY COURT
 SOUTHERN DISTRICT OF NEW YORK**

-----X
 In re: :
 : Chapter 11
 REFCO Inc., et al., :
 : Case No. 05-60006 (RDD)
 Debtors. : (Jointly Administered)
 -----X

**FOURTH AND FINAL APPLICATION OF KASOWITZ, BENSON, TORRES &
 FRIEDMAN LLP, CONFLICTS COUNSEL TO THE OFFICIAL COMMITTEE
 OF UNSECURED CREDITORS OF REFCO INC., *ET AL.* AND THE JOINT
 SUBCOMMITTEE OF THE OFFICIAL COMMITTEES AND GENERAL
 COUNSEL TO THE ADDITIONAL OFFICIAL COMMITTEE OF
 UNSECURED CREDITORS OF REFCO INC., *ET AL.*, FOR ALLOWANCE OF
 COMPENSATION AND REIMBURSEMENT OF EXPENSES FOR THE
PERIOD DECEMBER 10, 2005 THROUGH DECEMBER 26, 2006**

SUMMARY

NAME OF APPLICANT	Kasowitz, Benson, Torres & Friedman LLP
AUTHORIZED TO PROVIDE PROFESSIONAL SERVICES TO	Official Committee of Unsecured Creditors; Joint Subcommittee of the Official Committees; and Additional Official Committee of Unsecured Creditors of Refco Inc., <i>et al.</i>
RETENTION DATE	January 31, 2006 (<u>nunc pro tunc</u> to December 10, 2005)

**TIME PERIOD COVERED BY
FOURTH APPLICATION**

October 1, 2006 through December 26, 2006

FOURTH APPLICATION

Fees Requested:
\$ 817,593.00

Expenses Requested:
\$ 97,559.25

**TIME PERIOD COVERED BY
FINAL APPLICATION**

December 10, 2005 through December 26, 2006

FINAL APPLICATION

Fees Requested:
\$ 4,493,821.00¹

Expenses Requested:
\$ 469,071.96²

This is an ___interim X final application

PRIOR APPLICATIONS

Period Covered	Requested		Awarded ³	
	Fees	Expenses	Fees	Expenses
12/10/2005 - 1/31/2006	\$106,244.50	\$7,189.82	\$106,244.50	\$7,189.82
2/1/2006 - 5/31/2006	\$1,173,132.00	\$148,053.35	\$1,173,132.00	\$148,053.35
6/1/2006 - 9/30/2006	\$2,396,851.50	\$216,548.06	\$2,157,166.35	\$216,548.06
Total	\$3,676,228.00	\$371,791.23	\$3,436,542.85	\$371,791.23

¹ The amount requested represents (1) \$3,436,542.85 in compensation previously approved by the Court on an interim basis and (2) \$1,057,278.15 in additional compensation for which KBT&F seeks approval and allowance herein.

² The amount requested represents (1) \$371,512.71 in reimbursement of incurred expenses previously approved by the Court on an interim basis and (2) \$97,559.25 in additional reimbursement of incurred expenses for which KBT&F seeks approval and allowance herein. However, as explained below, KBT&F does not seek final approval of \$278.52 of expenses which were allowed on an interim basis.

³ Pursuant to the First Interim Fee Order, as defined below, KBT&F was awarded 90% of its fees and 100% of its expenses on an interim basis. Pursuant to the Second Interim Fee Order, as defined below, KBT&F was awarded, 80% of its fees and 100% of its expenses on an interim basis. Pursuant to the Third Interim Fee Order, as defined below, KBT&F was awarded (1) 90% of its fees and 100% of its expenses for the Third Interim Compensation Period, as defined below, and (2) fees held back for prior periods, specifically (a) \$10,624.45 representing 10% of fees for the First Interim Compensation Period, as defined below, and (b) \$234,626.40 representing 20% of fees for the Second Interim Compensation Period, as defined below.

EXHIBITS

The following exhibits are attached hereto and incorporated herein by reference:

- Exhibit "A"** By-Timekeeper Summary of Hours Devoted and Compensation Sought for the Period October 1, 2006 through December 26, 2006 (includes billing rate and year of admission to practice)
- Exhibit "B"** By-Matter Summary of Hours Devoted and Compensation Sought for the Period October 1, 2006 through December 26, 2006
- Exhibit "C"** By-Timekeeper Summary of Hours Devoted and Compensation Sought for the Period December 10, 2005 through December 26, 2006 (includes billing rate and year of admission to practice)
- Exhibit "D"** By-Matter Summary of Hours Devoted and Compensation Sought for the Period December 10, 2005 through December 26, 2006
- Exhibit "E"** KBT&F Time Records for the Period October 1, 2006 through December 26, 2006
- Exhibit "F"** Summary of Expenses for the Period October 1, 2006 through December 26, 2006
- Exhibit "G"** Summary of Expenses for the Period December 10, 2005 through December 26, 2006
- Exhibit "H"** Allocation Summary for the Period October 1, 2006 through December 26, 2006
- Exhibit "I"** Allocation Summary for the Period December 10, 2005 through December 26, 2006
- Exhibit "J"** Certification Under Guidelines for Fees and Disbursements for Professionals in Respect of Fourth and Final Application of Kasowitz, Benson, Torres & Friedman LLP, Conflicts Counsel for the Official Committee of Unsecured Creditors of Refco Inc., *et al.*, for Allowance of Compensation and Reimbursement of Expenses for the Period December 10, 2005 through December 26, 2006

APPLICATION

Kasowitz, Benson, Torres & Friedman LLP (“KBT&F”), Conflicts Counsel to the Official Committee (the “Official Committee”) of Unsecured Creditors of Refco Inc. *et al.* (collectively, the “Debtors” or “Refco”) and the Joint Subcommittee of the Official Committees and General Counsel to the Additional Official Committee (the “Additional Official Committee” and, together with the Additional Official Committee, the “Official Committees”) of Unsecured Creditors of Refco, hereby submits its application (the “Application”) pursuant to (i) sections 330, 331, 1103 of title 11 of the United States Code, 11 U.S.C. §§ 101, et seq. (the “Bankruptcy Code”), (ii) Rule 2016 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”), (iii) the Final Order under 11 U.S.C. §§ 105 and 331 Establishing Procedures for Interim Compensation and Reimbursement of Expenses of Professionals dated December 13, 2005 (the “Interim Compensation Order”), (iv) the Supplemental Order under 11 U.S.C. §§ 105 and 331 Establishing Procedures for Interim Compensation and Reimbursement of Expenses of Professionals, dated June 9, 2006 (the “Supplemental Compensation Order”), (v) the Second Supplemental Order Under 11 U.S.C. §§ 105 and 331 Establishing Procedures for Interim Compensation and Reimbursement of Expenses of Professionals, dated September 20, 2006 (the “Second Supplemental Compensation Order” and, together with the Interim Compensation Order and the Supplemental Compensation Order, the “Compensation Orders”), (vi) the Order Under 11 U.S.C. § 1103 and Fed. R. Bank. P. 2104 and 5002 Amending the Retention of KBT&F to Authorize the Additional Official Committee of Unsecured Creditors of Refco to Retain and Employ KBT&F as General Counsel *Nunc Pro Tunc* to August 16, 2006, dated September 13, 2006, (vii) the Joint Creditor Committee Protocol Stipulation and Order, dated August 15, 2006, (viii) the Guidelines for Fees and Disbursements for Professionals in Southern District of New York Bankruptcy Cases, adopted by the Court on June 20, 1991 and amended April 19, 1995

(together, the “Local Guidelines”), and (ix) the United States Trustee Guidelines for Reviewing Applications for Compensation and Reimbursement of Expenses Filed Under 11 U.S.C. § 330, effective January 30, 1996 (the “UST Guidelines”), for (A) the allowance of compensation for professional services rendered from October 1, 2006 through and including December 26, 2006 (the “Fourth Interim Compensation Period”) and for reimbursement of expenses incurred during the Fourth Interim Compensation Period in connection with such services and (B) the final approval and allowance of compensation for services rendered and for reimbursement of expenses incurred during the period from December 10, 2005 through and including December 26, 2006 (the “Final Compensation Period”).

In support of this Application, KBT&F respectfully represents as follows:

Jurisdiction and Venue

1. This Court has jurisdiction over this Application pursuant to 28 U.S.C. § 1334 and the general reference of title 11 matters to this Court made by the District Court for the Southern District of New York on July 10, 1984. This matter is a core proceeding within the meaning of 28 U.S.C. § 157(b)(2). Venue of the Debtors' chapter 11 cases and this Application is proper under 28 U.S.C. §§ 1408 and 1409. The statutory predicates for the relief sought herein are sections 330, 331, and 1103 of the Bankruptcy Code.

Background

2. On October 17, 2005, each of the Debtors filed with this Court a voluntary petition for relief under chapter 11 of the Bankruptcy Code.

3. On October 28, 2005, the United States Trustee appointed members of the Official Committee of Unsecured Creditors of Refco Inc. *et al.* (the “Original Committee”) pursuant to section 1102 of the Bankruptcy Code.

4. The Original Committee selected Milbank, Tweed, Hadley & McCloy, LLP (“Milbank”) to serve as its general counsel.

5. Thereafter the Original Committee selected KBT&F to serve as its conflicts counsel to address all Official Committee matters as to which Milbank has an actual or potential conflict.

6. On January 9, 2006 the Original Committee filed its application to retain KBT&F as “Conflicts Counsel”.

7. By Order dated January 31, 2006, the Court approved KBT&F's retention as Conflicts Counsel to the Official Committee nunc pro tunc to December 10, 2005.

8. On July 31, 2006, the U.S. Trustee filed the Notice of Reconstitution and Amended Appointment of Committee of Unsecured Creditors of Refco, Inc.

9. On August 3, 2006, the U.S. Trustee filed two notices bifurcating the Original Committee--the Notice of Bifurcation of Official Committee of Unsecured Creditors by Further Reconstitution and Amended Appointment of Official Committee of Unsecured Creditors of Refco, Inc. and the Notice of Bifurcation of Official Committee of Unsecured Creditors by Amended Reconstitution and Appointment of Additional Official Committee of Unsecured Creditors of Refco, Inc.

10. At a hearing held on August 16, 2006, the Court approved the Joint Creditor Committee Protocol Stipulation and Order (the “Committee Protocol Order”). The Committee Protocol Order, among other things, stipulated that the parties and “the members of the Official Committees consent to the retention of [KBT&F] as general counsel to the [Additional Official Committee], provided, however, that a proper application for such retention shall be made to the Court.” Committee Protocol Order, ¶ 4 (emphasis in original). On August 17, 2006, the Committee Protocol Order was signed and entered on the docket in these chapter 11 cases.

11. On August 25, 2006, the Additional Official Committee filed the Application of the Additional Official Committee of Unsecured Creditors of Refco Inc., *et al.*, to Amend Prior Orders to Retain Kasowitz, Benson, Torres & Friedman LLP as General Counsel *Nunc Pro Tunc* to August 16, 2006 (the “Application to Amend Retention”).

12. On September 13, 2006, the Court entered its Order Under 11 U.S.C. § 1103 and Fed. R. Bankr. P. 2014 and 5002 Amending the Retention of Kasowitz, Benson, Torres & Friedman LLP to Authorize the Additional Official Committee of Unsecured Creditors of Refco Inc., *et al.* to Retain and Employ Kasowitz, Benson, Torres & Friedman LLP as General Counsel *Nunc Pro Tunc* to August 16, 2006.

13. On December 15, 2006, this Court entered its Findings of Fact, Conclusions of Law, and Order Confirming the Modified Joint Chapter 11 Plan of Refco Inc. and Certain of its Direct and Indirect Subsidiaries (“the Confirmation Order”). On December 26, 2006, the Plan became effective.

14. Pursuant to the Notice of (A) Entry of Order Confirming the Modified Joint Plan of Reorganization of Refco, Inc. and its Direct and Indirect Subsidiaries, (B) Occurrence of the Effective Date, and (C) Bar Date for Filing Claims, entered on December 27, 2006, Professional Fee Claims must be served so as to be received no later than sixty (60) days after the Effective Date.

KBT&F Billing History

15. In connection with its retention by the Official Committees, KBT&F agreed to apply to this Court for allowance and payment of compensation earned and reimbursement of expenses incurred in accordance with the applicable provisions of the Bankruptcy Code, the Bankruptcy Rules, the Compensation Orders, the Local Guidelines, the UST Guidelines, and any other orders entered by the Court in these cases regarding professional compensation.

16. KBT&F has not entered into any agreement, express or implied, with any other party for the purpose of fixing or sharing fees or other compensation to be paid for professional services rendered in these cases. Neither KBT&F nor any member thereof received any promise as to compensation in connection with these cases other than in accordance with the provisions of the Bankruptcy Code.

17. The Compensation Orders authorized KBT&F and the other professionals retained in each month to serve the Debtors and each notice party identified in the Supplemental Compensation Order with a monthly fee statement (the "Fee Statement"). After expiration of a thirty (35) day objection period, if no objections were filed, the Debtors were authorized and required to promptly pay 80% of the requested fees and 100% of expenses incurred. KBT&F has filed Fee Statements for each period of the Final Compensation Period.

18. The Compensation Orders authorized KBT&F and the other professionals retained in each month to file and serve on the Debtors and each notice party identified in the Supplemental Compensation Order interim fee applications. KBT&F has filed three previous interim applications for compensation of fees and reimbursement of expenses.

19. KBT&F submitted its Fee Statement (the "Initial Fee Statement") for the period December 10, 2005 through January 31, 2006 (the "First Interim Compensation Period") on March 30, 2006. The Initial Fee Statement sought an allowance of \$106,244.50 as compensation

for services rendered and the reimbursement of \$7,189.82 in expenses. As of the date hereof, KBT&F has received a total of \$113,434.32 with respect to the Initial Fee Statement, which represents payment of 100% of the fees and expenses requested.

20. On March 27, 2006, KBT&F filed the Application of Kasowitz, Benson, Torres & Friedman LLP, Conflicts Counsel for the Official Committee of Unsecured Creditors of Refco, Inc., et al., for Interim Allowance of Compensation and Reimbursement of Expenses for the Period December 10, 2005 through January 31, 2006 (the "First Interim Application"). The First Interim Application sought an allowance of \$106,244.50 as compensation for services rendered and the reimbursement of \$7,189.82 in expenses.

21. By Order dated May 26, 2006, the Court entered its Order Approving the First Interim Application (the "First Interim Fee Order"). The First Interim Fee Order allowed 100% of KBT&F's request for reimbursement of expenses and allowed compensation of fees in the amount of \$95,620.05, representing 90% of KBT&F's total request for fees. As of the date hereof, KBT&F has received a total of \$113,434.32 with respect to the First Interim Application which represents 100% of fees and 100% of expenses requested.

22. With respect to the period February 1, 2006 through May 31, 2006 (the "Second Interim Compensation Period"), KBT&F submitted the following Fee Statements:

(a) On May 26, 2006, pursuant to the Interim Compensation Order, KBT&F served its fee statement for the period from February 1, 2006 through and including February 28, 2006 (the "February Fee Statement"). The February Fee Statement sought an allowance of \$159,494.00 as compensation for services rendered and the reimbursement of \$3,408.18 in expenses. As of the date hereof, KBT&F has received a total of \$162,902.18 with respect to the February Fee Statement which represents 100% of fees and 100% of expenses requested.

(b) On May 26, 2006, pursuant to the Interim Compensation Order, KBT&F served its fee statement for the period from March 1, 2006 through and including March 31, 2006 (the "March Fee Statement"). The March Fee Statement sought an allowance of \$259,309.00 as compensation for services rendered and the reimbursement of \$11,055.16 in expenses. As of the date hereof,

KBT&F has received a total of \$270,364.16 with respect to the March Fee Statement which represents 100% of fees and 100% of expenses requested.

(c) On July 20, 2006, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from April 1, 2006 through and including April 30, 2006 (the "April Fee Statement"). The April Fee Statement sought an allowance of \$282,760.50 as compensation for services rendered and the reimbursement of \$9,787.96 in expenses. As of the date hereof, KBT&F has received a total of \$292,548.46 with respect to the April Fee Statement which represents 100% of fees and 100% of expenses requested.

(d) On July 20, 2006, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from May 1, 2006 through and including May 31, 2006 (the "May Fee Statement"). The May Fee Statement sought an allowance of \$471,568.50 as compensation for services rendered and the reimbursement of \$123,802.05 in expenses. As of the date hereof, KBT&F has received a total of \$595,370.55 with respect to the May Fee Statement which represents 100% of fees and 100% of expenses requested.

23. On July 20, 2006, KBT&F filed the Application of Kasowitz, Benson, Torres & Friedman LLP, Conflicts Counsel for the Official Committee of Unsecured Creditors of Refco Inc., *et al.*, for Interim Allowance of Compensation and Reimbursement of Expenses for the Period February 1, 2006 Through May 31, 2006 (the "Second Interim Application"). The Second Interim Application sought an allowance of \$1,173,132.00 as compensation for services rendered and the reimbursement of \$148,053.35 in expenses.

24. By Order dated September 13, 2006, the Court entered its Order Approving the Second Interim Application (the "Second Interim Fee Order"). The Second Interim Fee Order allowed 100% of KBT&F's request for reimbursement of expenses and allowed compensation of fees in the amount of \$938,505.60, representing 80% of KBT&F's total request for fees. As of the date hereof, KBT&F has received a total of \$1,321,185.35 which represents 100% of fees and 100% of expenses requested.

25. With respect to the period June 1, 2006 Through September 30, 2006 (the "Third Interim Compensation Period" and, with the First Interim Compensation Period and the Second

Interim Compensation Period, the “Prior Interim Compensation Periods”), KBT&F submitted the following Fee Statements:

(a) On August 31, 2006, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from June 1, 2006 through and including June 30, 2006 (the “June Fee Statement”). The June Fee Statement sought allowance of \$455,667.50 as compensation for services rendered and the reimbursement of \$8,456.45 in expenses. As of the date hereof, KBT&F has received a total of \$464,123.95 with respect to the June Fee Statement which represents 100% of fees and 100% of expenses requested.

(b) On September 6, 2006, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from July 1, 2006 through and including July 31, 2006 (the “July Fee Statement”). The July Fee Statement sought allowance of \$667,305.50 as compensation for services rendered and the reimbursement of \$103,667.56 in expenses. As of the date hereof, KBT&F has received a total of \$770,973.06 with respect to the July Fee Statement which represents 100% of fees and 100% of expenses requested.

(c) On October 23, 2006, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from August 1, 2006 through and including August 31, 2006 (the “August Fee Statement”). The August Fee Statement sought allowance of \$959,750.00 as compensation for services rendered and the reimbursement of \$75,551.90 in expenses. As of the date hereof, KBT&F has received a total of \$1,035,301.90 with respect to the August Fee Statement which represents 100% of fees and 100% of expenses requested.

(d) On November 14, 2006, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from September 1, 2006 through and including September 30, 2006 (the “September Fee Statement”). The September Fee Statement sought allowance of \$314,128.50 as compensation for services rendered and the reimbursement of \$28,872.15 in expenses. As of the date hereof, KBT&F has received a total of \$343,000.65 with respect to the September Fee Statement which represents 100% of fees and 100% of expenses requested.

26. On November 15, 2006, KBT&F filed the Third Interim Application of Kasowitz, Benson, Torres & Friedman LLP, Conflicts Counsel to the Official Committee of Unsecured Creditors of Refco Inc., *et al.*, and the Joint Subcommittee of the Official Committees and General Counsel to the Additional Official Committee of Unsecured Creditors of Refco Inc., *et al.*, for Allowance of Compensation and Reimbursement of Expenses for the Period June 1, 2006 Through September 30, 2006 (the “Third Interim Application” and, with the First Interim

Application and the Second Interim Application, the “Prior Applications”). The Third Interim Application sought an allowance of \$2,396,851.50 as compensation for services rendered and the reimbursement of \$216,548.06 in expenses.

27. By Order dated December 7, 2006, the Court entered its Order Granting Professionals’ Applications for Allowance of Interim Compensation and Reimbursement of Expenses, approving the Third Interim Application (the “Third Interim Fee Order” and, with the First Interim Fee Order and Second Interim Fee Order, the “Fee Orders”). The Third Interim Fee Order allowed 100% of KBT&F’s request for reimbursement of expenses and allowed compensation of fees in the amount of \$2,157,166.35, representing 90% of KBT&F’s total request for fees. The Confirmation Order released the 10% holdback of fees pursuant to the Third Interim Fee Order and authorized the Debtors to remit such holdback to KBT&F. As of the date hereof, KBT&F has received a total of \$2,613,399.56 which represents 100% of fees and 100% of expenses requested. Thus, to date, KBT&F has received a total of \$4,048,019.23 in fees and disbursements with respect to the Prior Applications (the “Interim Compensation”).

28. With respect to the Fourth Interim Compensation Period, KBT&F submitted the following Fee Statements:

(a) On December 27, 2006, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from October 1, 2006 through and including October 31, 2006 (the “October Fee Statement”). The October Fee Statement sought allowance of \$382,659.00 as compensation for services rendered and the reimbursement of \$20,765.22 in expenses. As of the date hereof, KBT&F has received a total of \$326,892.42 with respect to the October Fee Statement which represents 80% of fees and 100% of expenses requested.

(b) On January 19, 2007, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from November 1, 2006 through and including November 30, 2006 (the “November Fee Statement”). The November Fee Statement sought allowance of \$259,611.00 as compensation for services rendered and the reimbursement of \$54,011.10 in expenses. As of the date hereof, KBT&F has not received any amounts with respect to the November Fee Statement.

(c) On February 16, 2007, pursuant to the Compensation Orders, KBT&F served its fee statement for the period from December 1, 2006 through and including December 26, 2006 (the "December Fee Statement"). The December Fee Statement sought allowance of \$175,323.00 as compensation for services rendered and the reimbursement of \$22,782.93 in expenses. As of the date hereof, KBT&F has not received any amounts with respect to the December Fee Statement.

29. Thus, to date, KBT&F has received and applied \$326,892.42 in fees and disbursements towards the Fee Statements submitted during the Fourth Interim Compensation Period.

Current Application

30. This Application is KBT&F's fourth and final application for allowance of compensation and reimbursement of expenses. KBT&F makes this application for allowance of compensation and reimbursement of expenses pursuant to sections 330 and 331 of the Bankruptcy Code.

31. By the Application, KBT&F is seeking (a) allowance of compensation for professional services rendered by KBT&F, as Conflicts Counsel to the Official Committees and General Counsel to the Additional Official Committee, during the Fourth Interim Compensation Period and for reimbursement of expenses incurred by KBT&F in connection with such services and (b) the final approval and allowance of compensation for services rendered by KBT&F, as Conflicts Counsel to the Official Committees and General Counsel to the Additional Official Committee, during the Final Compensation Period and for reimbursement of expenses incurred by KBT&F in connection with such services.

32. KBT&F seeks approval of the sum of (i) \$817,593.00 for legal services rendered on behalf of the Official Committees during the Fourth Interim Compensation Period and (ii)

reimbursement in the amount of \$97,559.25 for expenses incurred in connection with the rendition of such services, for a total award with respect to the Fourth Interim Compensation Period of \$915,152.25. KBT&F also seeks approval of the \$239,685.15 in fees for the Third Interim Compensation Period which were held back by the Third Interim Fee Order.

33. The fees sought by the Application reflect an aggregate of 2,030.3 hours of attorney and paraprofessional time spent and recorded in performing services for the Official Committees during the Fourth Interim Compensation Period, at a blended hourly rate of \$402.70 for both professionals and paraprofessionals. The blended hourly rate for professionals alone is \$436.89.

34. KBT&F also seeks final allowance of Interim Compensation⁴, in the total amount of \$3,808,055.56 (fees in the total amount of \$3,436,542.85 and expenses in the total amount of \$371,512.71). Accordingly, KBT&F seeks a total final allowance of \$4,962,892.96 for services and expenses incurred in connection with KBT&F's representation of the Official Committees in these cases (\$4,493,821.00 in fees and \$469,071.96 in expenses) (the "Total Compensation").⁵ To date, KBT&F has received payments in the amount of \$4,374,911.65 in these cases (\$3,982,355.20 in fees and \$392,556.45 in disbursements), and seeks payment of the \$587,981.31 balance toward the Total Compensation (\$511,465.80 toward fees and \$76,515.51 toward expenses).

⁴ KBT&F does not seek final allowance of \$278.52 previously allowed for business meals expenses which were in excess of amounts allowable under the Local Guidelines and the UST Guidelines.

⁵ The fees sought by the Application reflect an aggregate of 10,565.2 hours of attorney and paraprofessional time spent and recorded in performing services for the Official Committees during the Final Compensation Period, at a blended hourly rate of \$425.34 for both professionals and paraprofessionals. The blended hourly rate for professionals alone is \$455.62.

35. KBT&F rendered to the Official Committees all services for which compensation is sought solely in connection with these cases, in furtherance of the duties and functions of the Official Committees.

36. KBT&F maintains computerized records of the time expended in the rendition of the professional services required by the Official Committees. These records are maintained in the ordinary course of KBT&F's practice. For the convenience of the Court and parties in interest, and in accordance with Local Guidelines, billing summaries for the Fourth Interim Compensation Period are attached hereto as Exhibits "A" and "B", setting forth the name of each attorney and paraprofessional for whose work on these cases compensation is sought, each attorney's year of bar admission, the aggregate of the time expended by each such attorney and paraprofessional, the hourly billing rate for each such attorney or paraprofessional at KBT&F's standard billing rates, the by-timekeeper amounts of compensation requested, the hours devoted to distinct matters and the by-matter amounts of compensation requested. Billing summaries for the Final Compensation Period are attached hereto as Exhibits "C" and "D". The compensation requested by KBT&F is based on the customary compensation charged by comparably skilled practitioners in cases other than cases under the Bankruptcy Code.

37. Attached hereto as Exhibit "E" are time entry records broken down in tenths of an hour and setting forth a detailed description of services performed by each attorney and paraprofessional on behalf of the Official Committees during the Fourth Interim Compensation Period. Privileged information concerning commenced or potential litigation has been redacted. Time entry records for Prior Interim Compensation Periods were included with the Prior Applications.

38. KBT&F also maintains computerized records of all expenses incurred in connection with the performance of professional services. A summary of the amounts and

categories of expenses incurred during the Fourth Interim Compensation Period for which reimbursement is sought is attached hereto as Exhibit "F." A summary of the amounts and categories of expenses incurred during the Final Compensation Period for which reimbursement is sought is attached hereto as Exhibit "G".

39. Attached hereto as Exhibit "H" is a summary of the allocation of KBT&F's fees and expenses for the Fourth Interim Compensation Period attributable to RCM and all other Debtor entities. A summary of the allocations for the Final Compensation Period is attached hereto as Exhibit "I". KBT&F reserves the right to revise the allocations upon further information.

**Summary of Professional Services Rendered and Expenses
Incurred During the Fourth Interim Compensation Period**

I. By-Matter Description of Services Rendered

40. Prior to August 16, 2006, KBT&F served as Conflicts Counsel to the Official Committees. Upon the amendment of KBT&F's retention to include service as General Counsel to the Additional Official Committee, KBT&F established a separate client code to distinguish work performed as Conflicts Counsel to the Official Committees from work performed as General Counsel to the Additional Official Committee.

A. Conflicts Counsel to the Official Committees

41. Services rendered as Conflicts Counsel on behalf of the Official Committees during the Fourth Interim Compensation Period have been divided into the following categories: (i) Conflicts Matters, (ii) J.P. Morgan Claim, (iii) Flowers 503(b) Claim, (iv) Retention/Fee Applications, (v) Rule 2004 Investigation, (vi) BAWAG Investigation, and (vii) LBO Analysis. During the Fourth Interim Compensation Period, KBT&F professionals devoted 1,294.4 total hours of service as Conflicts Counsel on behalf of the Official Committees, for total fees of \$439,504.50.

1. Conflicts Matters

42. During the Fourth Interim Compensation Period, KBT&F professionals analyzed potential conflicts for the Official Committees. Total time spent in this category was 4.9 hours, for total fees of \$1,155.00 during the Fourth Interim Compensation Period.

2. J.P. Morgan Claim

43. During the Fourth Interim Compensation Period, KBT&F professionals analyzed for the Official Committees the settlement of claims filed by J.P.Morgan Chase (“JPMorgan”) against the Debtors’ estates and worked on documentation of the settlement. Time devoted to this category totaled 46.6 hours during the Fourth Interim Compensation Period, for total fees of \$26,686.00.

3. Flowers 503(b) Claim

44. During the Fourth Interim Compensation Period, KBT&F professionals analyzed for the Official Committees the potential settlement of the Application of FGS Refco Acquisition Co. for Reimbursement of Costs and Expenses Incurred in Connection with the Sale Process which sought compensation pursuant to section 503(b) of the Bankruptcy Code. Attorneys devoted 15.0 hours of service in this category during the Fourth Interim Compensation Period, for total fees of \$6,660.00.

4. Retention / Fee Applications

45. During the Fourth Interim Compensation Period, KBT&F professionals devoted time to preparing the Third Interim Application and monthly fee statements for the Official Committees. KBT&F professionals and paraprofessionals worked to ensure that compensation and expenses sought in the Application were in compliance with the Local Guidelines and UST Guidelines. KBT&F attorneys also prepared and analyzed a budget as requested by the Fee

Committee appointed in these cases. Total time spent in this category was 50.7 hours, for total fees of \$23,461.00 during the Fourth Interim Compensation Period.

5. Rule 2004 Investigation

46. During the Fourth Interim Compensation Period, KBT&F professionals analyzed and investigated for the Official Committees potential claims belonging to the Debtors' estates arising from the June 2004 purchase of a majority interest in Refco by Thomas H. Lee Partners in a leveraged buyout involving certain banks that were also underwriters of 2005 initial public offering of Refco stock. KBT&F professionals continued to review and analyze voluminous document productions received pursuant to the document requests and the Rule 2004 motion directed to certain underwriters, specifically J.P. Morgan Securities, Inc.; Credit Suisse, f/k/a Credit Suisse First Boston; Deutsche Bank Securities, Inc.; Banc of America Securities LLC; Goldman Sachs & Co.; Sandler O'Neill & Partners, L.P.; Merrill Lynch, Pierce, Fenner & Smith, Inc.; and HSBC Securities (USA) Inc. (including HSBC Holdings, Ltd. and HSBC Bank USA, N.A.) (collectively, the "Underwriters"). KBT&F professionals also worked to prepare a chronology of events relevant to the investigation. Time devoted to this category totaled 1,140.9 hours during the Fourth Interim Compensation Period, for total fees of \$360,135.00.

6. BAWAG Investigation

47. During the Fourth Interim Compensation Period, KBT&F professionals analyzed the allocation of the settlement of the Debtors' potential claims against BAWAG P.S.K. Bank für Arbeit und Wirtschaft und Österreichische Postsparkasse Aktiengesellschaft ("BAWAG") as conflicts counsel to the Official Committees. Attorneys devoted 10.9 hours of service in this category during the Fourth Interim Compensation Period, for total fees of \$6,045.00.

7. LBO Analysis

48. During the Fourth Interim Compensation Period, KBT&F professionals analyzed for the Official Committees the settlement of the Debtors' potential claims against Bank of America, N.A., as administrative agent under an August 2004 credit facility, among Refco Group Ltd., LLC (successor by merger to Refco Finance Holdings LLC), as borrower, New Refco Group Ltd., LLC and a syndicate of lenders, Wells Fargo Bank, as Indenture Trustee, noteholders, relating to the August 2004 recapitalization, the January 2005 prepayment to the lenders and the September 2005 prepayment to noteholders. Attorneys devoted 25.4 hours of service in this category during the Fourth Interim Compensation Period, for total fees of \$15,362.50.

B. General Counsel to the Additional Official Committee

49. Services rendered as General Counsel on behalf of the Additional Official Committee during the Fourth Interim Compensation Period have been divided into the following categories: (i) Creditor/Claim Issues, (ii) Asset Sales (Analysis/Disposition), (iii) Litigation Trust, (iv) Firm Retention/Disclosure Issues, (v) Non-Firm Retentions, (vi) Fee Statements / Fee Applications, (vii) Committee Internal Matters, and (viii) Plan/Disclosure Statement. During the Fourth Interim Compensation Period, KBT&F professionals devoted 735.9 total hours of service as General Counsel to the Additional Official Committee, for total fees of \$378,088.50.

1. Creditor / Claim Issues

50. During the Fourth Interim Compensation Period, KBT&F professionals analyzed on behalf of the Additional Official Committee the Debtors' objections to numerous claims and analyzed various settlements of claims proposed by Marc S. Kirschner, as Chapter 11 Trustee for Refco Capital Markets, Ltd. Time devoted to this category during the Fourth Interim Compensation Period totaled 74.4 hours, for total fees of \$34,239.50.

2. Asset Sales (Analysis / Disposition)

51. During the Fourth Interim Compensation Period, KBT&F professionals analyzed on behalf of the Additional Official Committee a proposal regarding the securities sales process. Time devoted to this category totaled 27.5 hours during the Fourth Interim Compensation Period, for total fees of \$16,370.00.

3. Litigation Trust

52. During the Fourth Interim Compensation Period, KBT&F professionals worked on behalf of the Additional Official Committee on the Litigation Trust Agreement Term Sheet and researched various legal issues concerning the assignment of claims to the trust. KBT&F professionals also worked on documentation of the trust and prepared and made a related presentation. Total time spent in this category was 281.3 hours, for total fees of \$145,598.50 during the Fourth Interim Compensation Period.

4. Firm Retention / Disclosure Issues

53. During the Fourth Interim Compensation Period, KBT&F professionals prepared conflicts checks in connection with KBT&F's retention on behalf of the Additional Official Committee and monitored the proceedings to maintain current conflicts records. Time devoted to this category totaled 29.5 hours during the Fourth Interim Compensation Period, for total fees of \$4,503.50.

5. Non-Firm Retentions

54. During the Fourth Interim Compensation Period, a KBT&F professional reviewed on behalf of the Additional Official Committee memoranda related to the compensation of the Chapter 11 Trustee for Refco Capital Markets, Ltd. Attorneys devoted 1.6 hours of service in this category during the Fourth Interim Compensation Period, for total fees of \$1,039.50.

6. Fee Statements / Fee Applications

During the Fourth Interim Compensation Period, KBT&F professionals devoted time to preparing the Third Interim Application and monthly fee statements on behalf of the Additional Official Committee. KBT&F professionals and paraprofessionals worked to ensure that compensation and expenses sought in the Application were in compliance with the Local Guidelines and UST Guidelines. KBT&F attorneys also prepared and analyzed a budget as requested by the Fee Committee appointed in these cases. Total time spent in this category was 34.3 hours, for total fees of \$16,755.00 during the Fourth Interim Compensation Period.

7. Committee Internal Matters

55. During the Fourth Interim Compensation Period, KBT&F professionals devoted time to preparing by-laws, forms of resolutions and minutes of meetings for the Additional Official Committee. Attorneys devoted 13.5 hours of service in this category during the Fourth Interim Compensation Period, for total fees of \$6,219.50.

8. Plan / Disclosure Statement

56. During the Fourth Interim Compensation Period, KBT&F professionals worked on revisions to the Debtors' plan of reorganization and disclosure statement and prepared for and participated in hearings to approve the disclosure statement and confirm the plan of reorganization. KBT&F attorneys also devoted time to resolving objections to the Debtor's plan of reorganization and achieving a settlement with the committee of equity holders in these chapter 11 cases. In addition, KBT&F professionals also responded to discovery requests in connection with plan confirmation and attended related depositions. Time devoted to this category totaled 273.8 hours during the Fourth Interim Compensation Period, for total fees of \$153,363.50.

III. Expenses

57. KBT&F has incurred a total of \$97,559.25 in expenses in connection with its representation of the Official Committees during the Fourth Interim Compensation Period. Expense details are set forth in Exhibit "E". A summary of the amounts and categories of expenses incurred during the Fourth Interim Compensation Period for which reimbursement is sought is attached hereto as Exhibit "F." A summary of the amounts and categories of expenses incurred during the Final Compensation Period for which reimbursement is sought is attached hereto as Exhibit "G".

58. Except as described below, KBT&F's expenses are reflected herein at actual cost. With respect to facsimile expenses, KBT&F excludes charges for incoming facsimile and includes charges for outgoing facsimiles at applicable toll charge rates. With respect to photocopying expenses, KBT&F seeks reimbursement at the rate of \$.10 per page, which is in compliance with this Court's recent fee orders.

59. Consistent with KBT&F's policies, attorneys and other employees of KBT&F who worked late into the evenings were reimbursed for their reasonable meal costs and their cost for transportation home. KBT&F's regular practices are not to include components for those charges in overhead when establishing billing rates and to charge its clients for these and all other out-of-pocket disbursements incurred during the regular course of the rendition of services. The reimbursement of these requested disbursements is consistent with the provisions set forth in the Local Guidelines. Throughout the Final Compensation Period, KBT&F has been acutely aware of cost considerations and has tried to minimize the expenses it incurs.

Factors to be Considered in Awarding Attorneys' Fees

60. Section 330(a)(1) of the Bankruptcy Code provides that a court may award a professional employed in the case under section 1103 of the Bankruptcy Code "reasonable

compensation for actual necessary services rendered . . . and reimbursement for actual, necessary expenses.” Section 330(a)(3) further provides guidelines for awarding such fees and expenses:

In determining the amount of reasonable compensation to be awarded, the court should consider the nature, extent, and value of such services, taking into account all relevant factors, including -

- (A) the time spent on such services;
- (B) the rates charged for such services;
- (C) whether the services were necessary to the administration of, or beneficial at the time at which the service was rendered toward the completion of, a case under this title;
- (D) whether the services were performed within a reasonable amount of time commensurate with the complexity, importance, and nature of the problem, issue, or task addressed; and
- (E) whether the compensation is reasonable based on the customary compensation charged by comparably skilled practitioners in cases other than cases under this title.

11 U.S.C. § 330(a)(3). Case law establishes additional factors Courts consider in awarding fees, including the time and labor required, the novelty and difficulty of questions, the skill requisite to perform the legal services properly, the preclusion of other employment by the applicant due to acceptance of the current case, the customary fee, whether the fee is fixed or contingent, time limitations imposed by the client or other circumstances, the amount involved and results obtained, the experience, reputation and ability of the attorneys, the “undesirability” of the case, and the nature and length of professional relationship. See, e.g., In re First Colonial Corp. of Am., 544 F.2d 1291, 1298-99 (5th Cir. 1977); In re Nine Assocs., Inc., 76 B.R. 943, 945 (S.D.N.Y. 1987).

61. KBT&F respectfully submits that the professional services rendered to the Official Committees during the Final Compensation Period were reasonable and necessary and expected to benefit the Debtors’ estates and the unsecured creditors. These services required a high level of professional competence and expertise, and KBT&F believes that the services were

performed efficiently and effectively. The hourly rates billed by KBT&F were customary for professional services rendered in other matters and were fair and reasonable.

62. KBT&F submits that the expenses incurred during the Final Compensation Period were customary and necessary. KBT&F seeks reimbursement only of its actual costs.

Memorandum of Law

63. Because the Application presents no novel issues of law and the authorities relied upon are set forth herein, KBT&F requests that the Court waive the requirement under Rule 9013-1(b) of the Local Bankruptcy Rules for the Southern District of New York for the filing of a separate memorandum of law.

WHEREFORE, for the reasons set forth above and in the Certification of David S. Rosner attached hereto as Exhibit "J", KBT&F respectfully requests (i) an allowance of compensation for professional services rendered during the Fourth Interim Compensation Period in the amount of \$817,593.00 and reimbursement for actual and necessary expenses of KBT&F incurred during the Fourth Interim Compensation Period in the amount of \$97,559.25, (ii) an allowance of the holdback of compensation for services rendered during the Third Interim Compensation Period in the amount of \$239,685.15, (iii) that the Court (a) award on a final basis aggregate fees in the amount of \$3,436,542.85 previously awarded on an interim basis to KBT&F pursuant to the Fee Orders, and (b) award on a final basis the aggregate expenses in the amount of \$371,512.71 previously awarded to KBT&F by the Court pursuant to the Fee Orders, and (iv) that the Court grant KBT&F such other and further relief as is just.

Dated: February 23, 2007
New York, New York

**KASOWITZ, BENSON, TORRES &
FRIEDMAN LLP**

By: /s/ David Rosner
David S. Rosner (DR-4214)
Jeffrey R. Gleit (JG-8710)
Ross G. Shank (RS-7677)
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Conflicts Counsel to the Official Committee of Unsecured Creditors of Refco Inc., *et al.*, and the Joint Subcommittee of the Official Committees, and General Counsel to the Additional Official Committee of Unsecured Creditors of Refco Inc., *et al.*

KBT&F EXHIBIT "A"

**By-Timekeeper Summary of Hours Devoted and Compensation Sought
for the Period October 1, 2006 through December 26, 2006**

Name	Department	Bar Admission	Hourly Rate	Hours	Fees Earned
PARTNERS					
<i>Andrew K. Glenn</i>	Bankruptcy	1996	680	19.9	\$13,532.00
<i>Maria Gorecki</i>	Litigation	1998	475	58.6	\$27,835.00
<i>Christopher P. Johnson</i>	Litigation	1987	670	139.8	\$93,666.00
<i>Robert M. Novick</i>	Bankruptcy	1994	670	35.6	\$23,852.00
<i>David S. Rosner</i>	Bankruptcy	1990	775	191.6	\$148,490.00
<i>Howard W. Schub</i>	Bankruptcy	1990	680	8	\$5,440.00
ASSOCIATES					
<i>Marc Acriche</i>	Litigation	1994	325	293.5	\$95,387.50
<i>Zachary Axelrod</i>	Bankruptcy	2006	245	8.1	\$1,984.50
<i>Cara M. Ciuffani</i>	Litigation	2002	325	13.8	\$4,485.00
<i>Douglas M. Coulson</i>	Litigation	2000	275	33.9	\$9,322.50
<i>Angela B. Daniels</i>	Litigation	1998	300	137.7	\$41,310.00
<i>Daniel A. Fliman</i>	Bankruptcy	2003	360	20	\$7,200.00
<i>Jeffrey R. Gleit</i>	Bankruptcy	2001	450	196.2	\$88,290.00
<i>Matthew A. Guttman</i>	Litigation	2002	300	27.8	\$8,340.00
<i>Suzanne B. Kalman</i>	Litigation	1980	350	33.7	\$11,795.00
<i>Christopher R. McParland</i>	Litigation	2005	265	12.6	\$3,339.00
<i>Teresa Matushaj</i>	Litigation	1993	495	83.8	\$41,481.00
<i>Aileen Monahan</i>	Litigation	2005	225	225	\$50,625.00
<i>Ross Shank</i>	Bankruptcy	2000	440	228.6	\$100,584.00
<i>Michelle J. Vladimirsky</i>	Bankruptcy	Pending	205	19.2	\$3,936.00
LEGAL ASSISTANTS					
<i>Thomas J. Albuquerque</i>			140	13.8	\$1,932.00
<i>Tatyana Faynberg</i>			140	68	\$9,520.00
<i>Anitra Fletcher</i>			130	0.8	\$104.00
<i>Ewelina Kedzierski</i>			125	2	\$250.00
<i>Mary O'Connell</i>			165	110.9	\$18,298.50
<i>Manuela Ruiz</i>			130	1.8	\$234.00
<i>Rashaan Russell</i>			135	36	\$4,860.00
<i>Sandy Saint-Cyr</i>			155	1	\$155.00
<i>Christopher Stauble</i>			175	3.8	\$665.00
MANAGING CLERK					
<i>Jose Disla</i>			100	0.3	\$30.00
<i>Fermin Figueroa, Jr.</i>			185	1.4	\$259.00
<i>Francisco J. Velez</i>			130	2.7	\$351.00
<i>Marlon Webb</i>			100	0.4	\$40.00
Total				2,030.3	\$817,593.00

KBT&F EXHIBIT "B"

**By-Matter Summary of Hours Devoted and Compensation Sought
for the Period October 1, 2006 through December 26, 2006**

Matter	Hours	Fees Earned
Conflicts Counsel Matters:		
Conflicts Matters (07351001)	4.9	\$1,155.00
J.P. Morgan Claim (07351002)	46.6	\$26,686.00
Flowers 503(b) Claim (07351004)	15	\$6,660.00
Retention / Fee Applications (07351005)	50.7	\$23,461.00
2004 Investigation (07351007)	1140.9	\$360,135.00
Bawag Investigation (07351009)	10.9	\$6,045.00
LBO Analysis (07351010)	25.4	\$15,362.50
Conflicts Counsel Sub-total	1294.4	\$439,504.50
General Counsel Matters:		
Creditor / Claim Issues (07639003)	74.4	\$34,239.50
Asset Sales (Analysis / Disposition) (07639006)	27.5	\$16,370.00
Litigation Trust (07639007)	281.3	\$145,598.50
Firm Retention / Disclosure Issues (07639010)	29.5	\$4,503.50
Non-Firm Retentions (07639011)	1.6	\$1,039.00
Fee Statements / Fee Applications (07639012)	34.3	\$16,755.00
Committee Internal Matters (07639014)	13.5	\$6,219.50
Plan / Disclosure Statement (07639016)	273.8	\$153,363.50
General Counsel Sub-total	735.9	\$378,088.50
Total - All Matters	2030.3	\$817,593.00

KBT&F EXHIBIT "C"

**By-Timekeeper Summary of Hours Devoted and Compensation Sought
for the Period December 10, 2005 through December 26, 2006**

Name	Department	Bar Admission	Hourly Rate		Hours	Fees Earned
			2005	2006		
PARTNERS						
<i>Andrew K. Glenn</i>	Bankruptcy	1996		680	246.5	\$167,620.00
<i>Maria Gorecki</i>	Litigation	1998		475	598.6	\$284,335.00
<i>Christopher P. Johnson</i>	Litigation	1987		670	532.7	\$356,909.00
<i>Robert M. Novick</i>	Bankruptcy	1994		670	52	\$34,840.00
<i>Miahcel D. Rosenbloom</i>	Corporate	1987		615	15.8	\$9,717.00
<i>David S. Rosner</i>	Bankruptcy	1990	725	775	881	\$680,560.00
<i>Ronald R. Rossi</i>	Litigation	1997		550	175.8	\$99,429.50
<i>Howard W. Schub</i>	Bankruptcy	1990		680	478	\$325,040.00
<i>Adam L. Shiff</i>	Bankruptcy	1993	685	n/a	4.3	\$3,060.50
<i>Paul J. Zoeller</i>	Litigation	1984		745	0.9	\$670.50
					0	\$0.00
SPECIAL COUNSEL						
<i>John Arthur Prestage</i>	Litigation	1984		465	199.4	\$92,721.00
<i>Michael D. Rosenbloom</i>	Corporate	1987		615	12.6	\$8,261.00
					0	\$0.00
ASSOCIATES						
<i>Marc Acriche</i>	Litigation	1994		325	625.1	\$203,157.50
<i>Marilyn S. Altamira</i>	Litigation	1996		335	74.6	\$24,991.00
<i>Zachary Axelrod</i>	Bankruptcy	2006		245	8.1	\$1,984.50
<i>Scott Bernstein</i>	Bankruptcy	2002		380	38.9	\$14,782.00
<i>Cara M. Ciuffani</i>	Litigation	2002		325	459.7	\$149,402.50
<i>Todd H. Colvard</i>	Litigation	1997		315	185.5	\$58,432.50
<i>Douglas M. Coulson</i>	Litigation	2000		275	177.4	\$48,785.00
<i>Angela B. Daniels</i>	Litigation	1998		300	277.7	\$83,310.00
<i>Libby Skye Davis</i>	Litigation	2001		415	34	\$14,110.00
<i>Erin Ekeberg</i>	Litigation	2005		225	75.9	\$17,077.50
<i>Daniel A. Fliman</i>	Bankruptcy	2003		360	725	\$261,000.00
<i>Matthew Funk</i>	Bankruptcy	2003		380	125.5	\$47,690.00
<i>Jeffrey R. Gleit</i>	Bankruptcy	2001	400	450	354.1	\$157,935.00
<i>Maria Gorecki</i>	Litigation	1998		475	177.7	\$84,407.50
<i>Matthew A. Guttman</i>	Litigation	2002		300	38.1	\$11,430.00
<i>Suzanne B. Kalman</i>	Litigation	1980		350	396.4	\$138,740.00
<i>Jessica A. Kramer</i>	Litigation	2005		225	94.3	\$21,217.50
<i>Jeffrey L. Larson</i>	Litigation	1998		300	45	\$13,500.00
<i>Jack Levine</i>	Litigation	1967		365	12.5	\$4,562.50
<i>Alan Lungen</i>	Bankruptcy	1999		490	6.9	\$3,381.00
<i>Christopher R. McParland</i>	Litigation	2005		265	72.3	\$19,159.50
<i>Teresa Matushaj</i>	Litigation	1993		495	647.2	\$320,364.00
<i>Aileen Monahan</i>	Litigation	2005		225	449.9	\$101,227.50
<i>Peggy Pan</i>	Litigation	2006		195	25.8	\$5,031.00
<i>Marvin Peguese</i>	Litigation	1999		425	19.8	\$8,415.00

Name	Department	Bar Admission	Hourly Rate	Hours	Fees Earned	
<i>Spiro Phanos</i>	Litigation	2005		225	66.3	\$14,917.50
<i>John W. Royal</i>	Litigation	1993		165	42.7	\$7,045.50
<i>Ross Shank</i>	Bankruptcy	2000	275	440	922.8	\$405,768.00
<i>Steve Shardonofsky</i>	Litigation	2005		185	13.5	\$2,497.50
<i>John M. Strickland</i>	Litigation	2005		245	2.5	\$612.50
<i>Michelle J. Vladimirovsky</i>	Bankruptcy	Pending		205	23.9	\$4,899.50
<i>J. Michael Wilson</i>	Litigation	2004		195	58.1	\$11,329.50
<i>Erin Zavalkoff</i>	Bankruptcy	2003	310	n/a	51.2	\$15,932.00
					0	\$0.00
LEGAL ASSISTANTS					0	\$0.00
<i>Thomas J. Albuquerque</i>				140	19	\$2,660.00
<i>Bianca L. Best</i>				150	3.5	\$525.00
<i>Kate Bowers</i>				130	2.5	\$325.00
<i>Christopher M. Boucher</i>				140	3.8	\$532.00
<i>Julia G. Carter</i>				175	0.8	\$140.00
<i>Tatyana Faynberg</i>				140	68	\$9,520.00
<i>Anitra Fletcher</i>				130	0.8	\$104.00
<i>Jamilla Folkes</i>				130	7	\$910.00
<i>Craig Hueneke</i>				185	60.5	\$11,192.50
<i>Felix O. Idehen</i>				155	1.7	\$263.50
<i>Ewelina Kedzierski</i>				125	2	\$250.00
<i>Matthew Mindich</i>				75	74.7	\$5,602.50
<i>Mary O'Connell</i>				165	399.6	\$65,934.00
<i>Lana Rafael</i>				150	4.5	\$675.00
<i>Karthik Ramanathan</i>				135	2.9	\$391.50
<i>Evelyn Rodriguez</i>				160	0.3	\$48.00
<i>Manuela Ruiz</i>				130	1.8	\$234.00
<i>Rashaan Russell</i>			125	135	64.9	\$8,743.50
<i>Sandy Saint-Cyr</i>				155	1	\$155.00
<i>Susan Scherman</i>				165	2.3	\$379.50
<i>Christopher Stauble</i>				175	3.8	\$665.00
<i>Jovenal C. Serna</i>				140	229	\$32,060.00
<i>Katrina Summa</i>				175	8.5	\$1,487.50
<i>Melissa Torres</i>				130	1	\$130.00
<i>Narinder Uppal</i>				130	45.3	\$5,889.00
<i>Thomas G. Wilson</i>				175	4.7	\$822.50
MANAGING CLERK						
<i>Jose Disla</i>				100	0.3	\$30.00
<i>Fermin Figueroa, Jr.</i>			180	185	14.5	\$2,678.50
<i>Daniel J. Lajca</i>				100	4.6	\$460.00
<i>Francisco J. Velez</i>				130	5.5	\$715.00
<i>Marlon Webb</i>				100	0.4	\$40.00
Total					10,565.2	\$4,493,821.00

KBT&F EXHIBIT "D"

**By-Matter Summary of Hours Devoted and Compensation Sought
for the Period December 10, 2005 through December 26, 2006**

Matter	Hours	Fees Earned
Conflicts Counsel Matters:		
Conflicts Matters (07351001)	42.1	\$17,444.00
J.P. Morgan Claim (07351002)	314	\$168,602.50
Sphinx (07351003)	74.4	\$41,861.50
Flowers 503(b) Claim (07351004)	136.5	\$65,656.00
Retention / Fee Applications (07351005)	211.8	\$91,875.00
2004 Investigation (07351007)	5989.1	\$2,176,248.00
Bank of America (LBO) Analysis (07351008)	570.3	\$300,572.00
Bawag Investigation (07351009)	680	\$273,640.50
LBO Analysis (07351010)	1384.6	\$757,032.50
Conflicts Counsel Sub-total	9,402.8	\$3,892,932.00
General Counsel Matters:		
Creditor / Claim Issues (07639003)	76.3	\$35,075.50
Asset Sales (Analysis / Disposition) (07639006)	29.1	\$17,383.50
Litigation Trust (07639007)	312.5	\$158,555.50
Firm Retention / Disclosure Issues (07639010)	98.3	\$36,958.00
Non-Firm Retentions (07639011)	6.6	\$3,358.00
Fee Statements / Fee Applications (07639012)	34.3	\$16,755.00
Cash Collateral / Marshalling (07639013)	24.4	\$10,055.50
Committee Internal Matters (07639014)	50.6	\$23,396.50
Plan / Disclosure Statement (07639016)	530.3	\$299,351.50
General Counsel Sub-total	1,162.4	\$600,889.00
Total - All Matters	10,565.2	\$4,493,821.00