

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

In re:)	Chapter 11
)	
deCODE genetics, Inc. ¹)	Case No. 09-14063 (PJW)
)	
Debtor.)	
)	Re: Docket No. 47

**ORDER GRANTING MOTION OF THE DEBTOR FOR AN ADMINISTRATIVE
ORDER PURSUANT TO 11 U.S.C. §§ 105(a) AND 331 ESTABLISHING
PROCEDURES FOR INTERIM MONTHLY COMPENSATION AND
REIMBURSEMENT OF EXPENSES OF PROFESSIONALS**

Upon the Motion of the Debtor for an Administrative Order Pursuant to 11 U.S.C. §§ 105(a) and 331 Establishing Procedures for Interim Monthly Compensation and Reimbursement of Expenses of Professionals (the "Motion");² and it appearing that this Court has jurisdiction over this matter pursuant to 28 U.S.C. §§ 157 and 1334 and that this is a core proceeding pursuant to 28 U.S.C. § 157(b)(2); and notice of this Motion having been given as set forth in the Motion; and it appearing that no further notice of the Motion need be given; and the Debtor having resolved the concerns of the Office of the United States Trustee for the District of Delaware regarding the relief requested in the Motion; and this Court having determined that the relief requested in the Motion is in the best interests of the Debtor, its estate and creditors; and after due deliberation and good and sufficient cause appearing therefor,

It is hereby ORDERED that,

1. The relief requested in the Motion is GRANTED as modified herein.
2. That except as may otherwise be provided in other orders of this Court authorizing the retention of a particular Professional, all Professionals employed in this case shall

¹ The debtor in this case, along with the last four digits of the federal tax identification number for the debtor, is deCODE genetics, Inc. (6704).

² Capitalized terms used but not otherwise defined herein shall have the meaning ascribed in the Motion.

seek interim payment of Compensation in accordance with the following procedures (the "Compensation Procedures"):

a. On or after the 25th day of each calendar month, beginning with January 2010, each of the Professionals seeking interim compensation for services rendered may file with the Court an application (the "Monthly Fee Application"), pursuant to section 331 of the Bankruptcy Code, for interim approval and allowance of compensation for services rendered and reimbursement of expenses incurred during the immediately preceding month (the "Monthly Compensation Period") and serve a copy of such Monthly Fee Application on: (i) the Debtor, c/o deCODE genetics, Inc., Sturlugata 8, Reykavik, Iceland, IS101 (Attn: Kari Stefansson); (ii) counsel to the Debtor, Richards, Layton & Finger, P.A., One Rodney Square, 920 North King Street, Wilmington, Delaware 19801 (Attn: Mark D. Collins, Esq. and Christopher M. Samis, Esq.); (iii) corporate counsel to the Debtor, Mintz Levin Cohn Ferris Glovsky and Popeo P.C., One Financial Center, Boston, MA 02111 (Attn: Richard P. Kelly, Esq.) and Stevens & Lee P.C., 1105 N. Market Street, Wilmington DE, 19801 (Attn: Marsha Novick, Esq.); (iv) counsel to the Official Committee of Unsecured Creditors, Shearman & Sterling LLP, 599 Lexington Avenue, New York, New York 10022 (Attn: Andrew V. Tenzer, Esq.); (v) local counsel to the Official Committee of Unsecured Creditors, Young Conaway Stargatt & Taylor, LLP, The Brandywine Building, 1000 West Street, 17th Floor, Wilmington, Delaware 19801 (Attn: Pauline K. Morgan, Esq.); (vi) the Office of the United States Trustee for the District of Delaware, 844 King Street, Suite 2207, Lockbox 35, Wilmington, Delaware 19801 (Attn: David L. Buchbinder, Esq.); (vii) counsel to Saga, O'Melveny & Myers LLP 400 South Hope Street, Los Angeles, CA 90071 (Attn: Suzzanne Uhland, Esq. and Andrew M. Parlen, Esq.); and (viii) local counsel to Saga, Ciardi, Ciardi & Astin, P.C., 919 Market Street, Wilmington, DE 19801 (Attn: Carl Neff, Esq.) (collectively, the "Notice Parties"). Any Professional that fails to file a Monthly Fee Application for a particular month or months may subsequently submit a consolidated Monthly Fee Application for a particular month or months. All Monthly Fee Applications shall comply with the Bankruptcy Code, the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules"), applicable law, the Local Rules of Bankruptcy Practice and Procedure of the United States Bankruptcy Court for the District of Delaware (the "Local Rules"), and the Guidelines established by the Office of the United States Trustee.

b. Each Notice Party will have twenty (20) days after filing and service of a Monthly Fee Application to object to such application (the "Objection Deadline"). Upon the expiration of the Objection Deadline, each Professional may file a certificate of no objection or a certificate of partial no objection with the Court, whichever is applicable, after which the Debtor is authorized to pay each Professional an amount (the "Actual Payment") equal to the lesser of (i) eighty percent (80%) of the fees and one hundred percent (100%) of the expenses requested in the Monthly Fee Application (the "Maximum

Payment”), and (ii) eighty percent (80%) of the fees and one hundred percent (100%) of the expenses not subject to an objection pursuant to subparagraph (c) below.

c. If any Notice Party objects to a Professional’s Monthly Fee Application, it must file with the Court and serve on the affected Professional and each of the Notice Parties a written objection (the “Objection”), which must be filed with the Court and received by the affected Professional and the Notice Parties on or before the Objection Deadline. Thereafter, the objecting party and the affected Professional may attempt to resolve the Objection on a consensual basis. If the parties are unable to reach a resolution of the Objection within ten (10) days after service of the Objection, the affected Professional may either: (i) file a response to the Objection with the Court, together with a request for payment of the difference, if any, between the Maximum Payment and the Actual Payment made to the affected Professional (the “Incremental Amount”); or (ii) forego payment of the Incremental Amount until the next interim or final fee application hearing, at which time the Court will consider and dispose of the Objection if requested by the parties.

d. Each Professional may submit the first Monthly Fee Application on or about January 25, 2010, and such Monthly Fee Application shall be for the period from the Petition Date through December 31, 2009.

e. Beginning with the period ending February 28, 2010, and at three-month intervals thereafter or such other intervals convenient to the Court (the “Interim Fee Period”), each Professional may file with the Court and serve on the Notice Parties a request, pursuant to section 331 of the Bankruptcy Code, for interim Court approval and allowance of the compensation and reimbursement of expenses sought in the Monthly Fee Applications filed during the Interim Fee Period (an “Interim Fee Application”). The Interim Fee Application, which shall be substantially in the form of Exhibit 1 attached hereto and incorporated herein by reference, must include a brief description identifying (i) the Monthly Fee Applications that are the subject of the request, (ii) the amount of fees and expenses requested, (iii) the amount of fees and expenses paid to date or subject to an Objection, (iv) the deadline for other parties and the Notice Parties to file objections (the “Additional Objections”) to the Interim Fee Application, and (v) any other information requested by the Court or required by the Local Rules. Objections, if any, to the Interim Fee Application shall be filed and served upon the affected Professional and the Notice Parties so as to be received on or before the 20th day following service of the applicable Interim Fee Application.

f. Each Professional should file and serve its Interim Fee Application within thirty (30) days of the conclusion of the Interim Fee Period for which the request seeks allowance of fees and reimbursement of expenses. The first Interim Fee Application shall cover the period from the Petition Date and through and including February 28, 2010, and may be filed on or before March 31, 2010.

g. The Debtor shall request a hearing on the pending Interim Fee Applications at least every six (6) months. The Debtor, however, may request that a hearing be held every three (3) months or at such other intervals as the Court deems appropriate.

h. The pendency of an objection to payment of compensation or reimbursement of expenses will not disqualify a Professional from the future payment of compensation or reimbursement of expenses, unless the Court orders otherwise. In addition, any Professional that fails to file a Monthly Fee Application or an Interim Fee Application when due or permitted will be ineligible to receive further interim payments of fees or expenses under the Compensation Procedures until such time as a Monthly Fee Application or Interim Fee Application is submitted by the Professional. There will be no other penalties for failing to file a Monthly Fee Application or an Interim Fee Application in a timely manner.

i. Neither (i) the payment of or the failure to pay in whole or in part, a Monthly Fee Application nor (ii) the filing of or failure to file an objection to a Monthly Fee Application will bind any party in interest or the Court with respect to the allowance of interim or final applications for compensation and reimbursement of expenses of the Professionals. All fees and expenses paid to the Professionals are subject to disgorgement until final allowance by the Court.

3. That each member of the Official Committee of Unsecured Creditors (the "Committee") is permitted to submit statements of expenses (excluding fees and expenses of committee member's counsel) and supporting vouchers to counsel to such Committee, who shall collect and submit the Committee members' requests for reimbursement in accordance with the approved procedure for monthly and interim compensation and reimbursement of Professionals.

4. That only the Notice Parties shall be entitled to receive the Monthly Fee Applications, the Interim Fee Applications and the notice of hearing thereon (the "Hearing Notice"), and all other parties who file a request for service pursuant to Bankruptcy Rule 2002 shall be entitled to receive only the Hearing Notice.

5. That the Debtor shall include all payments made to Professionals on the monthly operating report, identifying the amount paid to each of the Professionals.

6. That all time periods referenced in this Order shall be calculated in accordance with Bankruptcy Rule 9006(a).

7. That this Court shall retain jurisdiction to hear and determine all matters arising from or related to the implementation of this Order.

Dated: Dec 29, 2009
Wilmington, Delaware



THE HONORABLE PETER J. WALSH
UNITED STATES BANKRUPTCY JUDGE

EXHIBIT 1

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

In re:)	Chapter 11
deCODE genetics, Inc.¹)	Case No. 09-14063 (PJW)
Debtor.)	

NOTICE OF INTERIM FEE APPLICATION

Name of Applicant: _____

Authorized to Provide Professional Services to: _____

Date of Retention: _____

Period for which compensation and reimbursement is sought: _____

Amount of Compensation sought as actual, reasonable and necessary: \$ _____

Amount of Expense Reimbursement sought as actual, reasonable and necessary: \$ _____

This is a(n): _____ interim _____ final application

Summary of Fee Applications for Compensation Period:

Date Filed	Period Covered	Requested		Approved	
		Fees	Expenses	Fees	Expenses

¹ The debtor in this case, along with the last four digits of the federal tax identification number for the debtor, is deCODE genetics, Inc. (6704).

Summary of Any Objections to Fee Applications:

Date of Fee Application	Date of Objection	Total Fees Subject to Objection	Total Expenses Subject to Objection

PLEASE TAKE NOTICE that, pursuant to the Court's Order Granting Motion of the Debtor and Debtor In Possession for an Administrative Order Pursuant To 11 U.S.C. §§ 105(a) and 331 Establishing Procedures for Interim Compensation and Reimbursement of Expenses of Professionals, dated _____ (the "Interim Compensation Order"), objections, if any, to the Interim Fee Application must be filed with the Court and served on the Applicant at the address set forth below and the Notice Parties (as such term is defined in the Interim Compensation Order) so as to be received by _____. If no timely objections are filed to the Interim Fee Application, the Court may enter an order granting the Interim Fee Application without a hearing.

Dated: _____, 2009

[Name, Address and Signature of Applicant]