

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

IN RE:)	
)	Chapter 11
BUILDING MATERIALS HOLDING CORPORATION, et al.,¹)	Case No. 09-12074 (KJC)
)	
Debtors.)	Jointly Administered
)	
)	Ref. Docket Nos. 1175
)	

**FEE AUDITOR'S FINAL REPORT REGARDING SECOND INTERIM QUARTERLY
FEE REQUEST OF ALVAREZ & MARSAL NORTH AMERICA, LLC**

Direct Fee Review LLC (“DFR”), appointed and employed as the Fee Auditor in the above-captioned bankruptcy proceedings and acting in its capacity regarding the Second Interim Fee Request of Alvarez & Marsal North America, LLC for compensation for services rendered and reimbursement of expenses as restructuring advisor to the Debtors and Debtors-in-Possession for the period September 1, 2009 through November 30, 2009 (“Fee Request”) seeking approval of fees in the amount of \$864,206.00 and reimbursement of expenses in the amount of \$49,196.32, submits its final report.

BACKGROUND

1. In performance of audit procedures and in preparation of this report designed to quantify and present factual data relevant to the requested disbursements and expenses contained herein, DFR reviewed the monthly fee statements and the Fee Requests, including each of the expense entries listed in the exhibits to the monthly statements, for compliance with 11 U.S.C. § 330, Rule 2016-2 of the Local Rules of the United States Bankruptcy Court for the District of Delaware, as amended February 1, 2009 (“Local Rules”), and the United States Trustee Guidelines for Reviewing Applications for Compensation and Reimbursement of Expenses Filed Under 11 U.S.C. § 330, issued January 30, 1996 (“Guidelines”).

¹ The Debtors, along with the last four digits of each Debtor's tax identification number, are as follows: Building Materials Holding Corporation (4269), BMC West Corporation (0454), SelectBuild Construction, Inc. (1340), SelectBuild Northern California, Inc. (7579), Illinois Framing, Inc. (4451), C Construction, Inc. (8206), TWF Construction, Inc. (3334), H.N.R. Framing Systems, Inc. (4329), SelectBuild Southern California, Inc. (9378), SelectBuild Nevada, Inc. (8912), SelectBuild Arizona, LLC (0036), and SelectBuild Illinois, LLC (0792). The mailing address for the Debtors is 720 Park Boulevard, Suite 200, Boise, Idaho 83712.

DISCUSSION

2. For the compensation period of September 1, 2009 through November 30, 2009 Alvarez & Marsal North America, LLC submitted monthly fee applications seeking fees in the amount of \$864,206.00 as actual, reasonable and necessary and reimbursement of expenses in the amount of \$49,196.32. For the Fee Request period \$17,086.00 was charged for fee applications.
3. We have completed our review procedures and analysis and we do not have any material objections to, or issues with the monthly fee applications of Alvarez & Marsal North America, LLC which are the subject of this Second Interim Fee Request.


CONCLUSION

4. Regarding the Second Interim Fee Request and the fees and expenses discussed in the previous sections, DFR submits its report for the Second Interim Fee Request of Alvarez & Marsal North America, LLC for compensation for services rendered and reimbursement of expenses as restructuring advisor to the Debtors and Debtors-in-Possession for the Period from September 1, 2009 through November 30, 2009 and we recommend the approval of fees in the amount of \$864,206.00 and the reimbursement of expenses in the amount of \$49,196.32.

Respectfully submitted,

DIRECT FEE REVIEW LLC

By:


W. J. Drye

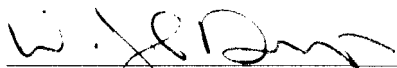
5068 W. Plano Parkway
Suite 300
Plano, TX 75093
Telephone: 972-381-4255
Telephone: 609-432-3428
Dfr.wjd@gmail.com

FEE AUDITOR

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been served by First Class United States mail to the attached service list on this 30th day of November, 2009.

By:


W. J. Dryer

SERVICE LIST Notice Parties

The Applicants

Alvarez & Marsal North America, LLC
Attn: Joseph Spano, Senior Director, Turnaround & Restructuring
633 West 5th Street, Suite 850
Los Angeles, CA 90071

The Debtor

Building Materials Holding Corporation
Attn: Paul S. Street
720 Park Boulevard
Suite 200
Boise, ID 83712

Counsel to the Debtors

Young Conaway Stargatt & Taylor, LLP
Attn: Sean M. Beach and Robert F Poppiti, Jr.
The Brandywine Building,
1000 West Street, 17th Floor
PO Box 391
Wilmington, DE 19899-0391

Gibson, Dunn & Crutcher LLP

Attn: Michael A. Rosenthal and Matthew K. Kelsey
200 Park Avenue
New York, NY 10166

Counsel to the Committee

Benesch Friedlander Coplan & Aronoff LLP
Attn: Bradford J. Sandler, Jennifer R. Hoover, Jennifer E. Smith
222 Delaware Ave., Suite 801
Wilmington, DE 19801

Arent Fox LLP
Attn: Christopher J. Giaimo, Jr. and Katie A. Lane
1050 Connecticut Avenue, NW
Washington, DC 20036

Office of the United States Trustee
OFFICE OF THE U.S. TRUSTEE
Attn: Joseph McMahon
844 King Street, Suite 2207
Wilmington, DE 19801