

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

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:
  
In re: : Chapter 11
  
: Case No. 12-10685 (MG)
  
GRUBB & ELLIS COMPANY, *et al.*, :
  
: (Jointly Administered)
  
Debtor. :
  
:
  
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CONSOLIDATED MONTHLY OPERATING STATEMENT (AMENDED) FOR  
THE PERIOD FEBRUARY 21, 2012 THROUGH MARCH 31, 2012

DEBTOR'S ADDRESS: 1551 North Tustin Avenue, #300  
Santa Ana, California 92705

MONTHLY RECEIPTS: \$28,195,159

MONTHLY DISBURSEMENTS: \$29,594,159

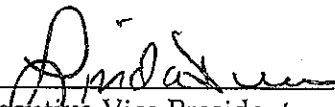
DEBTOR'S ATTORNEY: TOGUT, SEGAL & SEGAL LLP  
One Penn Plaza, Suite 3335  
New York, New York 10119

REPORT PREPARER: Mike Rewald, Corporate Accounting

THIS OPERATING STATEMENT MUST BE SIGNED BY A REPRESENTATIVE OF  
THE DEBTOR.

The undersigned, having reviewed the attached report and being familiar with the  
Debtor's financial affairs, verifies under penalty of perjury, that the information  
contained therein is complete, accurate and truthful to the best of my knowledge.

Dated: May 31, 2012

/s/ Linda Duer   
Linda Duer, Executive Vice President

BANK STATEMENTS HAVE BEEN REDACTED FOR FILING  
PURPOSES PURSUANT TO FED. R. BANKR. P. 9037



Indicate if this is an amended statement by checking here:

AMENDED STATEMENT

Grubb & Ellis Company, Case No. 12-10685 (MG) Jointly Administered  
United States Bankruptcy Court, Southern District of New York  
March 31, 2012

**CONDENSED CONSOLIDATED BALANCE SHEET - REVISED**

<b>ASSETS</b>	<b>As of March 31, 2012</b>
<b>Current Assets:</b>	
Cash and cash equivalents	\$ 6,820,251
Restricted cash	\$ 2,650,023
Services fees receivable, net	\$ 17,378,767
Prepaid expenses	\$ 4,150,462
Other current assets	\$ 611,261
<b>Total current assets</b>	<b>\$ 31,610,764</b>
Property, equipment and leasehold improvements - net	\$ 5,048,494
Identified intangible assets - net	\$ 18,574,080
Other assets - net	\$ 2,866,362
<b>Total Assets</b>	<b>\$ 58,099,701</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>	
<b>Current Liabilities:</b>	
Accounts payable and accrued expenses	\$ (10,369,918)
Due to related parties	\$ -
Current portion of notes payable and capital lease obligations	\$ -
<b>Total current liabilities not subject to compromise</b>	<b>\$ (10,369,918)</b>
Convertible notes	
Notes payable and capital lease obligations	(1,527,746)
Other long-term liabilities	32,203
Deferred tax liability L-T	(2,689,893)
<b>Total Liabilities not subject to compromise</b>	<b>\$ (14,555,354)</b>
<b>Liabilities subject to compromise</b>	<b>(128,895,751)</b>
<b>Stockholders' Equity</b>	
Preferred Stock	(95,715,723)
Common Stock	(728,981)
Additional paid in capital	(404,843,694)
Retained earnings	586,639,623
Other comprehensive (loss) income	0
<b>Total company stockholders' equity (deficit)</b>	<b>85,351,226</b>
Noncontrolling interest	180
<b>Total equity</b>	<b>85,351,406</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ (58,099,700)</b>

Please refer to Notes 1 and 2 on a subsequent page  
Please refer to Note 3 on a subsequent page regarding the March 2012  
financials revision.

Grubb & Ellis Company, Case No. 12-10685 (MG) Jointly Administered  
United States Bankruptcy Court, Southern District of New York  
March 31, 2012

**CONDENSED CONSOLIDATED INCOME STATEMENT - REVISED**

	For the period of <u>Feb 21st - March 31st, 2012</u>	
<b>REVENUE</b>		
Management services	\$	15,543,799
Transaction services	\$	12,651,359
Investment management	\$	-
Rental related	\$	-
Total revenue	<u>\$</u>	<u>28,195,159</u>
<b>OPERATING EXPENSE</b>		
Compensation costs	\$	8,481,428
Transaction commissions & related costs	\$	9,417,938
Reimbursable salaries, wages & benefits	\$	9,961,457
General and administrative	\$	8,128,370
Provision for doubtful accounts	\$	(105,376)
Depreciation & Amortization	\$	535,775
Interest Expense	\$	102,032
Total operating expense	<u>\$</u>	<u>36,521,624</u>
<b>OPERATING (LOSS) INCOME</b>	<u>\$</u>	<u>(8,326,465)</u>
<b>OTHER (EXPENSE) INCOME</b>		
Equity in (losses) earnings of unconsolidated entities		-
Interest & dividend income		1,857
Other		-
Total other (expense) income	<u>\$</u>	<u>1,857</u>
(Loss) income from continuing operations before income tax benefit (provision)		(8,324,608)
Income tax benefit (provision)		-
(Loss) income from continuing operations	<u>\$</u>	<u>(8,324,608)</u>

Please refer to Notes 1 and 2 on a subsequent page  
Please refer to Note 3 on a subsequent page regarding  
the March 2012 financials revision.

Grubb & Ellis Company, Case No. 12-10685 (MG) Jointly Administered  
 United States Bankruptcy Court, Southern District of New York  
 March 31, 2012

**REVISED - SCHEDULE OF MONTHLY DISBURSEMENTS BY DEBTOR**

DEBTOR ENTITY	NOTE	AMOUNT PAID THIS MONTH	TOTAL PAID TO DATE
Las Vegas Commercial Brokerage, LLC		\$ -	\$ -
Grubb & Ellis Securities, Inc.		\$ 37,540	\$ 37,540
Grubb & Ellis of Nevada, Inc.		\$ 244,889	\$ 244,889
Grubb & Ellis of Michigan, Inc.		\$ 110,471	\$ 110,471
Grubb & Ellis of Arizona, Inc.		\$ 50,831	\$ 50,831
Grubb & Ellis New York, Inc.		\$ 272,805	\$ 272,805
Grubb & Ellis Management Services, Inc.		\$ 11,735,810	\$ 11,735,810
Grubb & Ellis Management Services Michigan, Inc.		\$ 405,508	\$ 405,508
Grubb & Ellis Landauer Valuation Advisory Services, LLC		\$ 2,217,070	\$ 2,217,070
Grubb & Ellis Healthcare REIT II Advisor, LLC		\$ -	\$ -
Grubb & Ellis Equity Advisors, LLC		\$ -	\$ -
Grubb & Ellis Consulting Services Company		\$ 174,944	\$ 174,944
Grubb & Ellis Company	1	\$ 14,323,112	\$ 14,323,112
Grubb & Ellis Capital Corporation		\$ 2,622	\$ 2,622
Grubb & Ellis Apartment REIT Advisor, LLC		\$ -	\$ -
Grubb & Ellis Affiliates, Inc.		\$ 18,432	\$ 18,432
GBE Alesco Corp.		\$ 125	\$ 125
<b>Total</b>		<b>\$ 29,594,159</b>	<b>\$ 29,594,159</b>

Revised version segregates AP, Payroll, and Wire disbursements by legal entity.

The revised schedule includes actual disbursement data for February 21st - February 29th, whereas the previous version utilized an estimate for those specific days.

The revised schedule also includes a definitional change. Previously, a disbursement was so noted when a specific check was cashed.

In the revised version, a disbursement is so noted when a specific check is issued.

Note 1. Grubb & Ellis Company includes \$4.5mil in payments to Group Insurance carriers where legal entity detail is not available, primarily due to HIPAA regulations preventing the company from receiving participant-specific claims data.

Note 1

The Monthly Operating Statement for Grubb & Ellis Company, et al. (G&E) is limited in scope, covers a limited time period and has been prepared solely for the purpose of complying with the monthly reporting requirements of the US Bankruptcy Court. The financial information in the Monthly Operating Statement is preliminary and unaudited and does not purport to show the financial statements of any of the US Debtors in accordance with accounting principles generally accepted in the US, 'GAAP', and therefore may exclude items required by GAAP such as reclassifications, eliminations, accruals, valuations and disclosure items. We caution readers not to place undue reliance upon the Monthly Operating Statement. There can be no assurance that such information is complete, and the Monthly Operating Statement may be subject to revision.

The unaudited financial statements contained in the Monthly Operating Statement have been derived from the books and records of G&E. This information, however, has not been subject to procedures that would typically be applied to financial information presented in accordance with GAAP, and upon the application of such procedures, we believe that the financial information could be subject to changes, and these changes could be material. The information furnished in this Monthly Operating Report Statement includes primarily normal recurring adjustments but does not include all of the adjustments that would typically be made for financial statements prepared in accordance with GAAP.

Note 2

On April 16, 2012, the Debtors advised that the sale of substantially all of the Debtors' assets to BGC Partners, Inc., pursuant to the Second Amended and Restated Asset Purchase Agreement, and approved by Order of the Bankruptcy Court dated March 27, 2012, had closed effective as of April 13, 2012.

Note 3 – March 2012 financial statement revision

After the submission of the March MOR, G&E recorded additional adjustments to the financial statements previously presented. These adjustments were made primarily to reflect the purchase price agreed to by both parties in the acquisition by BGC Partners, Inc. noted above. The most significant adjustments were the writedown of Grubb's intangible tradename and corresponding adjustment to the deferred tax liability, and an increase to reserves against receivables.