

**TRANSMITTAL OF FINANCIAL REPORTS AND
CERTIFICATION OF COMPLIANCE WITH
UNITED STATES TRUSTEE OPERATING REQUIREMENTS FOR
THE PERIOD ENDED: 1/31/11**

IN RE: _____ :
 : CASE NO.: 09-21323
 : Chapter 11
 : Judge: Morgenstern-Clarren
AmTrust Financial Corporation nka
AmFin Financial Corporation :
 Debtor :

As debtor in possession, I affirm:

1. That I have reviewed the financial statements attached hereto, consisting of:

- | | | |
|--------------|--------------------------------|----------|
| <u> x </u> | Operating Statement [1] | (Form 2) |
| <u> x </u> | Balance Sheet [1] | (Form 3) |
| <u> x </u> | Summary of Operations [1] | (Form 4) |
| <u> x </u> | Monthly Cash Statement | (Form 5) |
| <u> x </u> | Statement of Compensation | (Form 6) |
| <u> x </u> | Schedule of In-Force Insurance | (Form 7) |

and that they have been prepared in accordance with normal and customary accounting practices, and fairly and accurately reflect the debtor's financial activity for the period stated;

2. That the insurance, including workers' compensation and unemployment insurance, as described in Section 4 of the Reporting Requirements For Chapter 11 Cases is in effect; and, (If not, attach a written explanation) YES X NO _____

3. That all postpetition taxes as described in Sections 1 and 14 of the Operating Instructions and Reporting Requirements For Chapter 11 cases are current. (If not, attach a written explanation) YES X NO _____

4. No professional fees (attorney, accountant, etc.) have been paid without specific court authorization. (If not, attach a written explanation) YES X NO _____

5. All United States Trustee Quarterly fees have been paid and are current. YES X NO _____

6. Have you filed your prepetition tax returns. (If not, attach a written explanation) YES X NO _____

I hereby certify, under penalty of perjury, that the information provided above and in the attached documents is true and correct.

[1] - The Debtor has made substantial efforts to prepare and complete the information in this Monthly Operating Report (the "Report"). However, given the nature of the Debtor's accounting system, it is somewhat difficult to verify the accuracy of the information contained in the Report. Therefore, the Debtor can give no assurance as to the accuracy of the information provided in the Report. Also, please note that certain GL balances related to prior months have changed based on additional information and further review.

Dated: 2-22-11

Ronald Y. Glass
 Responsible Officer of the Debtor in Possession
 CRO 404-835-8830
 Title Phone



092132311022300000000001

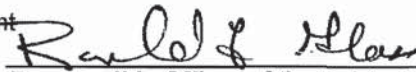
OPERATING STATEMENT (P&L)
Period Ending: 1/31/11

Case No: 09-21323

	Current Month	Total Since Filing
Revenue	\$ -	\$ -
Cost of Sales	-	-
Total Net Interest	-	-
EXPENSES:		
Salary Expenses	-	391,087
AFC Group Benefits	7	138,015
Payroll Taxes	-	18,261
Insurance Expense	-	118,070
Regulatory Insurance and Assessments	-	14,310
State and Local Taxes	-	3,523
Other Operating Expenses	9	843,201
Outside Services	176	15,934
TOTAL EXPENSES:	192	1,542,402
NET OPERATING PROFIT/(LOSS)	(192)	(1,542,402)
Add: Non-Operating Income:		
Interest Income	-	153,421
Other Income	-	-
Less: Non-Operating Expenses:		
Professional Fees [1]	(303,658)	9,265,199
Interest Expense	-	2,135
Loss Due to FDIC Seizure of Bank	-	309,160,588
US Trustee Fees	13,001	30,228
Equity in Affiliates	94,057	52,611,781
	\$ 196,407	\$ (372,458,912)
NET INCOME/(LOSS)		

[1] - Includes adjustment to accrual account

Dated: 2-21-11



 Responsible Officer of the Debtor in Possession

BALANCE SHEET
 Period Ending: 1/31/11

Case No: 09-21323

11/30/2009

At Filing

	<u>Current Month</u>	<u>Prior Month</u>	
ASSETS:			
Cash	\$ 186,520	\$ 189,779	\$ 3,709,401
Securities	1,669,497	1,669,497	1,668,743
Interest Receivable From Affiliate	1,795,548	1,795,548	1,797,179
Equipment	-	(54)	
Owned Subsidiaries	95,584,256	96,028,313	462,680,702
Pre-paid Expenses	2,543,777	2,543,777	2,596,134
Pre-paid Debt Issuance Cost	-	-	744,678
TOTAL ASSETS:	101,779,598	102,226,860	473,196,837
LIABILITIES:			
Postpetition Liabilities	-	-	-
Accounts Payable	-	-	-
Rent and Lease Payable	-	-	-
Wages and Salaries	-	-	-
Bank Plan Medical Insurance	-	-	-
Accrued Expenses	1,046,534	1,690,203	-
TOTAL Postpetition Liab.	1,046,534	1,690,203	-
Secured Liabilities:			
Subject to Postpetition	-	-	-
Collateral or Financing Order	-	-	-
All Other Secured Liab.	-	-	-
TOTAL Secured Liab.	-	-	-
Prepetition Liabilities:			
Senior Notes	97,647,470	97,647,470	97,647,470
Junior Subordinated Debentures	51,547,000	51,547,000	51,547,000
Accrued Interest Payable	7,674,426	7,674,426	7,674,426
Accrued Expenses and other Liabilities	19,765	19,765	19,765
Accounts Payable - O/S Checks	20,786	20,786	25,648
TOTAL Prepetition Liab.	156,909,447	156,909,447	156,914,309
Equity:			
Capital Stock	1,036,225	1,036,225	1,036,225
Treasury Stock	(80,278,210)	(80,278,210)	(80,278,210)
Retained Earnings-Pre Pet.	395,524,513	395,524,513	395,524,513
Retained Earnings-Post Pet.	(372,458,912)	(372,655,319)	-
TOTAL Equity:	(56,176,383)	(56,372,791)	316,282,529
TOTAL LIABILITIES AND EQUITY:	101,779,598	102,226,860	473,196,837

Dated: 2-21-11 Barclay Y. Hines
 Responsible Officer of the Debtor in Possession

SUMMARY OF OPERATIONS
 Period Ended: 1/31/11

Case No: 09-21323

Schedule of Postpetition Taxes Payable

	<u>Beginning Balance</u>	<u>Accrued/ Withheld</u>	<u>Payments/ Deposits</u>	<u>Ending Balance</u>
Income Taxes Withheld:				
Federal	\$ -	\$ -	\$ -	\$ -
State	-	-	-	-
Local	-	-	-	-
FICA Withheld	-	-	-	-
Employers FICA	-	-	-	-
Unemployment Tax:				
Federal	-			-
State	-			-
Sales, Use & Excise Taxes	-	-	-	-
Property Taxes	-	-	-	-
Workers' Compensation	-	-	-	-
Other	-	-	-	-
TOTALS:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

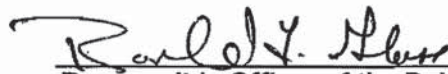
**AGING OF ACCOUNTS RECEIVABLE
 AND POSTPETITION ACCOUNTS PAYABLE**

Age in Days	0-30	30-60	Over 60
Post Petition Accounts Payable	NONE	-	-
Accounts Receivable	NONE	-	-

For all postpetition accounts payable over 30 days old, please attached a sheet listing each such account, to whom the account is owed, the date the account was opened, and the reason for non-payment of the account.

Describe events or factors occurring during this reporting period materially affecting operations and formulation of a Plan of Reorganization:

Dated: 2-21-11



 Responsible Officer of the Debtor in Possession

MONTHLY CASH STATEMENT
 Period Ending: 1/31/11

Cash Activity Analysis (Cash Basis Only):

Case No: 09-21323

	<u>Operating Acct. Old</u>	<u>Operating Acct.</u>	<u>Tax Acct.</u>	<u>Cash Coll. Acct.</u>	<u>Petty Cash Acct.</u>
A. Beginning Balance	\$ -	\$ 189,779			
B. Receipts (Attach separate schedule)	-	350,424			
C. Balance Available (A + B)	-	540,202			
D. Less Disbursements (Attach separate schedule)	-	353,682			
E. ENDING BALANCE (C - D)	\$ -	\$ 186,520			

(PLEASE ATTACH COPIES OF MOST RECENT RECONCILED BANK STATEMENTS FROM EACH ACCOUNT)

Operating Account - Old:

1. Depository Name & Location National City Bank - Cleveland OH
 2. Account Number 140582583

Operating Account:

1. Depository Name & Location PNC Bank - Cleveland OH
 2. Account Number 42-2719-0679

Date: 2-21-11 Ronald J. Glass
 Responsible Officer of the Debtor in Possession

MONTHLY STATEMENT OF INSIDER COMPENSATION/PAYMENTS
 Period Ending: 1/31/11

Case No: 09-21323

The following information is to be provided for each shareholder, officer, director, manager, insider, or owner that is employed by the debtor in possession. Attach additional pages if necessary.

Name: Alan Presby Capacity: Shareholder
 Officer
 Director
 Insider

Detailed Description of Duties: CFO

Current Compensation Paid:	Weekly	or	Monthly
	_____		<u>\$ 35,000</u>

Current Benefits Paid:	Weekly	or	Monthly
Health Insurance	_____		_____
Life Insurance	_____		_____
Retirement	_____		_____
Company Vehicle	_____		_____
Entertainment	_____		_____
Travel	_____		_____
Other Benefits	_____		_____
Total Benefits	_____		_____

Current Other Payments Paid:	Weekly	or	Monthly
Rent Paid	_____		_____
Loans	_____		_____
Other (Describe)	_____		_____
Other (Describe)	_____		_____
Other (Describe)	_____		_____
Total Other Payments	_____		_____

CURRENT TOTAL OF ALL PAYMENTS:	Weekly	or	Monthly
	_____		<u>\$ 35,000</u>

Dated: 2-2-11 
 Responsible Officer of the Debtor in Possession

MONTHLY STATEMENT OF INSIDER COMPENSATION/PAYMENTS
 Period Ending: 1/31/11

Case No: 09-21323

The following information is to be provided for each shareholder, officer, director, manager, insider, or owner that is employed by the debtor in possession. Attach additional pages if necessary.

Name: Robert Goldberg Capacity: Shareholder
 Officer
 Director
 Insider

Detailed Description of Duties: CEO/ President

Current Compensation Paid:	Weekly	or	Monthly
	_____		\$ -

Current Benefits Paid:	Weekly	or	Monthly
Health Insurance	_____		_____
Life Insurance	_____		_____
Retirement	_____		_____
Company Vehicle	_____		_____
Entertainment	_____		_____
Travel	_____		_____
Other Benefits	_____		_____
Total Benefits	_____		_____

Current Other Payments Paid:	Weekly	or	Monthly
Rent Paid	_____		_____
Loans	_____		_____
Other (Describe)	_____		_____
Other (Describe)	_____		_____
Other (Describe)	_____		_____
Total Other Payments	_____		_____

CURRENT TOTAL OF ALL PAYMENTS:	Weekly	or	Monthly
	_____		\$ -

Dated: 2-21-11 
 Responsible Officer of the Debtor in Possession

SCHEDULE OF IN-FORCE INSURANCE

Period Ending: 1/31/11

Case No: 09-21323

<u>INSURANCE TYPE</u>	<u>CARRIER</u>	<u>EXPIRATION DATE</u>
<u>Business Insurance Policy</u>	<u>Sentinel Insurance Company</u>	<u>04/01/11</u>
<u>Package Policy (including Terrorism)</u>	<u>Midwestern Indemnity Ins. Co.</u>	<u>04/01/11</u>
<u>General Liability</u>	<u>Peerless Indemnity Ins. Co.</u>	<u>04/01/11</u>
<u>Umbrella</u>	<u>Ohio Casualty Ins. Company</u>	<u>04/01/11</u>
<u>Workers Comp</u>	<u>Ohio Bureau of Workers' Comp</u>	<u>Ongoing</u>

Dated: 2-2-11



Responsible Officer of the Debtor in Possession

AmFin Financial Corporation - Case No.: 09-21323

Reconciliation Summary

PNC Acct 42-2719-0679

	<u>Jan 31, 11</u>
Beginning Balance	223,299.91
Cleared Transactions	
Checks and Payments - 21 items	-374,350.39
Deposits and Credits - 4 items	350,423.55
Total Cleared Transactions	<u>-23,926.84</u>
Cleared Balance	<u>199,373.07</u>
Uncleared Transactions	
Checks and Payments - 4 items	-12,852.66
Total Uncleared Transactions	<u>-12,852.66</u>
Register Balance as of 01/31/2011	<u>186,520.41</u>
New Transactions	
Checks and Payments - 9 items	-345,470.89
Deposits and Credits - 1 item	250,000.00
Total New Transactions	<u>-95,470.89</u>
Ending Balance	<u>91,049.52</u>

AmFin Financial Corporation - Case No.: 09-21323
Schedule of Receipts - PNC Acct 42-2719-0679
As of January 31, 2011

Type	Date	Num	Name	Amount
CASH				
102124 · PNC - Operating Account				
Deposit	1/7/2011		Havover Insurance Company	7.00
Deposit	1/7/2011		Mutual Properties Inc	50,000.00
Deposit	1/21/2011		Wells Fargo Third Party Administrators	416.55
Deposit	1/24/2011		AREI	300,000.00
Total 102124 · PNC - Operating Account				350,423.55
Total CASH				350,423.55
TOTAL				350,423.55

AmFin Financial Corporation - Case No.: 09-21323
Schedule of Disbursements - PNC Acct 42-2719-0679
As of January 31, 2011

Type	Date	Num	Name	Amount
CASH				
102124 · PNC - Operating Account				
Check	1/6/2011	Wire	GlassRatner Advisory & Capital Group LLC	-64,111.15
Check	1/14/2011	Wire	Tucker Ellis & West LLP	-42,547.44
Check	1/20/2011	622	Jeffrey N. Goldberg	-500.00
Check	1/20/2011	623	Definition 6	-1,440.00
Check	1/20/2011	624	J.H. Cohn LLP	-15,971.17
Check	1/20/2011	625	Peter Goldberg	-3,375.00
Check	1/20/2011	626	U.S. Trustee	-3,250.81
Check	1/20/2011	627	Edgerton Investments	-63.75
Check	1/24/2011	628	U.S. Trustee	-9,750.00
Check	1/24/2011	Wire	Squire Sanders & Dempsey LLP	-212,066.32
Check	1/25/2011	Wire	Wells Fargo Third Party Administrators	-93.20
Check	1/25/2011	Wire	Wells Fargo Third Party Administrators	-7.00
Check	1/25/2011	Wire	Wells Fargo Third Party Administrators	-137.50
Check	1/25/2011	Wire	Wells Fargo Third Party Administrators	-84.07
Check	1/25/2011	Wire	Wells Fargo Third Party Administrators	-108.80
Check	1/31/2011			-175.62
Total 102124 · PNC - Operating Account				<u>-353,681.83</u>
Total CASH				<u>-353,681.83</u>
TOTAL				<u>-353,681.83</u>

For the period 01/01/2011 to 01/31/2011

AMFIN FINANCIAL CORPORATION
3391 PEACHTREE RD NE STE 110
ATLANTA GA 30326-1014

Number of enclosures: 0
Tax ID Number: 34-1233959
For Client Services:
Call 1-800-669-1518
Visit us at www.treasury.pncbank.com
Write to: One Ncc Parkway
Kalamazoo MI 49009

Account Summary Information

Balance Summary

Beginning balance	Deposits and other credits	Checks and other debits	Ending balance
223,299.91	350,423.55	374,350.39	199,373.07

Deposits and Other Credits

Description	Items	Amount
Deposits	2	50,423.55
National Lockbox	0	.00
ACH Credits	0	.00
Funds Transfers In	0	.00
Trade Services	0	.00
Investments	0	.00
Zero Balance Transfers	0	.00
Adjustments	0	.00
Other Credits	1	300,000.00
Total	3	350,423.55

Checks and Other Debits

Description	Items	Amount
Checks	9	54,078.38
Returned Items	0	.00
ACH Debits	0	.00
Funds Transfers Out	11	320,096.39
Trade Services	0	.00
Investments	0	.00
Zero Balance Transfers	0	.00
Adjustments	0	.00
Other Debits	1	175.62
Total	21	374,350.39

Ledger Balance

Date	Ledger balance	Date	Ledger balance	Date	Ledger balance
01/01	223,299.91	01/14	164,210.67	01/25	207,678.25
01/04	222,424.91	01/18	149,210.67	01/26	206,238.25
01/06	158,313.76	01/19	136,670.67	01/27	202,923.69
01/10	208,320.76	01/24	437,087.22	01/31	199,373.07
01/12	206,758.11				

Deposits and Other Credits

Deposits

Date posted	Amount	Transaction description	Reference number
2 transactions for a total of \$50,423.55			
01/10	50,007.00	Deposit	521118123 080
01/24	416.55	Deposit	520664807

Other Credits

Date posted	Amount	Transaction description	Reference number
1 transaction for a total of \$300,000.00			
01/24	300,000.00	Account Transfer From 0000004227190687	AMFIN FINANCIAL

Corporate Business Account Statement

AMFIN FINANCIAL CORPORATION
3391 PEACHTREE RD NE STE 110

For the period 01/01/2011 to 01/31/2011

Account number: 42-2719-0679

Page 2 of 2

Checks and Other Debits

Checks and Substitute Checks

9 transactions for a total of \$54,078.38

Date posted	Check number	Amount	Reference number	Date posted	Check number	Amount	Reference number	Date posted	Check number	Amount	Reference number
01/04	619	875.00	095612792	01/19	616	12,540.00	095435100	01/27	626	3,250.81	095889535
01/12	621	1,562.65	096429586	01/25	624	15,971.17	090831392	01/27	627	63.75	095883477
01/18	620	15,000.00	090278977	01/26	623	1,440.00	095189933	01/31	625	3,375.00	089357568

Funds Transfers Out

11 transactions for a total of \$320,096.39

Date posted	Amount	Transaction description	Reference number
01/06	64,111.15	Fed Wire Out 036877	W036877 0106
01/14	42,547.44	Fed Wire Out 033284	W033284 0114
01/25	212,066.32	Fed Wire Out 035499	W035499 0125
01/25	493.81	Fed Wire Out 035501	W035501 0125
01/25	366.10	Fed Wire Out 035503	W035503 0125
01/25	137.50	Fed Wire Out 035505	W035505 0125
01/25	108.80	Fed Wire Out 035506	W035506 0125
01/25	93.20	Fed Wire Out 035529	W035529 0125
01/25	84.07	Fed Wire Out 035507	W035507 0125
01/25	81.00	Fed Wire Out 035508	W035508 0125
01/25	7.00	Fed Wire Out 035510	W035510 0125

Other Debits

1 transaction for a total of \$175.62

Date posted	Amount	Transaction description	Reference number
01/31	175.62	Corporate Account Analysis Charge	000000000000021012

Check and Substitute Check Summary

* Gap in check sequence

Check number	Amount	Date paid	Reference number	Check number	Amount	Date paid	Reference number	Check number	Amount	Date paid	Reference number
616	12,540.00	01/19	095435100	621	1,562.65	01/12	096429586	625	3,375.00	01/31	089357568
619	875.00	01/04	095612792	623	1,440.00	01/26	095189933	626	3,250.81	01/27	095889535
620	15,000.00	01/18	090278977	624	15,971.17	01/25	090831392	627	63.75	01/27	095883477