

TRANSMITTAL OF FINANCIAL REPORTS AND
CERTIFICATION OF COMPLIANCE WITH
UNITED STATES TRUSTEE OPERATING REQUIREMENTS FOR
THE PERIOD ENDED: 5/31/11

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: June 20, 2011

Ronald F. Glass

Responsible Officer of the Debtor in Possession

CEO
Title

404-831-8830
Phone



092132311062000000000002


OPERATING STATEMENT (P&L)
 Period Ending: 5/31/11

Case No: 09-21323

	Current Month	Total Since Filing
Revenue	\$ -	\$ -
Cost of Sales	-	-
Total Net Interest	-	-
EXPENSES:		
Salary Expenses	-	391,087
AFC Group Benefits	(1,008)	140,563
Payroll Taxes	-	18,261
Insurance Expense	-	118,070
Regulatory Insurance and Assessments	-	14,310
State and Local Taxes	-	3,523
Other Operating Expenses	7,534	856,048
Outside Services	257	16,851
TOTAL EXPENSES:	6,783	1,558,713
NET OPERATING PROFIT/(LOSS)	(6,783)	(1,558,713)
Add: Non-Operating Income:		
Interest Income	-	153,421
Other Income	-	-
Less: Non-Operating Expenses:		
Professional Fees (1)	955,692	12,198,520
Interest Expense	-	2,135
Loss Due to FDIC Seizure of Bank	-	309,160,588
US Trustee Fees	-	36,728
Equity in Affiliates	47,519	52,608,652
	\$ (1,009,994)	\$ (375,411,915)
NET INCOME/(LOSS)		

[1] - Includes adjustment to accrual account

Dated: June 20, 2011


 Responsible Officer of the Debtor in Possession

BALANCE SHEET
Period Ending: 5/31/11

Case No: 09-21323

11/30/2009

At Filing

	<u>Current Month</u>	<u>Prior Month</u>	
ASSETS:			
Cash	\$ 211,726	\$ 6,522	\$ 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	-	-	
Owned Subsidiaries	92,937,384	93,884,903	462,680,702
Pre-paid Expenses	2,543,777	2,543,777	2,596,134
Pre-paid Debt Issuance Cost	-	-	744,678
TOTAL ASSETS:	99,157,933	99,900,247	473,196,837
LIABILITIES:			
Postpetition Liabilities	-	-	-
Accounts Payable	-	-	-
Rent and Lease Payable	-	-	-
Wages and Salaries	-	-	-
Bank Plan Medical Insurance	-	-	-
Accrued Expenses	1,377,873	1,110,193	-
TOTAL Postpetition Liab.	1,377,873	1,110,193	-
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.	(375,411,916)	(374,401,922)	-
TOTAL Equity:	(59,129,387)	(58,119,393)	316,282,529
TOTAL LIABILITIES AND EQUITY:	99,157,933	99,900,247	473,196,837

Dated: June 20, 2011 Ronald L. Glass
Responsible Officer of the Debtor in Possession

SUMMARY OF OPERATIONS

Period Ended: 5/31/11

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	<u>NONE</u>	-	-
Accounts Receivable	<u>NONE</u>	-	-

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: June 20th, 2011



Responsible Officer of the Debtor in Possession

MONTHLY CASH STATEMENT
 Period Ending: 5/31/11

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	\$ -	\$ 6,522			
B. Receipts (Attach separate schedule)	-	901,008			
C. Balance Available (A + B)	-	907,530			
D. Less Disbursements (Attach separate schedule)	-	695,804			
E. ENDING BALANCE (C - D)	\$ -	\$ 211,726			

(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: June 20, 2011

Renald S. Glass
 Responsible Officer of the Debtor in Possession

MONTHLY STATEMENT OF INSIDER COMPENSATION/PAYMENTS
 Period Ending: 5/31/11

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: <u>Robert Goldberg</u>	Capacity:	_____	Shareholder
		_____ X	Officer
		_____ X	Director
		_____ X	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: June 20, 2011


 Responsible Officer of the Debtor in Possession

SCHEDULE OF IN-FORCE INSURANCE

Period Ending: 5/31/11

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: June 20, 2011



Responsible Officer of the Debtor in Possession

AmFin Financial Corporation - Case No.: 09-21323
Reconciliation Summary
PNC Acct 42-2719-0679

	<u>May 31, 11</u>
Beginning Balance	46,842.19
Cleared Transactions	
Checks and Payments - 23 items	-697,023.61
Deposits and Credits - 5 items	901,008.17
Total Cleared Transactions	<u>203,984.56</u>
Cleared Balance	<u><u>250,826.75</u></u>
Uncleared Transactions	
Checks and Payments - 8 items	-39,100.54
Total Uncleared Transactions	<u>-39,100.54</u>
Register Balance as of 05/31/2011	<u><u>211,726.21</u></u>
New Transactions	
Checks and Payments - 5 items	-741,550.80
Deposits and Credits - 1 item	700,000.00
Total New Transactions	<u>-41,550.80</u>
Ending Balance	<u><u>170,175.41</u></u>

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

Type	Date	Num	Name	Amount
CASH				
102124 - PNC - Operating Account				
Deposit	5/3/2011		AREI	100,000.00
Deposit	5/3/2011		Wells Fargo Third Party Administrators	1,008.17
Deposit	5/9/2011		AREI	100,000.00
Deposit	5/16/2011		AREI	200,000.00
Deposit	5/23/2011		AREI	500,000.00
Total 102124 - PNC - Operating Account				901,008.17
Total CASH				901,008.17
TOTAL				901,008.17

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

Type	Date	Num	Name	Amount
CASH				
102124 · PNC - Operating Account				
Check	5/3/2011	662	Wells Fargo Third Party Administrators	-1,623.72
Check	5/3/2011	663	Wells Fargo Third Party Administrators	-4,125.00
Check	5/3/2011	664	Peter Goldberg	-1,449.70
Check	5/3/2011	665	Peter Goldberg	-21,300.00
Check	5/3/2011	666	Definition 6	-1,440.00
Check	5/9/2011	Wire	GlassRatner Advisory & Capital Group LLC	-63,039.87
Check	5/16/2011	667	Hahn Loeser & Parks LLP	-22,927.64
Check	5/16/2011	668	Victoria M. Beach, LLC	-20,000.00
Check	5/16/2011	669	Angelo A. Vigna	-15,825.48
Check	5/16/2011	670	Cassandra Jones Havard	-15,300.00
Check	5/16/2011	671	Alan Presby	-8,729.15
Check	5/16/2011	672	Alan Presby	-335.33
Check	5/16/2011	673	Alan Presby	-11,891.40
Check	5/16/2011	674	Kurtzman Carson Consultants	-1,690.48
Check	5/16/2011	Wire	Tucker Ellis & West LLP	-49,483.21
Check	5/23/2011	Wire	Squire Sanders & Dempsey LLP	-413,952.02
Check	5/25/2011	675	J.H. Cohn LLP	-7,490.20
Check	5/31/2011	Wire	Tucker Ellis & West LLP	-34,943.70
Check	5/31/2011			-257.07
Total 102124 · PNC - Operating Account				-695,803.97
Total CASH				-695,803.97
TOTAL				-695,803.97

Corporate Business Account Statement



Page 1 of 2

Account Number: 42-2719-0679

For the period 04/30/2011 to 05/31/2011

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
46,842.19	901,008.17	697,023.61	250,826.75

Deposits and Other Credits

Description	Items	Amount
Deposits	1	1,008.17
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	4	900,000.00
Total	5	901,008.17

Checks and Other Debits

Description	Items	Amount
Checks	18	135,347.74
Returned Items	0	.00
ACH Debits	0	.00
Funds Transfers Out	4	561,418.80
Trade Services	0	.00
Investments	0	.00
Zero Balance Transfers	0	.00
Adjustments	0	.00
Other Debits	1	257.07
Total	23	697,023.61

Ledger Balance

Date	Ledger balance	Date	Ledger balance	Date	Ledger balance
04/30	46,842.19	05/09	146,646.25	05/23	338,135.84
05/02	44,837.79	05/11	123,896.55	05/24	313,517.72
05/03	115,866.67	05/12	117,396.55	05/31	250,826.75
05/04	116,874.84	05/16	267,913.34		

Deposits and Other Credits

Deposits		1 transaction for a total of \$1,008.17	
Date posted	Amount	Transaction description	Reference number
05/04	1,008.17	Deposit	522315908 080
Other Credits		4 transactions for a total of \$900,000.00	
Date posted	Amount	Transaction description	Reference number
05/03	100,000.00	Account Transfer From 0000004227190687	AMFIN FINANCIAL
05/09	100,000.00	Account Transfer From 0000004227190687	AMFIN FINANCIAL
05/16	200,000.00	Account Transfer From 0000004227190687	AMFIN FINANCIAL
05/23	500,000.00	Account Transfer From 0000004227190687	AMFIN FINANCIAL

Corporate Business Account Statement

AMFIN FINANCIAL CORPORATION
3391 PEACHTREE RD NE STE 110

For the period 04/30/2011 to 05/31/2011

Account number: 42-2719-0679

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Checks and Other Debits

Checks and Substitute Checks

18 transactions for a total of \$135,347.74

Date posted	Check number	Amount	Reference number	Date posted	Check number	Amount	Reference number	Date posted	Check number	Amount	Reference number
05/02	658	1,181.40	089440417	05/03	656	1,511.60	090294774	05/12	661	6,500.00	095474094
05/02	660	823.00	089440418	05/09	663	4,125.00	089104471	05/23	669	15,825.48	089043047
05/03	654	15,600.00	090294773	05/09	662	1,623.72	089104472	05/24	667	22,927.64	089223774
05/03	657	5,921.94	089920495	05/09	666	1,440.00	089116806	05/24	674	1,690.48	089777073
05/03	659	4,200.00	090471295	05/11	665	21,300.00	090907140	05/31	668	20,000.00	001154213
05/03	655	1,737.58	090294775	05/11	664	1,449.70	090932449	05/31	675	7,490.20	096559491

Funds Transfers Out

4 transactions for a total of \$561,418.80

Date posted	Amount	Transaction description	Reference number
05/09	63,039.87	Fed Wire Out 020516	W020516 0509
05/16	49,483.21	Fed Wire Out 034879	W034879 0516
05/23	413,952.02	Fed Wire Out 016973	W016973 0523
05/31	34,943.70	Fed Wire Out 026410	W026410 0531

Other Debits

1 transaction for a total of \$257.07

Date posted	Amount	Transaction description	Reference number
05/31	257.07	Corporate Account Analysis Charge	000000000000021046

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
654	15,600.00	05/03	090294773	660	823.00	05/02	089440418	666	1,440.00	05/09	089116806
655	1,737.58	05/03	090294775	661	6,500.00	05/12	095474094	667	22,927.64	05/24	089223774
656	1,511.60	05/03	090294774	662	1,623.72	05/09	089104472	668	20,000.00	05/31	001154213
657	5,921.94	05/03	089920495	663	4,125.00	05/09	089104471	669	15,825.48	05/23	089043047
658	1,181.40	05/02	089440417	664	1,449.70	05/11	090932449	674	1,690.48	05/24	089777073
659	4,200.00	05/03	090471295	665	21,300.00	05/11	090907140	675	7,490.20	05/31	096559491

