

**WILLIAM D. BROWN
RECEIVER FOR AMERIFIRST FUNDING, INC.
SCHEDULE OF ASSETS AND LIABILITIES**

	<u>Sep, 31 08</u>	<u>Aug, 31 08</u>	<u>Jul, 31 08</u>	<u>Jun, 30 08</u>	<u>May, 31 08</u>
Assets					
Cash and Marketable securities					
Cash	\$ 4,938,887	\$ 4,686,522	\$ 8,464,322	\$ 8,917,627	\$ 8,795,380
Marketable securities	-	-	1,237	1,237	1,237
Total Cash and Marketable securities	<u>4,938,887</u>	<u>4,686,522</u>	<u>8,465,559</u>	<u>8,918,864</u>	<u>8,796,616</u>
Other assets	600	1,800	1,800	1,800	1,800
Inventory	-	-	-	-	-
Real estate / other	2,537,880	2,653,110	2,653,110	2,653,110	2,653,110
Notes receivable (Note 1)	<u>1,459,832</u>	<u>1,647,546</u>	<u>1,856,513</u>	<u>1,925,173</u>	<u>2,100,915</u>
Total Assets	<u>8,937,199</u>	<u>8,988,978</u>	<u>12,976,982</u>	<u>13,498,946</u>	<u>13,552,442</u>
Liability to Investors	<u>29,150,615</u>	<u>29,150,615</u>	<u>32,433,169</u>	<u>32,341,215</u>	<u>31,974,162</u>
Deficit to Investors	<u>\$ (20,213,416)</u>	<u>\$ (20,161,638)</u>	<u>\$ (19,456,187)</u>	<u>\$ (18,842,269)</u>	<u>\$ (18,421,721)</u>

Note:

1. Amount shown represents note value at the current principal balance less an allowance for doubtful accounts. Liquidation of the notes receivable, by sale, would approximate 35% of principal notes receivable value.