



Office of Thrift Supervision

FACT SHEET

1700 G Street, NW, Washington, DC 20552 • Telephone (202) 906-6677 • www.ots.treas.gov

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CONTACT:
William Ruberry
202-906-6677

AmTrust Bank

Institution Profile (September 30, 2009)

- Total Assets: \$11.4 billion
- Headquarters: Cleveland, OH
- Branches: 65 branches, located in Ohio, Florida, and Arizona
- Employees: 1,728
- AmTrust Bank was a federally chartered stock savings bank

Financial Details (September 30, 2009)

- Retail Deposits: \$8.6 billion (75.1 percent of total liabilities and capital)
- Brokered Deposits: None
- FHLB Advances: \$1.8 billion (15.6 percent of total liabilities and capital)
- Loan Portfolio: One- to four-family permanent residential mortgages: \$6.8 billion (59.3 percent of total assets);
Land: \$854.1 million (7.5 percent of total assets);
Construction: \$351.7 million (3.1 percent of total assets)
- Mortgage-backed Securities: \$178.8 million (1.6 percent of total assets)
- Non-performing Loans and Repossessed Assets: \$1.8 billion (15.4 percent of total assets)

Institution History

- AmTrust was established in 1889 as The Ohio Savings and Loan Company.

- AmTrust was a federally chartered stock institution owned by AmTrust Financial Corporation, a unitary, non-diversified savings and loan holding company. AmTrust Financial, formerly known as Ohio Savings Financial Corporation, was founded in 1977.

Key Facts and Events

- *Capital and Earnings* – AmTrust incurred substantial operating losses in 2008 and 2009 due to poor asset quality, escalating levels of non-performing assets, and loan loss provisions that severely depleted capital. Core capital declined 68 percent between September 30, 2008, and September 30, 2009, at which time AmTrust was significantly undercapitalized.
- *Asset Quality* – AmTrust’s high level of problem assets was attributable to residential and land acquisition, development, and construction lending concentrated in Florida, California, Arizona, and Nevada. At September 30, 2009, classified assets represented 19 percent of total assets and 297 percent of capital and allowance for loan losses.
- *Risk Reduction Plan* – AmTrust operated under an OTS-approved risk reduction plan since the beginning of 2009. The Bank was unable to comply with the minimum capital requirements of the plan due to net losses that exceeded projections. Additionally, management was unable to adequately reduce non-performing loans in accordance with the plan.
- *Receivership* – AmTrust was in an unsafe and unsound condition because of substantial loan losses, deteriorating asset quality, and insufficient capital. Attempts to find an investor to recapitalize the institution were unsuccessful. OTS closed AmTrust and appointed the FDIC as receiver on December 4, 2009.

Outstanding OTS Enforcement/Supervisory Actions

- July 15, 2008 – Memorandum of Understanding
- September 30, 2008 – Troubled Condition Letter
- November 19, 2008 – Order to Cease and Desist
- April 30, 2009 – Board Resolution
- May 18, 2009 – Amended Order to Cease and Desist
- November 4, 2009 – Prompt Corrective Action Directive

OTS Profile

- Established – 1989
- Thrift institutions supervised, as of September 30, 2009 - 780
- Thrift industry assets supervised, as of September 30, 2009 - \$1.07 trillion