

November 9, 2015

Altisource Asset Management Corporation Reports Third Quarter 2015 Results

CHRISTIANSTED, U.S. Virgin Islands, Nov. 09, 2015 (GLOBE NEWSWIRE) -- Altisource Asset Management Corporation ("AAMC" or the "Company") (NYSE MKT:AAMC) today announced financial and operating results for the third quarter of 2015.

Third Quarter 2015 Highlights:

- Increased the rental portfolio of Altisource Residential Corporation ("Residential") to 2,516 homes as of September 30, 2015, including 2,105 rented properties, 156 properties listed for rent and 255 properties under leasehold renovation and unit turn, representing an increase of 156% over the 984 properties in the rental portfolio as of June 30, 2015.
- Facilitated Residential's agreement to sell 871 non-performing loans at its balance sheet carrying value; unpaid principal balance ("UPB") of loans to be sold is \$346.9 million, or approximately 15% of the total UPB in Residential's loan portfolio; sale is expected to close in the fourth quarter. ¹
- Advised Residential on the completion of its acquisition of 1,314 rental homes in Atlanta for an aggregate purchase price of \$111.4 million.
- Facilitated Residential's declaration and payment of a \$0.55 per share dividend.
- Negotiated Residential's amendment of its repurchase facility with Wells Fargo to extend the facility to September 2017, increase the funding capacity to \$750.0 million and increase its ability to finance REO to 40% of the facility.
- Earned asset management fees of \$5.2 million.

"In the third quarter of 2015, we successfully implemented Residential's diversified acquisition strategy to substantially grow its single-family rental portfolio," said Chairman and Chief Executive Officer George G. Ellison. "Although our asset management fees remained lower during the third quarter, we continue to believe the amended fee structure promotes the long-term stability of both companies, aligns our incentives with Residential's strategy of becoming a large single-family rental home operator and better positions Residential for growth and improved returns. We believe the successful implementation of Residential's strategy will be an important factor in AAMC's future growth."

Third Quarter 2015 Financial Results

Net loss attributable to stockholders for the third quarter of 2015 totaled \$2.0 million, or \$0.92 per diluted share, compared to net income attributable to stockholders of \$17.7 million, or \$6.25 per diluted share, for the third quarter of 2014. Net income attributable to stockholders for the nine months ended September 30, 2015 totaled \$5.7 million, or \$2.07 per diluted share, compared to net income attributable to stockholders of \$37.8 million, or \$13.23 per diluted share, for the nine months ended September 30, 2014.

Webcast and conference call

The Company will host a webcast and conference call on Monday, November 9, 2015, at 10:00 a.m. Eastern Time to discuss its financial results for the third quarter of 2015. The conference call will be webcast live over the internet from the Company's website at www.altisourceamc.com and can be accessed by clicking on the "Shareholders" link.

About AAMC

AAMC is an asset management company that provides portfolio management and corporate governance services to investment vehicles. Additional information is available at www.altisourceamc.com.

Forward-looking statements

This press release contains forward-looking statements that involve a number of risks and uncertainties. Those forward-

¹ Sale is subject to completion of due diligence and final negotiation of definitive purchase agreement. Final purchase price is expected to be in the range of 1-2% of Residential's balance sheet carrying value for the loans.

looking statements include all statements that are not historical fact, including statements about management's beliefs and expectations. Forward-looking statements are based on management's beliefs as well as assumptions made by and information currently available to management. Because such statements are based on expectations as to future economic performance and are not statements of historical fact, actual results may differ materially from those projected. AAMC undertakes no obligation to update any forward-looking statements whether as a result of new information, future events or otherwise. The risks and uncertainties to which forward-looking statements are subject include, but are not limited to: AAMC's ability to implement its business plan; AAMC's ability to leverage strategic relationships on an efficient and cost-effective basis; its ability to compete; general economic and market conditions; governmental regulations, taxes and policies; availability of adequate and timely sources of liquidity and financing; and other risks and uncertainties detailed in the "Forward-Looking Statements," "Risk Factors" and other sections of AAMC's Annual Report on Form 10-K, its quarterly reports on Form 10-Q and its other filings with the Securities and Exchange Commission.

Altisource Asset Management Corporation Consolidated Statements of Operations (In thousands, except share and per share amounts) (Unaudited)

		nree months ended September 30, 2015		nree months ended September 30, 2014		line months ended September 30, 2015		ine months ended September 30, 2014
Revenues:								
Rental revenues	\$	4,021	\$	469	\$	7,561	\$	719
Net unrealized gain on mortgage loans		27,499		88,726		130,842		258,898
Net realized gain on mortgage loans		12,874		13,727		47,528		33,867
Net realized gain on mortgage loans held for sale		100		302		505		302
Net realized gain on real estate		13,914		3,310		36,926		4,544
Interest income		115		2,568		595		2,757
Total revenues		58,523		109,102		223,957		301,087
Expenses:								
Residential property operating expenses		16,574		9,247		45,890		13,550
Real estate depreciation and amortization		2,050		313		4,392		464
Real estate and mortgage loan selling costs and								
impairment		10,705		5,542		34,235		8,775
Mortgage loan servicing costs		13,477		21,226		47,989		49,588
Interest expense		14,194		11,699		38,914		24,352
General and administrative		8,935		5,435		26,465		15,578
Related party general and administrative				999		_		4,597
Total expenses		65,935		54,461		197,885		116,904
Other income		_		1,586				2,372
(Loss) income before income taxes		(7,412)		56,227		26,072		186,555
Income tax (benefit) expense		(97)		853		240		1,428
Net (loss) income		(7,315)		55,374		25,832		185,127
Net loss (income) attributable to noncontrolling interest in consolidated affiliate		5,335		(37,676)		(20,181)		(147,371)
	<u> </u>	(1,980)	\$	17,698	\$	5,651	\$	<u> </u>
Net (loss) income attributable to common stockholders	\$	(1,960)	Φ	17,090	Φ	5,651	Φ	37,756
(Loss) earnings per share of common stock — basic:								
(Loss) earnings per basic share	\$	(0.92)	\$	7.91	\$	2.49	\$	16.51
Weighted average common stock outstanding — basic		2,208,658		2,238,225		2,210,448		2,286,451
(Loss) earnings per share of common stock — diluted:								
(Loss) earnings per diluted share Weighted average common stock outstanding —	\$	(0.92)	\$	6.25	\$	2.07	\$	13.23
diluted		2,208,658		2,831,617		2,733,747		2,853,751

Altisource Asset Management Corporation Consolidated Balance Sheets (In thousands, except share and per share amounts)

Real estate held for use: Land (from consolidated VIE) \$ 49,518 \$ 14,424 \$ 14,000 \$ 14,			September 30, 2015 Unaudited)	De	ecember 31, 2014
Renal residential properties (net of accumulated depreciation of \$5.048 and \$1.062, respectively rocusoid lated VIE) 200,136 36,0908 36,09	Assets:	Ť			
Real estate owned (from consolidated VIE)	Real estate held for use:				
Real estate owned (Irom consolidated VIE) 60,908 Real estate owned (Irom consolidated VIE) 567,225 457,045 Total real estate held for use, net 818,882 523,237 Real estate assets held for sale (Irom consolidated VIE) 133,154 92,230 Mortgage loans held for sale (Irom consolidated VIE) 254,355 1,559,044 Mortgage loans held for sale (Irom consolidated VIE) 254,355 116,762 Cash and cash equivalents (Including from consolidated VIE) 255,511 116,762 Restricted cash (Irom consolidated VIE) 255,511 13,282 Recatch yre receivables (Irocluding from consolidated VIE) 9,806 1,748 Related party receivables (from consolidated VIE) 9,806 1,748 Deferred leasing and financing costs, net (from consolidated VIE) 9,806 1,638 Total assets 1,790 1,638 1,638 Repurchase and loan and security agreements (from consolidated VIE) 9,294,78 1,015,000 Chornities 8,292,478 1,015,000 1,015,000 Repurchase and loan and security agreements (from consolidated VIE) 68,581 16,726 Re	Land (from consolidated VIE)	\$	49,518	\$	14,424
Total real estate held for use, net Real estate hesses held for sale (from consolidated VIE) 133,154 92,230 133,155 1,959,044 Mortgage loans at fair value (from consolidated VIE) 1,380,575 1,959,044 Mortgage loans held for sale (from consolidated VIE) 254,835 12,535 Cash and cash equivalents (including from consolidated VIE \$83,881 and \$66,166, respectively) 152,634 116,782 25,511 13,282 Accounts receivable (including from consolidated VIE) 3,5514 11,068 Related party receivables (from consolidated VIE) 3,5514 11,068 12,740 11,068 12,000			200,136		60,908
Real estate assets held for sale (from consolidated VIE) 133,154 92,230 Mortgage loans at fair value (from consolidated VIE) 254,835 1,259,044 Mortgage loans held for sale (from consolidated VIE) 254,835 12,535 Cash and cash equivalents (including from consolidated VIE \$83,881 and \$66,166, respectively) 25,511 131,282 Restricted cash (from consolidated VIE) 25,511 132,822 Accounts receivable (including from consolidated VIE) 35,514 111,088 Related party receivables (from consolidated VIE) 9,866 17,491 Deferred leasing and financing costs, net (from consolidated VIE) 9,866 2,810,701 Prepaid expenses and other assets (including from consolidated VIE) 9,866 16,760,898 Total assets 2,810,701 1,638 Reparchase and loan and security agreements (from consolidated VIE) 929,478 1,015,000 Other secured borrowings (from consolidated VIE) 68,585 16,726 Related party payables (including from consolidated VIE) and \$4,879, respectively 26,885 16,726 Related party payables (including from consolidated VIE) and \$4,879, respectively 249,082 248,927 <	Real estate owned (from consolidated VIE)		567,228		457,045
Mortgage loans at fair value (from consolidated VIE) 1,380,575 1,959,044 Mortgage loans held for sale (from consolidated VIE) 254,835 12,535 Cash and cash equivalents (including from consolidated VIE) \$83,881 and \$66,166, respectively) 152,634 116,782 Restricted cash (from consolidated VIE) 25,511 13,282 Accounts receivable (including from consolidated VIE) 35,514 117,491 Deferred leasing and financing costs, net (from consolidated VIE) 9,806 4,251 Prepaid expenses and other assets (including from consolidated VIE) 1,790 1,638 Total assets 1,790 1,638 Elabilities: 1,790 1,638 Repurchase and loan and security agreements (from consolidated VIE) \$929,478 \$1,015,000 Other secured borrowings (from consolidated VIE) \$929,478 \$1,015,000 Other secured borrowings (from consolidated VIE) \$929,478 \$1,015,000 Other secured borrowings (from consolidated VIE) \$929,478 \$1,015,000 Commitments and contingencies \$929,478 \$16,726 Redeamable preferred stock: \$925,402 \$92,802 \$248,827 <td>Total real estate held for use, net</td> <td></td> <td>816,882</td> <td></td> <td>532,377</td>	Total real estate held for use, net		816,882		532,377
Mortgage loans held for sale (from consolidated VIE) 254,835 12,535 Cash and cash equivalents (including from consolidated VIE \$83,881 and \$61,168, respectively) 152,634 116,782 Restricted cash (from consolidated VIE) 25,511 13,282 Accounts receivable (including from consolidated VIE) 55,514 110,688 Related party receivables (from consolidated VIE) 9,806 17,491 Deferred leasing and financing costs, net (from consolidated VIE) 9,806 4,251 Prepaid expenses and other assets (including from consolidated VIE) 1,799 1,638 Total assets 1,790 1,638 Repurchase and loan and security agreements (from consolidated VIE) \$929,478 \$1,015,000 Other secured borrowings (from consolidated VIE) \$929,478 \$1,015,000 Celated party payables (including from consolidated VIE) 68,855 16,726 Related party payables (including from consolidated VIE) \$0 and \$4,879, respectively 68,855 16,726 Total liabilities 249,082 248,927 Preferred stock, \$0.01 par value, \$250,000 shares issued and outstanding as of September 50, 2015 and 2,455,101 249,082 248,927 Equity<	Real estate assets held for sale (from consolidated VIE)		133,154		92,230
Cash and cash equivalents (including from consolidated VIE \$83,881 and \$66,166, respectively)	Mortgage loans at fair value (from consolidated VIE)		1,380,575		1,959,044
Table	Mortgage loans held for sale (from consolidated VIE)		254,835		12,535
respectively) 152,634 116,782 Restricted cash (from consolidated VIE) 25,511 13,282 Accounts receivable (including from consolidated VIE) 35,514 11,068 Related party receivables (from consolidated VIE) 9,806 4,251 Prepaid expenses and other assets (including from consolidated VIE) 9,806 4,251 Prepaid expenses and other assets (including from consolidated VIE) 1,790 1,638 Total assets 1,790 1,638 Preprichase and loan and security agreements (from consolidated VIE) 929,478 1,015,000 Other secured borrowings (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE) 63,871 and \$11,578, respectively) 68,585 16,726 Related party payables (including from consolidated VIE) 0 and \$4,879, respectively 6,858 16,726 Related party payables (including from consolidated VIE) 0 and \$4,879, respectively 2 6,169 Total liabilities 1,511,112 1,361,977 Commitments and contingencies 2 249,082 249,082 Redeemable preferred stock: 2 249,082	e e e				
Accounts receivable (including from consolidated VIE \$35,507 and \$10,313, respectively) 35,514 11,068 Related party receivables (from consolidated VIE) 9,806 4,251 Prepaid expenses and other assets (including from consolidated VIE) 9,806 4,251 Prepaid expenses and other assets (including from consolidated VIE) 1,790 1,638 Total assets 2,810,701 2,760,698 Liabilities 8 2,810,701 2,760,698 Repurchase and loan and security agreements (from consolidated VIE) 513,049 324,082 Other secured borrowings (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) - 6,169 Total liabilities 1,511,112 1,361,977 Commitments and contingencies 249,082 248,927 Redeemable preferred stock: 249,082 248,927 Ereferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and 2,452,101 25 25 Shares issued and outstan	·		152,634		116,782
Related partly receivables (from consolidated VIE) — 17,491 Deferred leasing and financing costs, net (from consolidated VIE) 9,806 4,251 Prepaid expenses and other assets (including from consolidated VIE \$395 and \$373, respectively) 1,790 1,638 Total assets 2,810,701 \$2,760,698 Repurchase and loan and security agreements (from consolidated VIE) \$929,478 \$1,015,000 Other secured borrowings (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively 2 2 6,169 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively 2 2 6,169 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively 2 2 2,161,072 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively 2 249,082 248,927 Preferred stock, \$0.01 par value, \$0,000 and total value \$250,000	Restricted cash (from consolidated VIE)		25,511		13,282
Deferred leasing and financing costs, net (from consolidated VIE) 1,790 1,638 1,790 1,638 1,790 1,638 1,790 1,638 1,790 1,638 1,790 1,638 1,790 1,638 1,790 1,790 1,638 1,790 1,638 1,790 1,790 1,638 1,790 1,790 1,638 1,790	Accounts receivable (including from consolidated VIE \$35,507 and \$10,313, respectively)		35,514		11,068
Prepaid expenses and other assets (including from consolidated VIE \$395 and \$373, respectively) Total assets 2,810,701 3,2760,698 Liabilities 2,810,701 3,2760,698 Repurchase and loan and security agreements (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) 1,511,112 1,361,977 Commitments and contingencies Redeemable preferred stock. Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 20,977 14,152 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total equity 4,165 1,221,907 1,326,911 Total equity 4,165 1,221,907 1,436,911 Total equity 4,165 1,421,907 1,445,911 Total equity 4,165 1,421,907 1,445,911 Total equity 4	Related party receivables (from consolidated VIE)		_		17,491
Total assets 1,790 1,638 Total assets 2,810,701 2,760,698 Total assets 2,810,701 2,760,698 Total assets 2,810,701 2,760,698 Total assets 2,810,701 2,760,698 Repurchase and loan and security agreements (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) - 0 6,169 Total liabilities 1,511,112 1,361,977 Total liabilities 1,511,112 1,361,977 Total liabilities 2,49,082 2,49,082 Redemable preferred stock 2,49,082 2,49,082 Redemable preferred stock 2,49,082 2,49,982 Redemable preferred stock 2,49,082 2,49,982 Redemable preferred stock 2,49,082 2,49,982 Redemable preferred stock 2,515,697 and 2,213,222 Shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 31, 2014 Redemand 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shar	Deferred leasing and financing costs, net (from consolidated VIE)		9,806		4,251
Total assets \$ 2,810,701 \$ 2,760,698 Liabilities: Repurchase and loan and security agreements (from consolidated VIE) \$ 929,478 \$ 1,015,000 Other secured borrowings (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) — 6,169 Total liabilities 1,511,112 1,361,977 Commitments and contingencies 8 249,082 248,927 Redeemable preferred stock: Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: 2	Prepaid expenses and other assets (including from consolidated VIE \$395 and \$373,				
Cabilities: Repurchase and loan and security agreements (from consolidated VIE) \$929,478 \$1,015,000 \$13,049 \$324,082 \$1,6726 \$1,6726 \$1,6726 \$1,6726 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726 \$1,511,112 \$1,6726	respectively)		1,790		1,638_
Repurchase and loan and security agreements (from consolidated VIE) \$929,478 \$1,015,000 Other secured borrowings (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) — 6,169 Total liabilities 1,511,112 1,361,977 Commitments and contingencies Redeemable preferred stock: Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: Common stock, \$0.1 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 2 2 249,082 248,927 Equity: 2 25 25 Common stock, \$0.1 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 2 2 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 25 25 Additional paid-in capital 59,670 54,174 Retained earnings (252,072) (245,468) <td>Total assets</td> <td>\$</td> <td>2,810,701</td> <td>\$</td> <td>2,760,698</td>	Total assets	\$	2,810,701	\$	2,760,698
Other secured borrowings (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) — 6,169 Total liabilities 1,511,112 1,361,977 Commitments and contingencies Redeemable preferred stock. *** Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: *** <td>Liabilities:</td> <td></td> <td></td> <td></td> <td></td>	Liabilities:				
Other secured borrowings (from consolidated VIE) 513,049 324,082 Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and \$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) — 6,169 Total liabilities 1,511,112 1,361,977 Commitments and contingencies Redeemable preferred stock. Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: Common stock, \$0.1 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 25 25 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507	Repurchase and loan and security agreements (from consolidated VIE)	\$	929,478	\$	1,015,000
\$11,678, respectively) 68,585 16,726 Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) — 6,169 Total liabilities 1,511,112 1,361,977 Commitments and contingencies ***Total liabilities** ***Total liabilities** Redeemable preferred stock: Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: Common stock, \$.01 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 25 25 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794	Other secured borrowings (from consolidated VIE)		513,049		324,082
Related party payables (including from consolidated VIE \$0 and \$4,879, respectively) Total liabilities Commitments and contingencies Redeemable preferred stock: Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 Equity: Common stock, \$0.1 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 Additional paid-in capital Retained earnings Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 Total stockholders' equity (deficit) Noncontrolling interest in consolidated affiliate Total equity - 6,169 1,511,112 1,361,977 1,361,977 549,082 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 Equity: Common stock, \$0.01 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of December 31, 2014 25 25 25 25 25 26 26 27 20,977 14,152 27 28 29 29 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 248,927 249,082 249,082 249,082 249,082 248,927 249,082 249,082 249,082 248,927 249,082 249,082 249,082 249,082 248,927 249,082 249,082 248,927 249,082 249,082 248,927 249,082 248,927 249,082 249,082 248,927 249,082 24	Accounts payable and accrued liabilities (including from consolidated VIE \$63,871 and		68,585		16,726
Total liabilities 1,511,112 1,361,977 Commitments and contingencies Redeemable preferred stock: Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: Common stock, \$.01 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 25 25 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794			, <u> </u>		
Commitments and contingencies Redeemable preferred stock: Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 Equity: Common stock, \$0.1 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794			1.511.112		
Redeemable preferred stock: Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: Common stock, \$.01 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 25 25 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794			,- ,		, ,-
Preferred stock, \$0.01 par value, 250,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014; redemption value \$250,000 249,082 248,927 Equity: Common stock, \$.01 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 25 25 Additional paid-in capital Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794	· · · · · · · · · · · · · · · · · · ·				
30, 2015 and December 31, 2014; redemption value \$250,000 Equity: Common stock, \$.01 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794	•				
Equity: Common stock, \$.01 par value, 5,000,000 authorized shares; 2,515,697 and 2,213,222 shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 25 25 Additional paid-in capital Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794			249,082		248,927
shares issued and outstanding, respectively, as of September 30, 2015 and 2,452,101 and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 Additional paid-in capital Retained earnings Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 Total stockholders' equity (deficit) Noncontrolling interest in consolidated affiliate Total equity	Equity:				
and 2,188,136 shares issued and outstanding, respectively, as of December 31, 2014 25 25 Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794					
Additional paid-in capital 20,977 14,152 Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794			25		25
Retained earnings 59,670 54,174 Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794	The state of the s		20,977		14,152
Treasury stock, at cost, 302,475 shares as of September 30, 2015 and 263,965 shares as of December 31, 2014 (252,072) (245,468) Total stockholders' equity (deficit) (171,400) (177,117) Noncontrolling interest in consolidated affiliate 1,221,907 1,326,911 Total equity 1,050,507 1,149,794	Retained earnings		59,670		
Total stockholders' equity (deficit) Noncontrolling interest in consolidated affiliate Total equity (171,400) 1,7117) 1,326,911 1,050,507 1,149,794			(252.072)		(245.468)
Noncontrolling interest in consolidated affiliate Total equity 1,221,907 1,326,911 1,050,507 1,149,794		_			
Total equity 1,050,507 1,149,794			, ,		
		_			
	Total liabilities and equity	\$	2,810,701	\$	2,760,698

The following tables set forth consolidating financial information which should be considered in addition to, and not as a substitute for, our consolidated financial statements presented in accordance with U.S. GAAP:

Altisource Asset Management Corporation Consolidating Statement of Operations Three months ended September 30, 2015 (In thousands)

		Ne	ewSource)	AAMC Stand-			
	esidential (GAAP)		Stand- alone on-GAAP)	alone (Non- GAAP)	Consolidating Entries	g Cc	AAMC ensolidated (GAAP)
Revenues:								
Rental revenues	\$ 4,021	\$		\$		\$ —	\$	4,021
Net unrealized gain on mortgage loans	27,499					_		27,499
Net realized gain on mortgage loans	12,874					_		12,874
Net realized gain on mortgage loans held for sale	100					_		100
Net realized gain on real estate	13,914		_		_	_		13,914
Interest income	115		242			(242)		115
Conversion fee	_				329	(329)		
Base management fee	 _		_		4,869	(4,869)		
Total revenues	58,523		242		5,198	(5,440)		58,523
Expenses:								
Residential property operating expenses	16,574					_		16,574
Real estate depreciation and amortization	2,050					_		2,050
Real estate and mortgage loan selling costs and								
impairment	10,705		_		_	_		10,705
Mortgage loan servicing costs	13,477		_		_	_		13,477
Interest expense	14,436		_		_	(242)		14,194
General and administrative	3,147		40		5,748	_		8,935
Related party general and administrative	 4,988		210			(5,198)		
Total expenses	65,377		250		5,748	(5,440)		65,935
Other income	 1,518		_		178	(1,696)		
Loss before income taxes	(5,336)		(8)		(372)	(1,696)		(7,412)
Income tax expense (benefit)	27		_		(124)	_		(97)
Net loss	 (5,363)		(8)		(248)	(1,696)		(7,315)
Net loss attributable to noncontrolling interest in consolidated affiliate	_		_		_	5,335		5,335
Net loss attributable to common stockholders	\$ (5,363)	\$	(8)	\$	(248)	\$ 3,639	\$	(1,980)

Altisource Asset Management Corporation Consolidating Statement of Operations Nine months ended September 30, 2015 (In thousands, unaudited)

	 esidentia (GAAP)	ı	ewSource Stand- alone Non-GAAP)	AAMC Stand- alone (Non- GAAP)	Co	nsolidating Co Entries	AAMC onsolidated (GAAP)
Revenues:							
Rental revenues	\$ 7,561	\$	— \$	-	\$	— \$	7,561
Net unrealized gain on mortgage loans	130,842			_		-	130,842
Net realized gain on mortgage loans	47,528			_			47,528
Net realized gain on mortgage loans held for sale	505			_		_	505
Net realized gain on real estate	36,926			_		_	36,926
Interest income	595		563	_		(563)	595
Conversion fee	_			728		(728)	
Base management fee	_			10,041		(10,041)	_
Incentive management fee	_			14,900		(14,900)	
Expense reimbursements	_			750		(750)	_
Total revenues	 223,957		563	26,419		(26,982)	223,957
Expenses:							

Residential property operating expenses	45,890	_	_	_	45,890
Real estate depreciation and amortization	4,392	_	_	_	4,392
Real estate and mortgage loan selling costs and					
impairment	34,235	_		_	34,235
Mortgage loan servicing costs	47,989	_		_	47,989
Interest expense	39,477	_		(563)	38,914
General and administrative	9,497	158	16,810	_	26,465
Related party general and administrative	25,789	630	2,000	(28,419)	_
Total expenses	207,269	788	18,810	(28,982)	197,885
Other income	3,518		178	(3,696)	
Income (loss) before income taxes	20,206	(225)	7,787	(1,696)	26,072
Income tax expense	53	_	187	_	240
Net income (loss)	20,153	(225)	7,600	(1,696)	25,832
Net income attributable to noncontrolling interest in					
consolidated affiliate		_		(20,181)	(20,181)
Net income (loss) attributable to common stockholders	\$ 20,153 \$	(225)	\$ 7,600 \$	(21,877) \$	5,651

Altisource Asset Management Corporation Consolidating Statement of Operations Three months ended September 30, 2014 (In thousands)

Revenues Revenues Sand (Non-GAP) Stand (Non-GAP) Stand (Non-GAP) Consolidating Entries AAMC (SAP) Revenues Revenues \$469 \$ — \$ — \$ — \$ — \$ — \$ — \$ — \$ — \$ 6.00 88.726 \$ — \$ — \$ — \$ — \$ — \$ — \$ — \$ — \$ 6.00 88.726 \$ — \$ — \$ — \$ — \$ — \$ — \$ — \$ — \$ — \$ —			Ne	wSource	AAMC			
Rental revenues 469 - - - 469 Net unrealized gain on mortgage loans 88,726 - - 88,726 Net realized gain on mortgage loans 13,727 - - - 13,727 Net realized gain on mortgage loans held for sale 302 - - - 302 Net realized gain on real estate 3,310 - - - - 3,310 Interest income 2,568 - - - - 2,568 Base management fee - - - 19,503 (19,503) - Incentive management fee - - - 19,503 (19,503) - Expense reimbursements - - - 19,503 (19,503) - Total revenues 109,102 - 21,304 (21,304) 109,102 Expenses: Residential property operating expenses 9,247 - - - 9,247 Real estate selling costs and impairment <				alone	alone (Non-	c		nsolidated
Net unrealized gain on mortgage loans 88,726 — — — 88,726 Net realized gain on mortgage loans 13,727 — — — 13,727 Net realized gain on mortgage loans held for sale 302 — — — 302 Net realized gain on real estate 3,310 — — — 3,310 Interest income 2,568 — — — 2,568 Base management fee — — 210 (210) — Incentive management fee — — 19,503 (19,503) — Expense reimbursements — — 1,591 (1,591) — Expense reimbursements 109,102 — 21,304 (21,304) 109,102 Expenses: — — — 1,591 (1,591) — Expenses reimbursements 9,247 — — — 9,247 Real realized depreciation and amortization 313 — — — 5,542 <	Revenues:							
Net realized gain on mortgage loans 13,727 — — — 13,727 Net realized gain on mortgage loans held for sale 302 — — — 302 Net realized gain on real estate 3,310 — — — 3,310 Interest income 2,568 — — — 2,568 Base management fee — — 19,503 (19,503) — Incentive management fee — — 19,503 (19,503) — Expense reimbursements — — 19,503 (19,503) — Expense reimbursements — — 11,591 — — Total revenues 109,102 — 21,304 (21,304) 109,102 Expenses: — — — 1,591 (1,591) — Residential property operating expenses 9,247 — — — 9,247 Real estate depreciation and amortization 313 — — — — 5,5		\$	\$	— :	\$ –	- \$	— \$	
Net realized gain on mortgage loans held for sale 302 — — — 302 Net realized gain on real estate 3,310 — — — 3,310 Interest income 2,568 — — — 2,568 Base management fee — — 19,503 (19,503) — Incentive management fee — — 19,503 (19,503) — Expense reimbursements — — 1,591 (1,591) — Total revenues 109,102 — 21,304 (21,304) 109,102 Expenses: — — — 1,591 (1,591) — Residential property operating expenses 9,247 — — — 9,247 Real estate depreciation and amortization 313 — — — 313 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 11,699		•		_	_	-	_	•
Net realized gain on real estate 3,310 — — — 3,310 Interest income 2,568 — — — 2,568 Base management fee — — 210 (210) — Incentive management fee — — 19,503 (19,503) — Expense reimbursements — — 1,591 (1,591) — Total revenues — — 1,591 (1,591) — Expenses: — — 1,591 (1,591) — Residential property operating expenses 9,247 — — — 9,247 Real estate depreciation and amortization 313 — — — 9,247 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — 11,699 General and administrative	Net realized gain on mortgage loans			_	_	-	_	13,727
Interest income 2,568	Net realized gain on mortgage loans held for sale	302		_	_	-	_	302
Base management fee — — 210 (210) — Incentive management fee — — 19,503 (19,503) — Expense reimbursements — — 1,591 (1,591) — Total revenues 109,102 — 21,304 (21,304) 109,102 Expenses: Residential property operating expenses 9,247 — — — 9,247 Real estate depreciation and amortization 313 — — — 9,247 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496	Net realized gain on real estate	3,310		_	_	-	_	3,310
Incentive management fee	Interest income	2,568		_	_	-	_	2,568
Expense reimbursements — — 1,591 (1,591) — Total revenues 109,102 — 21,304 (21,304) 109,102 Expenses: Residential property operating expenses 9,247 — — — 9,247 Real estate depreciation and amortization 313 — — — 313 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,4	Base management fee	_		_	210)	(210)	
Total revenues 109,102 — 21,304 (21,304) 109,102 Expenses: Residential property operating expenses Real estate depreciation and amortization 313 — — — 9,247 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 55,374 Net income at	Incentive management fee	_		_	19,503	3	(19,503)	
Expenses: Residential property operating expenses 9,247 — — 9,247 Real estate depreciation and amortization 313 — — — 313 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income attributable to noncontrolling interest in consolidated affiliate — — — — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — — — — — <	Expense reimbursements	_		_	1,591		(1,591)	
Residential property operating expenses 9,247 — — 9,247 Real estate depreciation and amortization 313 — — — 313 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — —	Total revenues	109,102		_	21,304	1	(21,304)	109,102
Real estate depreciation and amortization 313 — — — 313 Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income attributable to noncontrolling interest in consolidated affiliate — — — — — — 55,374	Expenses:							
Real estate selling costs and impairment 5,542 — — — 5,542 Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income attributable to noncontrolling interest in consolidated affiliate — — — — — — 55,374	Residential property operating expenses	9,247		_	_	-	_	9,247
Mortgage loan servicing costs 21,226 — — — 21,226 Interest expense 11,699 — — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income attributable to noncontrolling interest in consolidated affiliate — — — — — 55,374	Real estate depreciation and amortization	313		_	_	-	_	313
Interest expense 11,699 — — — 11,699 General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income attributable to noncontrolling interest in consolidated affiliate — — — (37,676) (37,676) (37,676)	Real estate selling costs and impairment	5,542		_	_	-	_	5,542
General and administrative 1,819 286 3,330 — 5,435 Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income 37,676 1,090 16,608 — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — — — — (37,676) (37,676) 47,608	Mortgage loan servicing costs	21,226		_	_	-	_	21,226
Related party general and administrative 21,530 210 563 (21,304) 999 Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income 37,676 1,090 16,608 — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — — — (37,676) (37,676) 47,608	Interest expense	11,699		_	_	-	_	11,699
Total expenses 71,376 496 3,893 (21,304) 54,461 Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income 37,676 1,090 16,608 — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — — — — (37,676) (37,676)	General and administrative	1,819		286	3,330)	_	5,435
Other income — 1,586 — — 1,586 Income before income taxes 37,726 1,090 17,411 — 56,227 Income tax expense 50 — 803 — 853 Net income 37,676 1,090 16,608 — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — — — — (37,676) (37,676)	Related party general and administrative	21,530		210	563	3	(21,304)	999
1,090 17,411 - 56,227 1,090 17,411 - 56,227 1,090 1,09	Total expenses	71,376		496	3,893	3	(21,304)	54,461
Income tax expense 50 — 803 — 853 Net income 37,676 1,090 16,608 — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — — — — (37,676) (37,676)	Other income	_		1,586	_	-	_	1,586
Net income 37,676 1,090 16,608 — 55,374 Net income attributable to noncontrolling interest in consolidated affiliate — — — — (37,676) (37,676)	Income before income taxes	37,726		1,090	17,41		_	56,227
Net income attributable to noncontrolling interest in consolidated affiliate — — — — — — — — — — — — — — — — — — —	Income tax expense	50		_	803	3	_	853
consolidated affiliate — — — — — — — — — — — — — — — — — — —	Net income	37,676		1,090	16,608	3	_	55,374
Net income attributable to common stockholders \$ 37,676 \$ 1,090 \$ 16,608 \$ (37,676) \$ 17,698		_		_	_	_	(37,676)	(37,676)
	Net income attributable to common stockholders	\$ 37,676	\$	1,090	\$ 16,608	3 \$	(37,676) \$	17,698

Altisource Asset Management Corporation Consolidating Statement of Operations Nine months ended September 30, 2014 (In thousands)

Revenues: Rental revenues Not unrealized gain on mortgage loans Net realized gain on mortgage loans Net realized gain on mortgage loans held for sale Residential alone (Non-GAAP) GAAP) Revenues: 719 \$ - \$ - \$ 719 - 258,898 33,867 - 302 - 302	
Rental revenues \$ 719 \$ - \$ - \$ - 719 Net unrealized gain on mortgage loans 258,898 258,898 Net realized gain on mortgage loans 33,867 333,867	ed
Net unrealized gain on mortgage loans258,898———258,898Net realized gain on mortgage loans33,867———33,867	
Net realized gain on mortgage loans 33,867 — — 33,867)
	3
Net realized gain on mortgage loans held for sale 302 — — 302	7
	2
Net realized gain on real estate 4,544 — — 4,544	1
Interest income 2,757 — — 2,757	7
Base management fee — 731 (731) —	_
Incentive management fee — 44,129 (44,129) —	_
Expense reimbursements	
Total revenues 301,087 — 49,709 (49,709) 301,087	7
Expenses:	
Residential property operating expenses 13,550 — — 13,550)
Real estate depreciation and amortization 464 — — 464	1
Real estate selling costs and impairment 8,775 — — 8,775	5
Mortgage loan servicing costs 49,588 — — 49,588	3
Interest expense 24,352 — — 24,352	2
General and administrative 5,665 381 9,532 — 15,578	3
Related party general and administrative 51,629 731 1,946 (49,709) 4,597	7
Total expenses 154,023 1,112 11,478 (49,709) 116,904	1
Other income 383 1,985 4 — 2,372	2
Income before income taxes 147,447 873 38,235 — 186,555	<u> </u>
Income tax expense 76 — 1,352 — 1,428	3
Net income 147,371 873 36,883 — 185,127	7
Net income attributable to noncontrolling interest in consolidated affiliate — — — — — — — — — — — (147,371)	1)
Net income attributable to common stockholders \$ 147,371 \$ 873 \$ 36,883 \$ (147,371) \$ 37,756	3

Altisource Asset Management Corporation Consolidating Balance Sheet September 30, 2015 (In thousands)

	Residential (GAAP)			Consolidating Co Entries	AAMC onsolidated (GAAP)
Assets:					
Real estate held for use:					
Land	\$ 49,518	\$ —	\$ - \$	— \$	49,518
Rental residential properties, net	200,136	_	_	_	200,136
Real estate owned	567,228	_	_	_	567,228
Total real estate held for use, net	816,882	_	_	_	816,882
Real estate assets held for sale	133,154	_	_	_	133,154
Mortgage loans at fair value	1,380,575	_	_	_	1,380,575
Mortgage loans held for sale	254,835	_	_	_	254,835
Cash and cash equivalents	83,881	6,189	62,564	_	152,634

Restricted cash	25,511	_			25,511
Accounts receivable	35,507		7	_	35,514
Related party receivables	_		6,701	(6,701)	_
Investment in affiliate			12,007	(12,007)	
Deferred leasing and financing costs, net	9,806		_	_	9,806
Prepaid expenses and other assets	395	37	1,349	_ 9 _	1,790
Total assets	\$ 2,740,546	\$ 6,226	\$ 82,628	\$ (18,699) \$	2,810,701
Liabilities:					
Repurchase agreements	\$ 929,478	\$ —	\$ —	\$ - \$	929,478
Other secured borrowings	513,049			_	513,049
Accounts payable and accrued liabilities	63,871	1,573	3,141	_	68,585
Related party payables	5,126	1,571	3	(6,700)	
Total liabilities	1,511,524	3,144	3,144	(6,700)	1,511,112
Commitments and contingencies			_	_	
Redeemable preferred stock			249,082	_	249,082
Equity:					
Common stock	572	_	25	(572)	25
Additional paid-in capital	1,227,334	7,000	18,663	(1,232,020)	20,977
Retained earnings (accumulated deficit)	21,099	(3,918)	63,786	(21,297)	59,670
Treasury stock	(19,983)		(252,072)	19,983	(252,072)
Total stockholders' equity (deficit)	1,229,022	3,082	(169,598)	(1,233,906)	(171,400)
Noncontrolling interest in consolidated affiliate	<u> </u>			1,221,907	1,221,907
Total equity (deficit)	1,229,022	3,082	(169,598)	(11,999)	1,050,507
Total liabilities and equity	\$ 2,740,546	\$ 6,226	\$ 82,628	\$ (18,699) \$	2,810,701

Altisource Asset Management Corporation Consolidating Balance Sheet December 31, 2014 (In thousands)

			ewSource		AAMC		AAMC
						onsolidating Co	
	(GAAP)	<u>(N</u>	lon-GAAP)	(No	n-GAAP)	Entries	(GAAP)
Assets:							
Real estate held for use:							
Land	\$ 14,424	\$	_	\$	_	\$ — \$	14,424
Rental residential properties, net	60,908		_				60,908
Real estate owned	457,045		_				457,045
Total real estate held for use, net	532,377		_		_	_	532,377
Real estate assets held for sale	92,230		_		_	_	92,230
Mortgage loans at fair value	1,959,044		_		_		1,959,044
Mortgage loans held for sale	12,535						12,535
Cash and cash equivalents	66,166		6,026		44,590	_	116,782
Restricted cash	13,282		_		_		13,282
Accounts receivable	10,313		919		1	(165)	11,068
Related party receivables	17,491		14,991		28,512	(43,503)	17,491
Investment in affiliate	18,000		_		2,000	(20,000)	_
Deferred leasing and financing costs, net	4,251		_		_	_	4,251
Prepaid expenses and other assets	373		3		1,262	_	1,638
Total assets	\$ 2,726,062	\$	21,939	\$	76,365	\$ (63,668) \$	2,760,698
Liabilities:							
Repurchase agreements	\$ 1,015,000	\$	_	\$		\$ — \$	1,015,000
Other secured borrowings	339,082		_		_	(15,000)	324,082
Accounts payable and accrued liabilities	11,678		3,173		2,040	(165)	16,726
Related party payables	33,391		941		349	(28,512)	6,169
Total liabilities	1,399,151		4,114		2,389	(43,677)	1,361,977

Commitments and contingencies	_	_	_	_	_
Redeemable preferred stock	_		248,927	_	248,927
Equity:					
Common stock	572	_	25	(572)	25
Additional paid-in capital	1,227,091	20,000	14,152	(1,247,091)	14,152
Retained earnings (accumulated deficit)	99,248	(2,175)	56,340	(99,239)	54,174
Treasury stock		_	(245,468)	_	(245,468)
Total stockholders' equity (deficit)	1,326,911	17,825	(174,951)	(1,346,902)	(177,117)
Noncontrolling interest in consolidated affiliate			_	1,326,911	1,326,911
Total equity (deficit)	1,326,911	17,825	(174,951)	(19,991)	1,149,794
Total liabilities and equity	\$ 2,726,062 \$	21,939 \$	76,365 \$	(63,668) \$	2,760,698

FOR FURTHER INFORMATION CONTACT:

Robin N. Lowe

Chief Financial Officer

T: 1-345-815-9919

E: Robin.Lowe@AltisourceAMC.com