

OMB APPROVAL	
OMB Number:	3235-0104
Estimated average burden hours per response:	0.5

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* <u>ARBOR COMMERCIAL MORTGAGE LLC</u> (Last) (First) (Middle) 333 EARLE OVINGTON BOULEVARD SUITE 900 (Street) UNIONDALE NY 11553 (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) 08/04/2004	3. Issuer Name and Ticker or Trading Symbol <u>ARBOR REALTY TRUST INC [ABR]</u>	
		4. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director <input checked="" type="checkbox"/> 10% Owner Officer (give title below) Other (specify below)	5. If Amendment, Date of Original Filed (Month/Day/Year) 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
Common Stock, par value \$.01 per share	67	D	
Special Voting Preferred Stock	3,146,724 ⁽¹⁾	D	

Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)		4. Conversion or Exercise Price of Derivative Security	5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares			
Redeemable Paired Partnership Units	(2)	(3)	Common Stock, par value \$.01 per share	3,146,724	0.00	D	
Warrants for Redeemable Paired Partnership Units	(4)	07/01/2005	Common Stock, par value \$.01 per share	629,345 ⁽⁵⁾	15	D	

Explanation of Responses:

- These shares of Special Voting Preferred Stock (the "SVP Stock") are paired with an equal number of units of limited partnership interest in Arbor Realty Limited Partnership, the operating partnership of Arbor Realty Trust, Inc. Pursuant to the Amended and Restated Partnership Agreement of Arbor Realty Limited Partnership, dated as of July 1, 2003, the units of limited partnership interest held by Arbor Commercial Mortgage, LLC are redeemable at the election of the holder, for cash or, at the election of Arbor Realty Trust, Inc., shares of common stock of Arbor Realty Trust, Inc. (the "ART Common Stock") (the "Redeemable Paired Partnership Units"). If Arbor Commercial Mortgage, LLC redeems a Redeemable Paired Partnership Unit and Arbor Realty Trust, Inc. elects to issue Arbor Commercial Mortgage, LLC shares of ART Common Stock upon such redemption, the corresponding shares of SVP Stock will be redeemed and cancelled.
- Pursuant to the Amended and Restated Partnership Agreement of Arbor Realty Limited Partnership, dated as of July 1, 2003, Arbor Commercial Mortgage, LLC may not elect to redeem its Redeemable Paired Partnership Units until the date that is 180 days after the registration under the Securities Act of 1933 of ART Common Stock underlying Units issued by Arbor Realty Trust, Inc. on July 1, 2003.
- The Redeemable Paired Partnership Units do not have an expiration date.
- The warrants for additional Redeemable Paired Partnership Units are immediately exercisable.
- In addition to holding the 3,146,724 Redeemable Paired Partnership Units, Arbor Commercial Mortgage, LLC also holds 629,345 warrants for additional Redeemable Paired Partnership Units, each of which is exercisable for an additional Redeemable Paired Partnership Unit (which will be paired with one share of SVP Stock in the manner described above in footnote (1) above).

Remarks:

/s/ Frederick C. Herbst, Chief Financial Officer of Arbor Commercial Mortgage, LLC 08/16/2004

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

* If the form is filed by more than one reporting person, see Instruction 5 (b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.