

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

SCHEDULE 13D

UNDER THE SECURITIES EXCHANGE ACT OF 1934

MONTEREY HOMES CORPORATION
(Name of Issuer)

Common Stock, \$.01 par value
(Title of Class of Securities)

612502104
(CUSIP Number)

George Abraham
FBR Ashton, Limited Partnership
1001 19th Street, North
18th Floor
Arlington, Virginia
22209
(703) 312-9707
(Name, Address and Telephone Number of Person Authorized to
Receive Notices and Communications)

October 16, 1997
(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition which is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(b) (3) or (4), check the following box [].

Page 1 of 15
Exhibit Index Appears on Page 13
SCHEDULE 13D

CUSIP NO. 612502104

1 NAME OF REPORTING PERSON
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

FBR Ashton, Limited Partnership

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*

Not Applicable (a) []
(b) []

3 SEC USE ONLY

4 SOURCE OF FUNDS*

OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT
TO ITEMS 2(d) OR 2(e) []

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Maryland

7 SOLE VOTING POWER

NUMBER OF
SHARES 304,450

8 SHARED VOTING POWER

BENEFICIALLY
OWNED BY EACH 341,950

9 SOLE DISPOSITIVE POWER
REPORTING PERSON 304,450

10 SHARED DISPOSITIVE POWER
WITH 341,950

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
341,950

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES* []

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
5.61%

14 TYPE OF REPORTING PERSON*
PN

*SEE INSTRUCTIONS BEFORE FILLING OUT!
INCLUDE BOTH SIDES OF THE COVER PAGE, RESPONSES TO ITEMS 1-7
(INCLUDING EXHIBITS) OF THE SCHEDULE, AND THE SIGNATURE ATTESTATION.

SCHEDULE 13D

CUSIP NO. 612502104

1 NAME OF REPORTING PERSON
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON
FBR Opportunity Fund, Ltd. Class A

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*
Not Applicable (a) []
(b) []

3 SEC USE ONLY

4 SOURCE OF FUNDS*
OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) []

6 CITIZENSHIP OR PLACE OF ORGANIZATION
Bermuda

7 SOLE VOTING POWER
NUMBER OF SHARES 37,500

8 SHARED VOTING POWER
BENEFICIALLY OWNED BY EACH REPORTING PERSON 341,950

9 SOLE DISPOSITIVE POWER
REPORTING PERSON 37,500

10 SHARED DISPOSITIVE POWER
WITH 341,950

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
341,950

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES* []

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

5.61%

14 TYPE OF REPORTING PERSON*

CO

*SEE INSTRUCTIONS BEFORE FILLING OUT!

INCLUDE BOTH SIDES OF THE COVER PAGE, RESPONSES TO ITEMS 1-7
(INCLUDING EXHIBITS) OF THE SCHEDULE, AND THE SIGNATURE ATTESTATION.

SCHEDULE 13D

CUSIP NO. 612502104

1 NAME OF REPORTING PERSON

S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

Friedman Billings Ramsey Investment Management, Inc.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*

Not Applicable

(a) []

(b) []

3 SEC USE ONLY

4 SOURCE OF FUNDS*

OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT
TO ITEMS 2(d) OR 2(e)

[]

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

7 SOLE VOTING POWER

NUMBER OF

None

SHARES

8 SHARED VOTING POWER

BENEFICIALLY

341,950

OWNED BY EACH

9 SOLE DISPOSITIVE POWER

REPORTING

None

PERSON

10 SHARED DISPOSITIVE POWER

WITH

341,950

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

341,950

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES
CERTAIN SHARES*

[]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

5.61%

14 TYPE OF REPORTING PERSON*

IA, CO

*SEE INSTRUCTIONS BEFORE FILLING OUT!

INCLUDE BOTH SIDES OF THE COVER PAGE, RESPONSES TO ITEMS 1-7
(INCLUDING EXHIBITS) OF THE SCHEDULE, AND THE SIGNATURE ATTESTATION.

SCHEDULE 13D

CUSIP NO. 612502104

1 NAME OF REPORTING PERSON

S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

FBR OFFSHORE MANAGEMENT, INC.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*

Not Applicable

(a) []
(b) []

3 SEC USE ONLY

4 SOURCE OF FUNDS*

OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)

[]

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

7 SOLE VOTING POWER

NUMBER OF

None

SHARES

BENEFICIALLY

8 SHARED VOTING POWER

341,950

OWNED BY EACH

9 SOLE DISPOSITIVE POWER

REPORTING

None

PERSON

10 SHARED DISPOSITIVE POWER

WITH

341,950

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

341,950

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES*

[]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

5.61%

14 TYPE OF REPORTING PERSON*

CO

*SEE INSTRUCTIONS BEFORE FILLING OUT!

INCLUDE BOTH SIDES OF THE COVER PAGE, RESPONSES TO ITEMS 1-7 (INCLUDING EXHIBITS) OF THE SCHEDULE, AND THE SIGNATURE ATTESTATION.

SCHEDULE 13D

CUSIP NO. 612502104

1 NAME OF REPORTING PERSON

S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

Emanuel J. Friedman

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*

Not Applicable

(a) []
(b) []

3 SEC USE ONLY

4 SOURCE OF FUNDS*

PF

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) []

6 CITIZENSHIP OR PLACE OF ORGANIZATION

United States

7 SOLE VOTING POWER
NUMBER OF SHARES 0
8 SHARED VOTING POWER
BENEFICIALLY OWNED BY EACH REPORTING PERSON 341,950
9 SOLE DISPOSITIVE POWER
PERSON 0
10 SHARED DISPOSITIVE POWER
WITH 341,950

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

341,950

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES* []

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

5.61%

14 TYPE OF REPORTING PERSON*

IN

*SEE INSTRUCTIONS BEFORE FILLING OUT!

INCLUDE BOTH SIDES OF THE COVER PAGE, RESPONSES TO ITEMS 1-7 (INCLUDING EXHIBITS) OF THE SCHEDULE, AND THE SIGNATURE ATTESTATION.

Item 1. Security and Issuer

This statement on Schedule 13D (the "Statement") relates to the common stock, par value \$.01 per share (the "Common Stock"), of Monterey Homes Corporation, a Maryland chartered corporation (the "Company"). The principal executive offices of the Company are located at 6613 North Scottsdale Road, Suite 200, Scottsdale, Arizona 85250.

Item 2. Identity and Background

The Statement is being filed by (1) FBR Ashton, Limited Partnership, a Maryland limited partnership ("Ashton"), (2) FBR Opportunity Fund, Ltd. Class A, a Bermuda chartered corporation ("Opportunity Fund"), (3) Friedman Billings Ramsey Investment Management, Inc. ("Investment Management"), a Delaware corporation (4) FBR Offshore Management, Inc. a Delaware Corporation ("Offshore Management"), and (5) Emanuel J. Friedman, a United States citizen. ("Mr. Friedman") (collectively referred to herein as the "Reporting Persons").

Ashton and the Opportunity Fund are investment entities. Investment Management, a registered investment advisor serves as a general partner and as a discretionary investment manager to Ashton. Likewise, Offshore Management is a registered investment advisor that serves the Opportunity Fund as discretionary investment manager. Mr. Friedman serves as the portfolio manager for Ashton and the Opportunity Fund. The principle offices of the Reporting Persons other than the Opportunity Fund are located at 1001 19th Street, North, Arlington, Virginia 22209. The principle offices of the Opportunity Fund are located at 44 Church Street, Hamilton, HM FX Bermuda.

None of the Reporting Persons has been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) during the last five years.

During the last five years, none of the Reporting Persons has been a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

Item 3. Sources and Amounts of Funds or Other Consideration

Ashton and the Opportunity Fund expended an aggregate of approximately \$3,825,611 (excluding brokerage commissions, if any) to purchase the 341,950 total shares of Common Stock held by them on October 31, 1997. The source of funds was from the working

capital of Ashton and the Opportunity Fund, as the case may be. In addition, both Ashton and the Opportunity Fund hold these Securities through margin accounts maintained with Bear Stearns & Co., Inc., which extends margin credit to either Ashton or the Opportunity Fund, as the case may be, as and when required to open or carry positions in their accounts, subject to applicable Federal margin requirements, stock exchange rules and the firm's credit policies. The position held in the account, is pledged as collateral security for the repayment of debit balances, if any, in the account.

Item 4. Purpose of Transaction

The purpose of the acquisition of the shares of Common Stock by each of the Reporting Persons is for investment. Each Reporting Person may, depending on market conditions, make further purchases of Common Stock from time to time and may dispose of any or all of the shares of Common Stock held by it at any time or effect other transactions which could result in any of the actions specified in clauses (a) through (j) of Item 4 of the Instructions to Schedule 13D.

Except as set forth above, the Reporting Persons do not have any present plans or proposals that relate to or would result in any of the actions required to be described in Item 4 of Schedule 13D.

Item 5. Interest in Securities of the Issuer

(a)-(b) On the date of this Statement:

(i) Ashton is the direct beneficial owner of 304,450 shares of Common Stock (including 79,650 shares Ashton has the right to purchase pursuant to warrants which are currently exercisable), which constituted approximately 4.99% of the issued and outstanding Common Stock.

(ii) The Opportunity Fund is the direct beneficial owner of 37,500 shares of Common Stock, which constituted approximately .61% of the issued and outstanding Common Stock.

Each of Ashton, the Opportunity Fund, and Mr. Friedman may be deemed to own beneficially (as defined in Rule 13d-3 promulgated under the Securities Exchange Act of 1934, as amended) the shares of Common Stock owned beneficially by each other due to their common control. Each of such persons disclaims beneficial ownership of such shares of Common Stock for all other purposes. In addition, each of Ashton, the Opportunity Fund, and Mr. Friedman may be deemed to share the power to vote or to direct the vote and to dispose or to direct the disposition

of the shares of Common Stock directly owned beneficially by each other.

Investment Management in its capacity as general partner and investment manager to Ashton, and Offshore Management in its capacity as investment manager to the Opportunity Fund, may be deemed to own beneficially (as defined in Rule 13d-3 promulgated under the Securities Exchange Act of 1934, as amended) the shares of Common Stock directly owned beneficially by Ashton and the Opportunity Fund, respectively, as well as the other Reporting Persons due to their common control. Each of such persons disclaims beneficial ownership of such shares of Common Stock for all other purposes. In addition, each of Investment Management and Offshore Management may be deemed to share the power to vote or to direct the vote and to dispose or to direct the disposition of the shares of Common Stock directly owned beneficially by the Reporting Persons.

The percentages used herein are calculated based upon the 6,100,000 shares of Common Stock stated to be issued and outstanding as of October 31, 1997, based on discussions with the Company.

(c) The trading dates, number of shares purchased and price per share (including commissions, if any) for all transactions by the Reporting Persons during the past 60 days are set forth in Schedule I hereto.

(d) No person other than each respective record owner referred to herein of shares of Common Stock is known to have the right to receive or the power to direct the receipt of dividends from or the proceeds of sale of shares of Common Stock.

(e) Not applicable.

Item 6. Contracts, Arrangements, Understandings, or Relationships with Respect to Securities of the Issuer.

None.

Item 7. Material to be Filed as Exhibits

Exhibit A: Joint Filing Agreement among the Reporting Persons.

Signature

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

October 31, 1997.

FBR ASHTON, LIMITED PARTNERSHIP

By: /s/ George Abraham

Managing Director of General Partner

FBR OPPORTUNITY FUND, LTD. CLASS A

By: /s/ George Abraham

Alternate Director

FRIEDMAN BILLINGS RAMSEY
INVESTMENT MANAGEMENT, INC.

By: /s/ George Abraham

Managing Director

FBR OFFSHORE MANAGEMENT, INC.

By: /s/ George Abraham

Managing Director

/s/ Emanuel J. Friedman

Emanuel J. Friedman

Schedule I

<TABLE>
<CAPTION>

Name	Date	Shares Purchased	Price Per Share
<S>	<C>	<C>	<C>
FBR Ashton Limited Partnership	9/8/97	6,000	11.94
	10/13/97	500	14.02
	10/14/97	46,000	14.21
	10/15/95	2,700	14.06
	10/16/97	16,000	14.25
	10/17/97	1,000	14.06
	10/20/97	8,000	14.06
	10/21/97	14,500	14.25
FBR Opportunity Fund, Ltd., Class A	10/14/97	9,000	14.21
	10/16/97	4,000	14.25
	10/20/97	2,000	14.06
	10/21/97	4,000	14.25
Managed Accounts	Not Applicable	Not Applicable	Not Applicable

Exhibit Index

<TABLE>
<CAPTION>

Exhibit

Page No.

<S>
Exhibit A:

<C>
Joint Filing Agreement, dated
October 31, 1997, among

FBR Ashton, Limited Partnership
FBR Opportunity Fund, LTD. Class A
Friedman Billings Ramsey Investment
Management, Inc.
FBR Offshore
Management, Inc.
Emanuel J. Friedman

</TABLE>

EXHIBIT A

JOINT FILING AGREEMENT

The undersigned hereby agree that the statement on Schedule 13D dated October 31, 1997 with respect to the Common Stock of Engel General Developers Ltd is, and any amendments thereto signed by each of the undersigned shall be, filed on behalf of each of us pursuant to and in accordance with the provisions of Rule 13d-1(f) under the Securities Exchange Act of 1934.

This Agreement may be executed in counterparts, each of which shall for all purposes be deemed to be an original and all of which shall constitute one and the same instrument.

Dated: October 31, 1997

FBR ASHTON, LIMITED PARTNERSHIP

By: /s/ George Abraham

Managing Director of General Partner

FBR OPPORTUNITY FUND, LTD. CLASS A

By: /s/ George Abraham

Alternate Director

FRIEDMAN BILLINGS RAMSEY
INVESTMENT MANAGEMENT, INC.

By: /s/ George Abraham

Managing Director

FBR OFFSHORE MANAGEMENT, INC.

By: /s/ George Abraham

Managing Director

/s/ Emanuel J. Friedman

Emanuel J. Friedman