



Orchid Island Capital Announces September 2024 Monthly Dividend and August 31, 2024 RMBS Portfolio Characteristics

September 9, 2024

- September 2024 Monthly Dividend of \$0.12 Per Share of Common Stock
- RMBS Portfolio Characteristics as of August 31, 2024
- Next Dividend Announcement Expected October 16, 2024

VERO BEACH, Fla.--(BUSINESS WIRE)--Sep. 9, 2024-- Orchid Island Capital, Inc. (the "Company") (NYSE: ORC) announced today that the Board of Directors of the Company declared a monthly cash dividend for the month of September 2024. The dividend of \$0.12 per share will be paid October 30, 2024 to holders of record of the Company's common stock on September 30, 2024, with an ex-dividend date of September 30, 2024. The Company plans on announcing its next common stock dividend on October 16, 2024.

The Company intends to make regular monthly cash distributions to its holders of common stock. In order to qualify as a real estate investment trust ("REIT"), the Company must distribute annually to its stockholders an amount at least equal to 90% of its REIT taxable income, determined without regard to the deduction for dividends paid and excluding any net capital gain. The Company will be subject to income tax on taxable income that is not distributed and to an excise tax to the extent that a certain percentage of its taxable income is not distributed by specified dates. The Company has not established a minimum distribution payment level and is not assured of its ability to make distributions to stockholders in the future.

As of September 9, 2024, the Company had 73,997,050 shares of common stock outstanding. As of August 31, 2024, the Company had 73,947,050 shares of common stock outstanding. As of June 30, 2024, the Company had 64,824,374 shares of common stock outstanding.

RMBS Portfolio Characteristics

Details of the RMBS portfolio as of August 31, 2024 are presented below. These figures are preliminary and subject to change. The information contained herein is an intra-quarter update created by the Company based upon information that the Company believes is accurate:

- RMBS Valuation Characteristics
- RMBS Assets by Agency
- Investment Company Act of 1940 (Whole Pool) Test Results
- Repurchase Agreement Exposure by Counterparty
- RMBS Risk Measures

About Orchid Island Capital, Inc.

Orchid Island Capital, Inc. is a specialty finance company that invests on a leveraged basis in Agency RMBS. Our investment strategy focuses on, and our portfolio consists of, two categories of Agency RMBS: (i) traditional pass-through Agency RMBS, such as mortgage pass-through certificates and collateralized mortgage obligations issued by Fannie Mae, Freddie Mac or Ginnie Mae, and (ii) structured Agency RMBS. The Company is managed by Bimini Advisors, LLC, a registered investment adviser with the Securities and Exchange Commission.

Forward-Looking Statements

This press release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 and other federal securities laws. These forward-looking statements include, but are not limited to, statements about the Company's distributions. These forward-looking statements are based upon Orchid Island Capital, Inc.'s present expectations, but these statements are not guaranteed to occur. Investors should not place undue reliance upon forward-looking statements. For further discussion of the factors that could affect outcomes, please refer to the "Risk Factors" section of the Company's Annual Report on Form 10-K for the fiscal year ended December 31, 2023.

RMBS Valuation Characteristics

(\$ in thousands)

| Type | Current Face | Fair Value | % of Portfolio | Current Price | Net Weighted Average Coupon | Weighted Average Maturity (Months) | Realized Aug-24 CPR (Reported in Sep) | Realized Jun -24 - Aug-24 CPR (Reported in Sep) | Modeled Interest Rate Sensitivity (1) | | | |
|------------------------|--------------|------------|----------------|---------------|-----------------------------|------------------------------------|---------------------------------------|---|---------------------------------------|-----------|--------|----------|
| | | | | | | | | | (-50 BPS) | (+50 BPS) | | |
| Fixed Rate RMBS | | | | | | | | | | | | |
| 15yr 5.0 | | | | | | | | | | | | |
| TBA | \$ 50,000 | \$ 50,371 | 0.94% | 100.74 | 5.00% | 5.80% | 14 | 158 | n/a | n/a | \$ 567 | \$ (660) |
| 15yr 6.0 | 64,324 | 66,483 | 1.24% | 103.36 | 6.00% | 6.83% | 9 | 167 | n/a | n/a | 619 | (715) |
| 15yr Total | 114,324 | 116,854 | 2.18% | 102.21 | 5.56% | 6.38% | 11 | 163 | n/a | n/a | 1,186 | (1,375) |
| 30yr 3.0 | 1,324,371 | 1,190,283 | 22.24% | 89.88 | 3.00% | 3.46% | 41 | 313 | 7.1% | 6.6% | 36,235 | (36,948) |
| 30yr 3.5 | 181,918 | 170,266 | 3.18% | 93.60 | 3.50% | 4.04% | 54 | 294 | 8.7% | 9.5% | 4,633 | (4,710) |

| | | | | | | | | | | | | |
|--------------------------------|---------------------|---------------------|----------------|--------------|--------------|--------------|------------|------------|-------------|-------------|------------------|--------------------|
| 30yr 4.0 | 538,115 | 512,716 | 9.58% | 95.28 | 4.00% | 4.78% | 31 | 325 | 5.3% | 5.9% | 11,870 | (12,790) |
| 30yr 4.5 | 314,643 | 307,763 | 5.75% | 97.81 | 4.50% | 5.44% | 26 | 331 | 7.3% | 10.4% | 5,571 | (6,283) |
| 30yr 5.0 | 522,185 | 520,141 | 9.72% | 99.61 | 5.00% | 5.93% | 24 | 331 | 8.7% | 9.9% | 8,560 | (10,002) |
| 30yr 5.5 | 260,884 | 265,358 | 4.96% | 101.72 | 5.50% | 6.43% | 17 | 340 | 6.5% | 5.6% | 3,777 | (4,673) |
| 30yr 6.0 | 1,036,826 | 1,064,828 | 19.90% | 102.70 | 6.00% | 6.98% | 9 | 347 | 8.5% | 8.0% | 11,040 | (14,436) |
| 30yr 6.5 | 785,181 | 813,423 | 15.20% | 103.60 | 6.50% | 7.43% | 8 | 349 | 11.3% | 10.4% | 5,954 | (7,777) |
| 30yr 7.0 | 358,307 | 374,435 | 7.00% | 104.50 | 7.00% | 7.95% | 10 | 344 | 31.4% | 19.7% | 2,444 | (3,024) |
| 30yr Total | 5,322,430 | 5,219,213 | 97.52% | 98.06 | 4.90% | 5.69% | 23 | 332 | 9.7% | 8.8% | 90,084 | (100,643) |
| Total Pass Through RMBS | 5,436,754 | 5,336,067 | 99.70% | 98.15 | 4.91% | 5.71% | 23 | 328 | 9.7% | 8.8% | 91,270 | (102,018) |
| Structured RMBS | | | | | | | | | | | | |
| IO 20yr 4.0 | 7,576 | 688 | 0.01% | 9.08 | 4.00% | 4.57% | 152 | 82 | 11.7% | 11.5% | 3 | (4) |
| IO 30yr 3.0 | 2,702 | 325 | 0.01% | 12.03 | 3.00% | 3.64% | 115 | 235 | 1.5% | 1.1% | (1) | - |
| IO 30yr 4.0 | 74,480 | 13,544 | 0.25% | 18.19 | 4.00% | 4.60% | 120 | 231 | 7.0% | 7.5% | (388) | 275 |
| IO 30yr 4.5 | 3,250 | 605 | 0.01% | 18.62 | 4.50% | 4.99% | 170 | 177 | 7.1% | 6.0% | (9) | 5 |
| IO 30yr 5.0 | 1,755 | 358 | 0.01% | 20.38 | 5.00% | 5.37% | 170 | 178 | 10.3% | 15.4% | (9) | 6 |
| IO Total | 89,763 | 15,520 | 0.29% | 17.29 | 4.01% | 4.60% | 125 | 215 | 7.3% | 7.7% | (403) | 282 |
| IIO 30yr 4.0 | 24,095 | 325 | 0.01% | 1.35 | 0.00% | 4.40% | 83 | 265 | 10.6% | 8.0% | 105 | (87) |
| Total Structured RMBS | 113,858 | 15,845 | 0.30% | 13.92 | 3.16% | 4.55% | 116 | 226 | 8.0% | 7.8% | (298) | 195 |
| Total Mortgage Assets | \$ 5,550,612 | \$ 5,351,912 | 100.00% | | 4.87% | 5.68% | 25 | 326 | 9.6% | 8.7% | \$ 90,972 | \$(101,823) |

| Hedge | Notional Balance | Hedge Period End | Modeled Interest Rate Sensitivity (1) | |
|-------------------------------|-----------------------|------------------|---------------------------------------|-------------------|
| | | | (-50 BPS) | (+50 BPS) |
| 3-Month SOFR Futures(2) | \$ (455,900) | Oct-25 | \$ (5,699) | \$ 5,699 |
| 10-Year Treasury Future(3) | (30,000) | Dec-24 | (981) | 953 |
| Swaps | (3,486,800) | Jun-30 | (91,321) | 88,080 |
| TBA | (300,000) | Sep-24 | (8,524) | 8,875 |
| Swaptions | (9,400) | Sep-24 | - | - |
| Hedge Total | \$ (4,282,100) | | \$ (106,525) | \$ 103,607 |
| Rate Shock Grand Total | | | \$ (15,553) | \$ 1,784 |

(1) Modeled results from Citigroup Global Markets Inc. Yield Book. Interest rate shocks assume instantaneous parallel shifts and horizon prices are calculated assuming constant SOFR option-adjusted spreads. These results are for illustrative purposes only and actual results may differ materially.

(2) Amounts for SOFR futures contracts represents the average quarterly notional amount.

(3) Ten-year Treasury futures contracts were valued at prices of \$113.56 at August 31, 2024. The market value of the short position was \$34.1 million.

RMBS Assets by Agency

(\$ in thousands)

| Asset Category | Fair Value | Percentage of Portfolio |
|------------------------------|---------------------|-------------------------|
| As of August 31, 2024 | | |
| Fannie Mae | \$ 3,536,652 | 66.7% |
| Freddie Mac | 1,764,889 | 33.3% |
| Total Mortgage Assets | \$ 5,301,541 | 100.0% |

Investment Company Act of 1940 Whole Pool Test

(\$ in thousands)

| Asset Category | Fair Value | Percentage of Portfolio |
|------------------------------|---------------------|-------------------------|
| As of August 31, 2024 | | |
| Non-Whole Pool Assets | \$ 135,189 | 2.5% |
| Whole Pool Assets | 5,166,352 | 97.5% |
| Total Mortgage Assets | \$ 5,301,541 | 100.0% |

Borrowings By Counterparty

(\$ in thousands)

| As of August 31, 2024 | Total Borrowings | % of Total Debt | Weighted Average Repo Rate | Weighted Average Maturity in Days | Longest Maturity |
|---------------------------------------|-------------------------|------------------------|-----------------------------------|--|-------------------------|
| ABN AMRO Bank N.V. | \$ 381,192 | 7.7% | 5.37% | 45 | 10/15/2024 |
| Merrill Lynch, Pierce, Fenner & Smith | 378,678 | 7.7% | 5.42% | 47 | 11/15/2024 |
| ASL Capital Markets Inc. | 345,938 | 7.0% | 5.41% | 49 | 11/15/2024 |
| DV Securities, LLC Repo | 274,167 | 5.5% | 5.46% | 18 | 9/27/2024 |
| Mitsubishi UFJ Securities (USA), Inc | 267,897 | 5.4% | 5.43% | 40 | 10/28/2024 |
| J.P. Morgan Securities LLC | 255,942 | 5.2% | 5.49% | 9 | 9/25/2024 |
| Banco Santander SA | 249,044 | 5.0% | 5.33% | 79 | 11/18/2024 |
| Citigroup Global Markets Inc | 247,802 | 5.0% | 5.44% | 26 | 9/26/2024 |
| Wells Fargo Bank, N.A. | 242,414 | 4.9% | 5.48% | 13 | 9/13/2024 |
| Cantor Fitzgerald & Co | 241,698 | 4.9% | 5.49% | 12 | 9/12/2024 |
| Marex Capital Markets Inc. | 223,955 | 4.5% | 5.49% | 19 | 9/19/2024 |
| Goldman, Sachs & Co | 208,828 | 4.2% | 5.50% | 16 | 9/16/2024 |
| Bank of Montreal | 207,521 | 4.2% | 5.50% | 16 | 9/16/2024 |
| ING Financial Markets LLC | 197,936 | 4.0% | 5.50% | 19 | 9/19/2024 |
| Daiwa Securities America Inc. | 197,391 | 4.0% | 5.48% | 23 | 9/23/2024 |
| Clear Street LLC | 193,286 | 3.9% | 5.49% | 17 | 9/20/2024 |
| Mirae Asset Securities (USA) Inc. | 190,665 | 3.9% | 5.47% | 17 | 9/18/2024 |
| StoneX Financial Inc. | 158,481 | 3.2% | 5.48% | 19 | 9/19/2024 |
| The Bank of Nova Scotia | 150,360 | 3.0% | 5.50% | 17 | 9/17/2024 |
| South Street Securities, LLC | 148,337 | 3.0% | 5.48% | 19 | 9/24/2024 |
| RBC Capital Markets, LLC | 143,316 | 2.9% | 5.51% | 16 | 9/16/2024 |
| Lucid Prime Fund, LLC | 23,749 | 0.5% | 5.50% | 12 | 9/12/2024 |
| Lucid Cash Fund USG LLC | 17,261 | 0.3% | 5.50% | 12 | 9/12/2024 |
| Total Borrowings | \$ 4,945,858 | 100.0% | 5.45% | 28 | 11/18/2024 |

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