

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT  
Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): **February 10, 2015**

**Orchid Island Capital, Inc.**  
(Exact Name of Registrant as Specified in Charter)

**Maryland**  
(State or Other Jurisdiction of Incorporation)

**001-35236**  
(Commission File Number)

**27-3269228**  
(IRS Employer Identification No.)

**3305 Flamingo Drive, Vero Beach, Florida 32963**  
(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code **(772) 231-1400**

**N/A**  
(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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**ITEM 8.01. OTHER EVENTS.**

On February 10, 2015, Orchid Island Capital, Inc. (the "Company") announced that on February 10, 2015 the Board of Directors of the Company declared a dividend for the month of February 2015 of \$0.18 per share to be paid on February 27, 2015 to holders of record on February 25, 2015 with an ex-dividend date of February 23, 2015. In addition, the Company announced certain details of its MBS portfolio as of January 30, 2015 as well as certain other information regarding the Company. A copy of the Company's press release announcing the dividend and the other information regarding the Company is attached hereto as Exhibit 99.1 and incorporated herein by this reference.

**Caution About Forward-Looking Statements.**

This Current Report on Form 8-K 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 are based upon the Company's present expectations, but the Company cannot assure you that actual results will not vary from the expectations contained in the forward-looking statements. 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 Form 10-K for the year ended December 31, 2013. All forward-looking statements speak only as of the date on which they are made. New risks and uncertainties arise over time, and it is not possible to predict those events or how they may affect the Company. Except as required by law, the Company is not obligated to, and does not intend to, update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

**ITEM 9.01 FINANCIAL STATEMENTS AND EXHIBITS.**

(d) Exhibits

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated February 10, 2015

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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: February 10, 2015

ORCHID ISLAND CAPITAL, INC.

By: /s/ Robert E. Cauley  
Robert E. Cauley  
Chairman and Chief Executive Officer

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INDEX TO EXHIBITS

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated February 10, 2015

**ORCHID ISLAND CAPITAL ANNOUNCES  
FEBRUARY 2015 MONTHLY DIVIDEND AND  
JANUARY 30, 2015 RMBS PORTFOLIO CHARACTERISTICS**

- February 2015 Monthly Dividend of \$0.18 Per Share
- RMBS Portfolio Characteristics as of January 30, 2015

Vero Beach, Fla., February 10, 2015 - Orchid Island Capital, Inc. (the "Company") (NYSE:ORC) announced that today the Board of Directors declared a monthly cash dividend for the month of February 2015. The dividend of \$0.18 per share will be paid February 27, 2015, to holders of record on February 25, 2015, with an ex-dividend date of February 23, 2015.

The Company intends to make regular monthly cash distributions to its stockholders. 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 certain percentages 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 February 10, 2015, the Company had 16,727,811 shares outstanding. At December 31, 2014, the Company had 16,702,604 shares outstanding.

#### **RMBS Portfolio Characteristics**

Details of the RMBS portfolio as of January 30, 2015 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 in Agency RMBS that are either traditional pass-through Agency RMBS or structured Agency RMBS. Orchid Island Capital, Inc. has elected to be taxed as a real estate investment trust for federal income tax purposes.

#### **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 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 Form 10-K for the year ended December 31, 2013.

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**RMBS Valuation Characteristics**
*(\$ in thousands)*

<b>Asset Category</b>	<b>Current Face</b>	<b>Fair Value</b>	<b>Current Price</b>	<b>Percentage of Portfolio</b>	<b>Weighted Average Coupon</b>	<b>Realized Jan 2015 CPR (Reported in Feb)</b>
<b>As of January 30, 2015</b>						
<b>Adjustable Rate RMBS</b>	\$ 3,524	\$ 3,776	107.15	0.24%	3.55%	0.00%
10-1 Hybrid Rate RMBS	68,634	70,604	102.87	4.53%	2.54%	11.15%
<b>Hybrid Adjustable Rate RMBS</b>	68,634	70,604	102.87	4.53%	2.54%	11.15%
15 Year Fixed Rate RMBS	77,770	83,529	107.41	5.35%	3.40%	5.27%
20 Year Fixed Rate RMBS	284,556	307,037	107.90	19.67%	4.00%	11.60%
30 Year Fixed Rate RMBS	941,516	1,032,552	109.67	66.17%	4.56%	4.07%
<b>Total Fixed Rate RMBS</b>	1,303,842	1,423,118	109.15	91.19%	4.37%	5.81%
<b>Total Pass-through RMBS</b>	1,376,000	1,497,498	108.83	95.96%	4.28%	6.07%
Interest-Only Securities	415,187	48,664	11.72	3.12%	3.78%	12.54%
Inverse Interest-Only Securities	101,063	14,445	14.29	0.92%	6.20%	12.55%
<b>Structured RMBS</b>	516,250	63,109	12.22	4.04%	4.34%	12.54%
<b>Total Mortgage Assets</b>	\$ 1,892,250	\$ 1,560,607		100.00%	4.28%	7.67%

**RMBS Assets by Agency**
*(\$ in thousands)*

<b>Asset Category</b>	<b>Fair Value</b>	<b>Percentage of Portfolio</b>	<b>Investment Company Act of 1940 (Whole Pool) Test</b>		
			<b>Asset Category</b>	<b>Fair Value</b>	<b>Percentage of Portfolio</b>
<b>As of January 30, 2015</b>			<b>As of January 30, 2015</b>		
Fannie Mae	\$ 1,256,874	80.5%	Whole Pool Assets	\$ 1,226,028	78.6%
Freddie Mac	295,695	19.0%	Non Whole Pool Assets	334,579	21.4%
Ginnie Mae	8,038	0.5%	Total Mortgage Assets	\$ 1,560,607	100.0%
<b>Total Mortgage Assets</b>	\$ 1,560,607	100.0%			

**Repurchase Agreement Exposure By Counterparty**  
(\$ in thousands)

<b>As of January 30, 2015</b>	<b>Total Borrowings</b>	<b>% of Total Debt</b>	<b>Weighted Average Maturity in Days</b>	<b>Longest Maturity</b>
J.P. Morgan Securities LLC	\$ 200,255	13.9%	15	3/10/2015
Citigroup Global Markets Inc	185,800	12.9%	15	4/27/2015
CRT Capital Group, LLC	141,627	9.8%	34	3/12/2015
Goldman, Sachs & Co	125,159	8.7%	30	3/11/2015
Mitsubishi UFJ Securities (USA), Inc	120,959	8.4%	18	3/9/2015
ICBC Financial Services LLC	113,198	7.9%	18	3/23/2015
KGS-Alpha Capital Markets, L.P	108,594	7.5%	15	4/6/2015
Cantor Fitzgerald & Co	76,524	5.3%	13	2/18/2015
ED&F Man Capital Markets Inc	74,705	5.2%	36	3/23/2015
Morgan Stanley & Co	60,344	4.2%	18	2/17/2015
Mizuho Securities USA, Inc	55,206	3.8%	10	2/26/2015
Daiwa Securities America Inc.	50,135	3.5%	10	2/11/2015
Guggenheim Securities, LLC	49,601	3.4%	21	2/23/2015
South Street Securities, LLC	37,805	2.6%	18	2/25/2015
Nomura Securities International, Inc.	16,716	1.2%	19	2/23/2015
Suntrust Robinson Humphrey, Inc	4,503	0.3%	14	2/13/2015
Barclays Capital, Inc	-	-	-	-
Other	20,676	1.4%	20	2/19/2015
<b>Total Borrowings</b>	<b>\$ 1,441,807</b>	<b>100.0%</b>	<b>20</b>	<b>4/27/2015</b>

**RMBS Risk Measures**

(\$ in thousands)

<b>Mortgage Assets</b>							
<b>Asset Category</b>	<b>Fair Value</b>	<b>Weighted Average Months To Next Coupon Reset (if applicable)</b>	<b>Weighted Average Lifetime Cap (if applicable)</b>	<b>Weighted Average Periodic Cap Per Year (if applicable)</b>	<b>Modeled Interest Rate Sensitivity (-50 BPS)<sup>(1)</sup></b>	<b>Modeled Interest Rate Sensitivity (+50 BPS)<sup>(1)</sup></b>	
<b>As of January 30, 2015</b>							
Adjustable Rate RMBS	\$ 3,776	3	10.05%	2.00%	\$ 15	\$ (19)	
Hybrid Adjustable Rate RMBS	70,604	97	7.53%	2.00%	1,055	(1,427)	
Total Fixed Rate RMBS	1,423,118	n/a	n/a	n/a	15,485	(22,416)	
Total Pass-through RMBS	1,497,498	n/a	n/a	n/a	16,555	(23,862)	
Interest-Only Securities	48,664	n/a	n/a	n/a	(9,585)	9,567	
Inverse Interest-Only Securities	14,445	1	6.37%	n/a	(1,136)	571	
Structured RMBS	63,109	n/a	n/a	n/a	(10,721)	10,138	
Total Mortgage Assets	\$ 1,560,607	n/a	n/a	n/a	\$ 5,834	\$ (13,724)	
<b>Funding Hedges</b>							
			<b>Average Notional Balance</b>	<b>Hedge Period End Date</b>	<b>Modeled Interest Rate Sensitivity (-50 BPS)<sup>(1)</sup></b>	<b>Modeled Interest Rate Sensitivity (+50 BPS)<sup>(1)</sup></b>	
Eurodollar Futures Contracts - Short Positions			\$ 780,000	Dec-2018	\$ (13,256)	\$ 14,625	
Payer Swaption			375,000	Sep-2025	(210)	853	
Grand Total					\$ (7,632)	\$ 1,754	

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

**Contact:**

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