

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): **May 15, 2019**

**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))

Securities registered pursuant to Section 12(b) of the Act:

<b>Title of each class:</b>	<b>Trading symbol:</b>	<b>Name of each exchange on which registered:</b>
Common Stock, par value \$0.01 per share	ORC	NYSE

Indicate by check mark whether the registrant is an emerging growth company as defined in as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

**Item 8.01. Other Events.**

On May 15, 2019, Orchid Island Capital, Inc. (the “Company”) announced that the Board of Directors declared a dividend for the month of May 2019 of \$0.08 per share to be paid on June 28, 2019 to holders of record on May 31, 2019, with an ex-dividend date of May 30, 2019. In addition, the Company announced certain details of its MBS portfolio as of April 30, 2019 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, 2018. 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>
<u>99.1</u>	<u><a href="#">Press Release dated May 15, 2019</a></u>

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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: May 15, 2019

ORCHID ISLAND CAPITAL, INC.

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

**ORCHID ISLAND CAPITAL ANNOUNCES  
MAY 2019 MONTHLY DIVIDEND AND  
APRIL 30, 2019 RMBS PORTFOLIO CHARACTERISTICS**

- May 2019 Monthly Dividend of \$0.08 Per Share
- RMBS Portfolio Characteristics as of April 30, 2019
- Next Dividend Announcement Expected June 11, 2019

Vero Beach, Fla., May 15, 2019 - Orchid Island Capital, Inc. (the "Company") (NYSE:ORC) announced today that the Board of Directors (the "Board") declared a monthly cash dividend for the month of May 2019. The dividend of \$0.08 per share will be paid June 28, 2019, to holders of record on May 31, 2019, with an ex-dividend date of May 30, 2019. The Company plans on announcing its next dividend after the Board's meeting on June 11, 2019.

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 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 May 15, 2019, the Company had 53,392,967 shares outstanding. At March 31, 2019, the Company had 49,937,700 shares outstanding.

#### **RMBS Portfolio Characteristics**

Details of the RMBS portfolio as of April 30, 2019 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 REIT 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 include, but are not limited to, statements about the Company's distributions and the expected funding of purchased assets and anticipated borrowings. 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, 2018.

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

Type	Current Face	Fair Value <sup>(1)</sup>	% of Portfolio	Net				Age (Months)	Weighted Average Maturity (Months)	Realized	Realized	Modeled Interest Rate Sensitivity (-50 BPS) (2)	Modeled Interest Rate Sensitivity (+50 BPS) (2)
				Weighted Current Price	Weighted Average Coupon	GWAC	Apr 2019 CPR (1- Month) in May			Feb - Apr 2019 CPR (3- Month) in May			
<b>Pass Through RMBS</b>													
Post Reset ARM	\$ 1,136	\$ 1,202	0.04%	\$ 105.81	4.78%	5.22%	176	185	0.00%	40.67%	\$ 7	(7)	
Fixed Rate CMO	681,367	706,390	20.81%	103.67	4.26%	4.61%	14	343	15.35%	11.55%	56	(3,508)	
15yr 4.0	474,789	495,341	14.59%	104.33	4.00%	4.54%	11	166	9.57%	8.60%	8,558	(9,097)	
15yr Total	474,789	495,341	14.59%	104.33	4.00%	4.54%	11	166	9.57%	8.60%	8,558	(9,097)	
20yr 4.0	87,786	91,837	2.70%	104.61	4.00%	4.48%	21	215	10.37%	9.53%	1,962	(2,049)	
20yr Total	87,786	91,837	2.70%	104.61	4.00%	4.48%	21	215	10.37%	9.53%	1,962	(2,049)	
30yr 3.0	224,240	219,286	6.46%	97.79	3.00%	4.34%	1	359	3.23%	-	4,839	(6,924)	
30yr 3.5	54,896	55,507	1.63%	101.11	3.50%	4.22%	13	344	6.13%	-	1,044	(1,414)	
30yr 4.0	749,380	778,905	22.94%	103.94	4.00%	4.67%	12	347	7.68%	8.20%	12,821	(18,291)	
30yr 4.5	468,037	490,963	14.46%	104.90	4.50%	5.11%	8	352	12.65%	12.48%	4,205	(6,591)	
30yr 5.0	385,844	418,287	12.32%	108.41	5.00%	5.59%	10	348	9.70%	14.12%	6,017	(7,482)	
30yr Total	1,882,397	1,962,948	57.82%	104.28	4.20%	4.91%	9	350	8.72%	11.21%	28,926	(40,702)	
<b>Total Pass Through RMBS</b>	<b>3,127,475</b>	<b>3,257,718</b>	<b>95.95%</b>	<b>104.16</b>	<b>4.18%</b>	<b>4.78%</b>	<b>11</b>	<b>316</b>	<b>10.44%</b>	<b>10.66%</b>	<b>39,509</b>	<b>(55,363)</b>	
<b>Structured RMBS</b>													
Interest-Only Securities	788,857	113,137	3.33%	14.34	3.76%	4.34%	62	253	11.22%	9.67%	(17,821)	14,663	
Inverse Interest-Only Securities	215,119	24,236	0.71%	11.27	2.64%	4.86%	58	293	9.69%	9.02%	1,853	(2,699)	
<b>Total Structured RMBS</b>	<b>1,003,976</b>	<b>137,373</b>	<b>4.05%</b>	<b>13.68</b>	<b>3.52%</b>	<b>4.45%</b>	<b>61</b>	<b>262</b>	<b>10.89%</b>	<b>9.53%</b>	<b>(15,968)</b>	<b>11,964</b>	
<b>Total Mortgage Assets</b>	<b>\$ 4,131,451</b>	<b>\$ 3,395,091</b>	<b>100.00%</b>		<b>4.02%</b>	<b>4.70%</b>	<b>23</b>	<b>303</b>	<b>10.56%</b>	<b>10.30%</b>	<b>\$ 23,541</b>	<b>(43,399)</b>	
<b>Hedge</b>													
	<b>Average Notional</b>	<b>Hedge Period</b>									<b>Interest Rate Sensitivity (-50 BPS) (2)</b>	<b>Interest Rate Sensitivity (+50 BPS) (2)</b>	
<b>Hedge</b>	<b>Balance</b>	<b>End</b>											
Eurodollar Futures	\$ (457,143)	Dec-2020									\$ (4,000)	\$ 4,000	
Swaps	(1,760,000)	Sep-2020									(22,359)	22,359	
5-Year Treasury Future	(165,000)	Jun-2019 <sup>(3)</sup>									(4,095)	4,534	
TBA	(250,000)	May-2019									(4,349)	6,289	
Swaptions	(100,000)	Jun-2026									(87)	1,304	
<b>Hedge Total</b>	<b>\$ (2,732,143)</b>										<b>\$ (34,890)</b>	<b>\$ 38,486</b>	
<b>Rate Shock Grand Total</b>											<b>\$ (11,349)</b>	<b>\$ (4,913)</b>	

- Amounts in the tables above include assets with a fair value of approximately \$202.2 million purchased in April 2019, which settle in May 2019, and exclude assets with a fair value of approximately \$248.2 million sold in April 2019, which settle in May 2019.
- Modeled results from Citigroup Global Markets Inc. Yield Book. Interest rate shocks assume instantaneous parallel shifts and horizon prices are calculated assuming constant LIBOR option-adjusted spreads. These results are for illustrative purposes only and actual results may differ materially.
- Five year treasury futures contracts were valued at prices of \$115.64 at April 30, 2019. The notional contract value of the short position was \$190.8 million.

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

Asset Category	Fair Value <sup>(1)</sup>	Percentage of Portfolio
<b>As of April 30, 2019</b>		
Fannie Mae	\$ 1,967,242	57.9%
Freddie Mac	1,424,448	42.0%
Ginnie Mae	3,401	0.1%
<b>Total Mortgage Assets</b>	<b>\$ 3,395,091</b>	<b>100.0%</b>

**Investment Company Act of 1940 Whole Pool Test**  
(\$ in thousands)

Asset Category	Fair Value <sup>(1)</sup>	Percentage of Portfolio
<b>As of April 30, 2019</b>		
Non-Whole Pool Assets	\$ 1,243,228	36.6%
Whole Pool Assets	2,151,863	63.4%
<b>Total Mortgage Assets</b>	<b>\$ 3,395,091</b>	<b>100.0%</b>

(1) Amounts in the tables above include assets with a fair value of approximately \$202.2 million purchased in April 2019, which settle in May 2019 and exclude assets with a fair value of approximately \$248.2 million sold in April 2019, which settle in May 2019.

**Borrowings By Counterparty**  
(\$ in thousands)

As of April 30, 2019	Total Borrowings <sup>(1)</sup>	% of Total Debt	Weighted Average Repo Rate	Weighted Average Maturity in Days	Longest Maturity
RBC Capital Markets, LLC	\$ 469,669	14.5%	2.69%	36	7/15/2019
Mirae Asset Securities (USA) Inc.	369,666	11.4%	2.65%	106	10/9/2019
Wells Fargo Bank, N.A.	368,141	11.3%	2.67%	21	6/10/2019
J.P. Morgan Securities LLC	252,512	7.8%	2.70%	15	5/15/2019
ING Financial Markets LLC	225,957	6.9%	2.65%	61	7/24/2019
Cantor Fitzgerald & Co	204,110	6.3%	2.68%	17	6/5/2019
Mitsubishi UFJ Securities (USA), Inc	198,607	6.1%	2.66%	41	7/22/2019
South Street Securities, LLC	196,440	6.0%	2.63%	226	4/9/2020
ABN AMRO Bank N.V.	153,738	4.7%	2.62%	6	5/6/2019
ASL Capital Markets Inc.	136,771	4.2%	2.65%	64	10/7/2019
Citigroup Global Markets Inc	130,772	4.0%	2.70%	28	7/16/2019
ICBC Financial Services LLC	112,926	3.5%	2.64%	24	6/11/2019
ED&F Man Capital Markets Inc	97,735	3.0%	2.63%	116	10/7/2019
FHLB-Cincinnati	81,499	2.5%	2.88%	1	5/1/2019
Natixis, New York Branch	54,845	1.7%	2.76%	15	5/15/2019
Lucid Cash Fund USG LLC	48,678	1.5%	2.65%	16	5/16/2019
Bank of Montreal	42,816	1.3%	2.70%	42	6/14/2019
Guggenheim Securities, LLC	33,015	1.0%	2.62%	28	5/28/2019
Merrill Lynch, Pierce, Fenner & Smith	32,413	1.0%	2.81%	21	5/30/2019
J.V.B. Financial Group, LLC	24,447	0.8%	2.64%	44	7/3/2019
Lucid Prime Fund, LLC	17,802	0.5%	2.72%	16	5/16/2019
<b>Total Borrowings</b>	<b>\$ 3,252,559</b>	<b>100.0%</b>	<b>2.67%</b>	<b>53</b>	<b>4/9/2020</b>

(1) In April 2019, the Company purchased assets with a fair value of approximately \$202.2 million, which settle in May 2019 that are expected to be funded by repurchase agreements. The anticipated borrowings are not included in the table above. In addition, the Company sold assets with a fair value of approximately \$248.2 million, which settle in May 2019 that collateralize approximately \$241.2 million of repurchase agreements included in the table above.

**Contact:**

Orchid Island Capital, Inc.  
Robert E. Cauley  
3305 Flamingo Drive, Vero Beach, Florida 32963  
Telephone: (772) 231-1400