

**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): **September 16, 2020**

**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 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.

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## ITEM 8.01. OTHER EVENTS.

On September 16, 2020, Orchid Island Capital, Inc. (the “Company”) announced that the Board of Directors of the Company declared a dividend for the month of September 2020 of \$0.065 per share to be paid on October 28, 2020 to holders of record on September 30, 2020, with an ex-dividend date of September 29, 2020. In addition, the Company announced certain details of its RMBS portfolio as of August 31, 2020 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, including, but not limited to, statements about the Company’s distributions. These forward looking statements are based upon the Company’s present expectations, but the Company cannot assure investors 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 most recent Annual Report on Form 10-K for the fiscal year ended December 31, 2019 and Quarterly Report on Form 10-Q for the three months ended March 31, 2020. 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	<a href="#">Press Release dated September 16, 2020</a>
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

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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: September 16, 2020

ORCHID ISLAND CAPITAL, INC.

By: /s/ Robert E. Cauley

Robert E. Cauley

Chairman and Chief Executive Officer

**ORCHID ISLAND CAPITAL ANNOUNCES  
SEPTEMBER 2020 MONTHLY DIVIDEND AND  
AUGUST 31, 2020 RMBS PORTFOLIO CHARACTERISTICS**

- September 2020 Monthly Dividend of \$0.065 Per Share of Common Stock
- RMBS Portfolio Characteristics as of August 31, 2020
- Next Dividend Announcement Expected October 14, 2020

Vero Beach, Fla., September 16, 2020 - 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 September 2020. The dividend of \$0.065 per share will be paid October 28, 2020, to holders of record of the Company's common stock on September 30, 2020, with an ex-dividend date of September 29, 2020. The Company plans on announcing its next common stock dividend after the Board's meeting on October 14, 2020.

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 16, 2020, the Company had 68,906,465 shares of common stock outstanding. As of August 31, 2020, the Company had 68,214,819 shares of common stock outstanding. As of June 30, 2020, the Company had 66,220,664 shares of common stock outstanding.

**RMBS Portfolio Characteristics**

Details of the RMBS portfolio as of August 31, 2020 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

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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, 2019 and Quarterly Report on Form 10-Q for the three months ended March 31, 2020.

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**RMBS Valuation Characteristics**

(\$ in thousands)

Type	Current Face	Fair Value	% of Portfolio	Current Price	Net Weighted Average		Age	Weighted Average Maturity (Months)	Realized	Realized	Modeled Interest Rate Sensitivity (-50 BPS) <sup>(1)</sup>	Modeled Interest Rate Sensitivity (+50 BPS) <sup>(1)</sup>
					Coupon	GWAC			Aug 2020 CPR (1-Month)	Jun - Aug 2020 CPR (3-Month)		
<b>Pass Through RMBS</b>												
Post Reset ARM	\$ 932	\$ 964	0.02%	\$ 103.43	4.30%	4.09%	193	168	0.00%	0.00%	\$ 4	\$ (3)
Fixed Rate CMO	145,144	155,431	4.02%	107.09	4.00%	4.40%	38	317	20.53%	19.18%	324	(302)
15yr 4.0	1,228	1,319	0.03%	107.39	4.00%	4.49%	28	138	3.58%	2.59%	17	(17)
15yr Total	1,228	1,319	0.03%	107.39	4.00%	4.49%	28	138	3.58%	2.59%	17	(17)
20yr 2.5	149,402	157,549	4.08%	105.45	2.50%	3.34%	2	238	3.45%	n/a	(211)	30
20yr Total	149,402	157,549	4.08%	105.45	2.50%	3.34%	2	238	3.45%	n/a	(211)	30
30yr 2.5	250,000	264,317	6.84%	105.73	2.50%	3.36%	1	359	0.00%	n/a	2,350	(3,756)
30yr 3.0	181,932	194,067	5.02%	106.67	3.00%	3.84%	9	349	14.21%	10.17%	927	(1,304)
30yr 3.5	1,408,624	1,551,560	40.13%	110.15	3.50%	3.99%	10	346	11.48%	10.03%	15,968	(21,146)
30yr 4.0	469,162	524,607	13.57%	111.82	4.00%	4.52%	18	337	13.89%	13.82%	6,940	(8,134)
30yr 4.5	296,626	335,290	8.67%	113.03	4.50%	5.01%	17	341	20.30%	19.60%	3,054	(3,399)
30yr 5.0	152,723	173,899	4.50%	113.87	5.00%	5.56%	26	329	19.98%	20.88%	1,916	(2,012)
30yr Total	2,759,067	3,043,740	78.73%	110.32	3.65%	4.21%	12	345	12.39%	12.97%	31,155	(39,751)
<b>Total Pass Through RMBS</b>	<b>3,055,773</b>	<b>3,359,003</b>	<b>86.88%</b>	<b>109.92</b>	<b>3.61%</b>	<b>4.18%</b>	<b>13</b>	<b>338</b>	<b>12.33%</b>	<b>13.35%</b>	<b>31,289</b>	<b>(40,043)</b>
<b>Structured RMBS</b>												
Interest-Only Securities	314,354	31,349	0.81%	9.97	4.00%	4.59%	75	272	39.64%	39.27%	(1,212)	2,400
<b>Total Structured RMBS</b>	<b>314,354</b>	<b>31,349</b>	<b>0.81%</b>	<b>9.97</b>	<b>4.00%</b>	<b>4.59%</b>	<b>75</b>	<b>272</b>	<b>39.64%</b>	<b>39.27%</b>	<b>(1,212)</b>	<b>2,400</b>
<b>Long TBA Positions</b>												
FNCI 2.0 TBA	175,000	181,918	4.71%	103.95	2.00%						1,856	(2,301)
FNCL 2.5 TBA	279,000	293,865	7.60%	105.33	2.50%						2,912	(4,196)
<b>Total Long TBA</b>	<b>454,000</b>	<b>475,783</b>	<b>12.31%</b>	<b>104.80</b>	<b>2.31%</b>						<b>4,768</b>	<b>(6,497)</b>
<b>Total Mortgage Assets</b>	<b>\$ 3,824,127</b>	<b>\$ 3,866,135</b>	<b>100.00%</b>		<b>3.49%</b>	<b>4.22%</b>	<b>18</b>	<b>332</b>	<b>14.88%</b>	<b>16.48%</b>	<b>\$ 34,845</b>	<b>\$ (44,140)</b>

Hedge	Average Notional Balance	Hedge Period End	Interest Rate	Interest Rate
			Sensitivity (-50 BPS) <sup>(1)</sup>	Sensitivity (+50 BPS) <sup>(1)</sup>
Eurodollar Futures	\$ (50,000)	Dec-2021	(375)	375
Swaps	(820,000)	Apr-2025	(10,824)	19,590
5-Year Treasury Futures	(69,000)	Dec-2020 <sup>(2)</sup>	(2,263)	2,188
Swaptions	(667,300)	May-2021	(3,278)	4,680
<b>Hedge Total</b>	<b>\$ (1,606,300)</b>		<b>\$ (16,740)</b>	<b>\$ 26,833</b>
<b>Rate Shock Grand Total</b>			<b>\$ 18,105</b>	<b>\$ (17,307)</b>



- (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 option-adjusted spreads. These results are for illustrative purposes only and actual results may differ materially.
- (2) Five year treasury futures contracts were valued at prices of \$126.03 at August 31, 2020. The market value of the short position was \$87.0 million.

**RMBS Assets by Agency**

*(\$ in thousands)*

<b>Asset Category</b>	<b>Fair Value<sup>(1)</sup></b>	<b>Percentage of Portfolio</b>
<b>As of August 31, 2020</b>		
Fannie Mae	\$ 1,984,995	58.5%
Freddie Mac	1,405,357	41.5%
Total Mortgage Assets	\$ 3,390,352	100.0%

**Investment Company Act of 1940 Whole Pool Test**

*(\$ in thousands)*

<b>Asset Category</b>	<b>Fair Value<sup>(1)</sup></b>	<b>Percentage of Portfolio</b>
<b>As of August 31, 2020</b>		
Non-Whole Pool Assets	\$ 698,379	20.6%
Whole Pool Assets	2,691,973	79.4%
Total Mortgage Assets	\$ 3,390,352	100.0%

- (1) Amounts in the tables above exclude long TBA positions with a market value of approximately \$475.8 million.

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

<b>As of August 31, 2020</b>		<b>Total Borrowings</b>	<b>% of Total Debt</b>	<b>Weighted Average Repo Rate</b>	<b>Weighted Average Maturity in Days</b>	<b>Longest Maturity</b>
Mirae Asset Securities (USA) Inc.	\$	373,441	11.6%	0.25%	109	2/11/2021
Wells Fargo Bank, N.A.		313,490	9.7%	0.23%	11	9/18/2020
Mitsubishi UFJ Securities (USA), Inc		292,156	9.0%	0.24%	20	9/28/2020
Merrill Lynch, Pierce, Fenner & Smith		284,184	8.8%	0.25%	14	9/30/2020
J.P. Morgan Securities LLC		266,174	8.2%	0.28%	13	10/1/2020
Cantor Fitzgerald & Co		231,199	7.1%	0.25%	11	9/15/2020
RBC Capital Markets, LLC		214,643	6.6%	0.23%	40	11/24/2020
ASL Capital Markets Inc.		205,964	6.4%	0.23%	46	10/28/2020
Citigroup Global Markets Inc		205,375	6.3%	0.25%	15	9/21/2020
ABN AMRO Bank N.V.		199,067	6.2%	0.24%	27	10/23/2020
ING Financial Markets LLC		140,669	4.3%	0.26%	38	10/19/2020
Daiwa Securities America Inc.		127,730	3.9%	0.24%	35	11/10/2020
ED&F Man Capital Markets Inc		112,371	3.5%	0.21%	58	11/30/2020
South Street Securities, LLC		77,304	2.4%	0.28%	185	5/13/2021
Bank of Montreal		73,195	2.3%	0.25%	14	9/14/2020
Lucid Cash Fund USG LLC		57,076	1.8%	0.27%	10	9/10/2020
J.V.B. Financial Group, LLC		26,270	0.8%	0.30%	45	10/15/2020
Barclays Capital Inc		25,142	0.8%	0.29%	71	11/10/2020
Austin Atlantic Asset Management Co.		10,072	0.3%	0.30%	2	9/2/2020
<b>Total Borrowings</b>	\$	<b>3,235,522</b>	<b>100.0%</b>	<b>0.25%</b>	<b>38</b>	<b>5/13/2021</b>

**Contact:**

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