

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): **November 9, 2021**

**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:

Title of each class:	Trading symbol:	Name of each exchange on which registered:
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.

**Item 8.01. Other Events.**

On November 9, 2021, Orchid Island Capital, Inc. (the “Company”) announced that the Board of Directors of the Company declared a dividend for the month of November 2021 of \$0.065 per share of the Company’s common stock to be paid on December 29, 2021 to holders of record on November 30, 2021, with an ex-dividend date of November 29, 2021. In addition, the Company announced certain details of its RMBS portfolio as of October 31, 2021 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 Annual Report on Form 10-K for the fiscal year ended December 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 November 9, 2021</a>
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

**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: November 9, 2021

ORCHID ISLAND CAPITAL, INC.

By: /s/ Robert E. Cauley

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Robert E. Cauley

Chairman and Chief Executive Officer

**ORCHID ISLAND CAPITAL ANNOUNCES  
NOVEMBER 2021 MONTHLY DIVIDEND AND  
OCTOBER 31, 2021 RMBS PORTFOLIO CHARACTERISTICS**

- November 2021 Monthly Dividend of \$0.065 Per Share of Common Stock
- RMBS Portfolio Characteristics as of October 31, 2021
- Next Dividend Announcement Expected December 9, 2021

Vero Beach, Fla., November 9, 2021 - Orchid Island Capital, Inc. (the "Company") (NYSE: ORC) announced today that the Board of Directors of the Company (the "Board") declared a monthly cash dividend for the month of November 2021. The dividend of \$0.065 per share will be paid December 29, 2021, to holders of record of the Company's common stock on November 30, 2021, with an ex-dividend date of November 29, 2021. The Company plans on announcing its next common stock dividend on December 9, 2021.

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 November 9, 2021, the Company had 169,162,849 shares of common stock outstanding. As of October 31, 2021, the Company had 161,157,349 shares of common stock outstanding. As of September 30, 2021, the Company had 153,318,351 shares of common stock outstanding.

#### **RMBS Portfolio Characteristics**

Details of the RMBS portfolio as of October 31, 2021 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, 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>
					Oct 2021 CPR (1-Month) (Reported in Nov)	Aug - Oct 2021 CPR (3-Month) (Reported in Nov)						
<b>Pass Through RMBS</b>												
15yr 2.5	\$ 220,381	\$ 231,511	3.70%	\$ 105.05	2.50%	2.87%	10	165	8.4%	8.2%	\$ 3,638	\$ (4,204)
15yr 4.0	560	601	0.01%	107.22	4.00%	4.51%	42	116	94.7%	65.1%	7	(9)
15yr Total	220,941	232,112	3.71%	105.06	2.50%	2.88%	11	165	8.6%	8.4%	3,645	(4,213)
30yr 2.5	1,099,648	1,131,713	18.07%	102.92	2.50%	3.32%	6	353	6.3%	10.0%	17,903	(26,303)
30yr 3.0	4,058,659	4,317,668	68.94%	106.38	3.00%	3.47%	7	351	8.5%	8.3%	74,245	(100,993)
30yr 3.5	322,110	350,689	5.60%	108.87	3.50%	4.01%	20	333	22.5%	21.5%	5,248	(6,833)
30yr 4.0	79,496	87,231	1.39%	109.73	4.00%	4.72%	36	321	8.8%	25.2%	969	(1,155)
30yr Total	5,559,913	5,887,301	94.00%	105.89	2.94%	3.49%	8	350	8.9%	9.8%	98,365	(135,284)
<b>Total Pass Through RMBS</b>	<b>5,780,854</b>	<b>6,119,413</b>	<b>97.71%</b>	<b>105.86</b>	<b>2.93%</b>	<b>3.47%</b>	<b>8</b>	<b>343</b>	<b>8.9%</b>	<b>9.7%</b>	<b>102,010</b>	<b>(139,497)</b>
<b>Structured RMBS</b>												
IO 20yr 3.0	403,730	42,491	0.68%	10.52	3.00%	3.69%	64	170	31.5%	32.2%	(4,150)	2,829
IO 20yr 4.0	14,297	1,789	0.03%	12.51	4.00%	4.58%	118	114	16.1%	19.5%	(34)	20
IO 30yr 3.0	95,960	13,536	0.22%	14.11	3.00%	3.65%	50	302	22.4%	21.9%	(1,347)	1,002
IO 30yr 3.5	329,337	56,290	0.90%	17.09	3.50%	4.01%	48	303	21.6%	20.1%	(4,670)	3,477
IO 30yr 4.0	188,371	25,426	0.41%	13.50	4.00%	4.56%	67	286	31.7%	32.1%	(2,221)	2,113
IO 30yr 4.5	5,040	846	0.01%	16.79	4.50%	4.99%	136	211	22.3%	24.5%	(79)	65
IO 30yr 5.0	2,844	495	0.01%	17.39	5.00%	5.36%	136	212	25.7%	33.2%	(38)	35
IO Total	1,039,579	140,873	2.25%	13.55	3.37%	3.97%	59	245	27.3%	25.8%	(12,539)	9,541
IIO 30yr 4.0	47,560	2,577	0.04%	5.42	3.75%	4.41%	49	303	20.9%	30.3%	(169)	(80)
<b>Total Structured RMBS</b>	<b>1,087,139</b>	<b>143,450</b>	<b>2.29%</b>	<b>13.20</b>	<b>3.38%</b>	<b>3.99%</b>	<b>59</b>	<b>247</b>	<b>27.0%</b>	<b>26.0%</b>	<b>(12,708)</b>	<b>9,461</b>
<b>Total Mortgage Assets</b>	<b>\$ 6,867,993</b>	<b>\$ 6,262,863</b>	<b>100.00%</b>		<b>3.00%</b>	<b>3.55%</b>	<b>16</b>	<b>328</b>	<b>11.8%</b>	<b>12.4%</b>	<b>\$ 89,302</b>	<b>\$ (130,036)</b>

Hedge	Average Notional Balance	Hedge Period End	Interest	Interest
			Rate Sensitivity (-50 BPS) <sup>(1)</sup>	Rate Sensitivity (+50 BPS) <sup>(1)</sup>
Eurodollar Futures	\$ (50,000)	Dec-2021	\$ (63)	\$ 63
Swaps	(1,355,000)	Dec-2026	(35,623)	35,623
5-Year Treasury Future <sup>(2)</sup>	(269,000)	Dec-2021	(10,605)	5,954
10-Year Treasury Ultra <sup>(3)</sup>	(175,000)	Dec-2021	(20,512)	12,119
TBA	(400,000)	Nov-2021	(4,933)	7,517
Swaptions	(327,000)	Oct-2022	(8,155)	10,081
Yield Curve Spread Floor	(150,000)	Feb-2023	n/a	n/a
<b>Hedge Total</b>	<b>\$ (2,726,000)</b>		<b>\$ (79,891)</b>	<b>\$ 71,357</b>
<b>Rate Shock Grand Total</b>			<b>\$ 9,411</b>	<b>\$ (58,679)</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 \$121.75 at October 31, 2021. The market value of the short position was \$327.5 million.
- (3) Ten-year Treasury Ultra futures contracts were valued at prices of \$145.03 at October 31, 2021. The market value of the short position was \$253.8 million.

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

Asset Category	Fair Value	Percentage of Portfolio
<b>As of October 31, 2021</b>		
Fannie Mae	\$ 4,775,588	76.3%
Freddie Mac	1,487,275	23.7%
<b>Total Mortgage Assets</b>	<b>\$ 6,262,863</b>	<b>100.0%</b>

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

Asset Category	Fair Value	Percentage of Portfolio
<b>As of October 31, 2021</b>		
Non-Whole Pool Assets	\$ 317,823	5.1%
Whole Pool Assets	5,945,040	94.9%
<b>Total Mortgage Assets</b>	<b>\$ 6,262,863</b>	<b>100.0%</b>

**Borrowings By Counterparty**

(\$ in thousands)

<b>As of October 31, 2021</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>
Wells Fargo Bank, N.A.	\$ 449,068	7.5%	0.11%	29	12/21/2021
Mirae Asset Securities (USA) Inc.	440,198	7.3%	0.12%	49	9/14/2022
RBC Capital Markets, LLC	426,995	7.1%	0.11%	25	1/20/2022
ABN AMRO Bank N.V.	417,607	6.9%	0.12%	32	1/12/2022
Mitsubishi UFJ Securities (USA), Inc	384,618	6.4%	0.20%	75	3/31/2022
J.P. Morgan Securities LLC	358,401	5.9%	0.12%	11	11/24/2021
Citigroup Global Markets Inc	330,172	5.5%	0.11%	14	11/18/2021
Goldman, Sachs & Co.	321,805	5.3%	0.13%	25	12/27/2021
Cantor Fitzgerald & Co	314,581	5.2%	0.12%	48	1/24/2022
Santander Bank, N.A.	310,800	5.1%	0.11%	43	12/28/2021
ASL Capital Markets Inc.	309,300	5.1%	0.11%	15	11/19/2021
ED&F Man Capital Markets Inc	305,705	5.1%	0.11%	66	1/24/2022
Nomura Securities International, Inc.	298,406	4.9%	0.11%	22	12/13/2021
ING Financial Markets LLC	280,692	4.7%	0.12%	11	11/12/2021
Daiwa Capital Markets America Inc.	216,544	3.6%	0.11%	42	12/14/2021
Bank of Montreal	216,309	3.6%	0.12%	28	12/14/2021
South Street Securities, LLC	172,739	2.9%	0.12%	15	11/23/2021
Barclays Capital Inc	145,391	2.4%	0.11%	15	11/15/2021
Merrill Lynch, Pierce, Fenner & Smith	134,945	2.2%	0.15%	42	12/13/2021
Austin Atlantic Asset Management Co.	98,059	1.6%	0.14%	4	11/4/2021
Lucid Cash Fund USG, LLC	73,170	1.2%	0.11%	10	11/10/2021
Lucid Price Fund, LLC	19,101	0.3%	0.38%	10	11/10/2021
J.V.B. Financial Group, LLC	10,383	0.2%	0.12%	38	12/8/2021
<b>Total Borrowings</b>	<b>\$ 6,034,989</b>	<b>100.0%</b>	<b>0.12%</b>	<b>32</b>	<b>9/14/2022</b>

**Contact:**

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