

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 14, 2017**

**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))

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 September 14, 2017, Orchid Island Capital, Inc. (the "Company") announced that the Board of Directors of the Company declared a dividend for the month of September 2017 of \$0.14 per share to be paid on October 10, 2017 to holders of record on September 29, 2017, with an ex-dividend date of September 28, 2017. In addition, the Company announced certain details of its MBS portfolio as of August 31, 2017, 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 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 Form 10-K for the year ended December 31, 2016. 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 September 14, 2017</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: September 14, 2017

ORCHID ISLAND CAPITAL, INC.

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

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INDEX TO EXHIBITS

Exhibit No.	Description
<a href="#">99.1</a>	<a href="#">Press Release dated September 14, 2017</a>

**ORCHID ISLAND CAPITAL ANNOUNCES  
SEPTEMBER 2017 MONTHLY DIVIDEND AND  
AUGUST 31, 2017 RMBS PORTFOLIO CHARACTERISTICS**

September 2017 Monthly Dividend of \$0.14 Per Share  
RMBS Portfolio Characteristics as of August 31, 2017

Vero Beach, Fla., September 14, 2017 - Orchid Island Capital, Inc. (the "Company") (NYSE:ORC) announced today that the Board of Directors declared a monthly cash dividend for the month of September 2017. The dividend of \$0.14 per share will be paid October 10, 2017, to holders of record on September 29, 2017, with an ex-dividend date of September 28, 2017.

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 September 14, 2017, the Company had 45,303,821 shares outstanding. At June 30, 2017, the Company had 45,299,812 shares outstanding.

**RMBS Portfolio Characteristics**

Details of the RMBS portfolio as of August 31, 2017 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.

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## 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 Form 10-K for the year ended December 31, 2016.

## RMBS Valuation Characteristics

(\$ in thousands)

Asset Category	Current	Fair	Current	Percentage	Weighted	Realized
	Face	Value <sup>(1)</sup>	Price	of Portfolio	Average Coupon	Aug 2017 CPR (Reported in Sep)
<b>As of August 31, 2017</b>						
Adjustable Rate RMBS	\$ 1,801	\$ 1,916	\$ 106.38	0.05%	3.55%	51.67%
10-1 Hybrid Rate RMBS	41,293	42,474	102.86	1.07%	2.55%	3.63%
<b>Hybrid Adjustable Rate RMBS</b>	<b>41,293</b>	<b>42,474</b>	<b>102.86</b>	<b>1.07%</b>	<b>2.55%</b>	<b>3.63%</b>
15 Year Fixed Rate RMBS	41,541	43,943	105.78	1.10%	3.50%	8.41%
20 Year Fixed Rate RMBS	284,813	304,263	106.83	7.63%	4.00%	2.78%
30 Year Fixed Rate RMBS	3,171,935	3,445,250	108.62	86.43%	4.45%	7.76%
<b>Total Fixed Rate RMBS</b>	<b>3,498,289</b>	<b>3,793,456</b>	<b>108.44</b>	<b>95.16%</b>	<b>4.41%</b>	<b>7.36%</b>
<b>Total Pass-through RMBS</b>	<b>3,541,383</b>	<b>3,837,846</b>	<b>108.37</b>	<b>96.28%</b>	<b>4.39%</b>	<b>7.34%</b>
Interest-Only Securities	765,748	91,684	11.97	2.30%	3.75%	15.22%
Inverse Interest-Only Securities	361,407	56,698	15.69	1.42%	4.44%	10.72%
<b>Structured RMBS</b>	<b>1,127,155</b>	<b>148,382</b>	<b>13.16</b>	<b>3.72%</b>	<b>4.02%</b>	<b>13.77%</b>
<b>Total Mortgage Assets</b>	<b>\$ 4,668,538</b>	<b>\$ 3,986,228</b>		<b>100.00%</b>	<b>4.37%</b>	<b>8.89%</b>

## RMBS Assets by Agency

(\$ in thousands)

Asset Category	Fair Value <sup>(1)</sup>	Percentage of Portfolio	Investment Company Act of 1940 Whole Pool Test	
			Fair Value <sup>(1)</sup>	Percentage of Portfolio
<b>As of August 31, 2017</b>			<b>As of August 31, 2017</b>	
Fannie Mae	\$ 2,665,070	66.9%	Whole Pool Assets	\$ 3,342,352 83.8%
Freddie Mac	1,314,175	32.9%	Non-Whole Pool Assets	643,876 16.2%
Ginnie Mae	6,983	0.2%	Total Mortgage Assets	\$ 3,986,228 100.0%
<b>Total Mortgage Assets</b>	<b>\$ 3,986,228</b>	<b>100.0%</b>		

(1) Amounts in the tables above exclude assets with a fair value of approximately \$52.1 million sold in August 2017, which settle in September 2017.

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

As of August 31, 2017	Total Borrowings	% of Total Debt	Weighted Average Maturity in Days	Longest Maturity
J.P. Morgan Securities LLC	\$ 626,182	16.3%	186	8/10/2018
Citigroup Global Markets Inc	365,886	9.6%	13	9/27/2017
Mirae Asset Securities (USA) Inc.	327,518	8.6%	149	8/10/2018
ICBC Financial Services LLC	257,159	6.8%	17	10/12/2017
Cantor Fitzgerald & Co	246,872	6.5%	47	10/19/2017
Wells Fargo Bank, N.A.	242,611	6.4%	10	9/11/2017
RBC Capital Markets, LLC	224,584	5.9%	46	10/16/2017
Mitsubishi UFJ Securities (USA), Inc	207,565	5.5%	47	10/23/2017
South Street Securities, LLC	173,614	4.6%	12	9/25/2017
Merrill Lynch, Pierce, Fenner & Smith Incorporated	156,925	4.1%	17	10/2/2017
ED&F Man Capital Markets Inc	152,651	4.0%	18	10/6/2017
Nomura Securities International, Inc.	142,671	3.8%	54	11/15/2017
Natixis, New York Branch	135,659	3.6%	18	9/29/2017
Guggenheim Securities, LLC	114,013	3.0%	16	9/29/2017
Goldman, Sachs & Co	109,319	2.9%	27	10/13/2017
FHLB-Cincinnati	101,719	2.7%	1	9/1/2017
Daiwa Securities America Inc.	95,345	2.5%	11	9/14/2017
KGS-Alpha Capital Markets, L.P	66,963	1.8%	129	8/14/2018
Mizuho Securities USA, Inc	25,686	0.7%	25	9/25/2017
Lucid Cash Fund USG LLC	24,859	0.7%	26	9/26/2017
<b>Total Borrowings</b>	<b>\$ 3,797,801</b>	<b>100.0%</b>	<b>64</b>	<b>8/14/2018</b>

**RMBS Risk Measures**
*(\$ in thousands)*

<b>Mortgage Assets</b>							
Asset Category	Fair Value	Weighted Average Months To Next	Weighted Average Lifetime Cap (if applicable)	Weighted Average Periodic Cap Per Year (if applicable)	Modeled Interest Rate Sensitivity (-50 BPS) <sup>(1)</sup>	Modeled Interest Rate Sensitivity (+50 BPS) <sup>(1)</sup>	
		Coupon Reset (if applicable)					
<b>As of August 31, 2017</b>							
Adjustable Rate RMBS	\$ 1,916	8	10.04%	2.00%	\$ 14	\$ (13)	
Hybrid Adjustable Rate RMBS	42,474	65	7.55%	2.00%	508	(620)	
Total Fixed Rate RMBS	3,793,456	n/a	n/a	n/a	45,020	(67,203)	
Total Pass-through RMBS	3,837,846	n/a	n/a	n/a	45,542	(67,836)	
Interest-Only Securities	91,684	n/a	n/a	n/a	(15,035)	14,297	
Inverse Interest-Only Securities	56,698	1	5.39%	n/a	1,089	(3,274)	
Structured RMBS	148,382	n/a	n/a	n/a	(13,946)	11,023	
Total Mortgage Assets	\$ 3,986,228	n/a	n/a	n/a	\$ 31,596	\$ (56,813)	
<b>Funding Hedges</b>							
					Modeled Interest Rate Sensitivity (-50 BPS) <sup>(1)</sup>	Modeled Interest Rate Sensitivity (+50 BPS) <sup>(1)</sup>	
			Average Notional Balance <sup>(2)</sup>	Hedge Period End Date			
Eurodollar Futures Contracts - Short Positions			\$ 978,571	Dec-2020	\$ (11,243)	\$ 17,125	
Treasury Futures Contracts - Short Positions			115,000	Dec-2027	(4,801)	4,207	
Payer Swaps			1,010,000	Aug-2022	(14,993)	14,993	
Payer Swaption			100,000	Aug-2025	(582)	1,376	
TBA Short Positions			250,000	Sep-2017	(2,053)	2,782	
Total Hedges					(33,672)	40,483	
Grand Total					\$ (2,076)	\$ (16,330)	

(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) Treasury futures contracts were valued at a price of \$126.98 at August 31, 2017. The nominal contract value of the short position was \$146.0 million.

**Contact:**

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