

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): **March 17, 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 March 17, 2021, Orchid Island Capital, Inc. (the “Company”) announced that the Board of Directors of the Company declared a dividend for the month of March 2021 of \$0.065 per share of the Company’s common stock to be paid on April 28, 2021 to holders of record on March 31, 2021, with an ex-dividend date of March 30, 2021. In addition, the Company announced certain details of its RMBS portfolio as of February 28, 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 and expected funding of purchased assets and anticipated borrowings. 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, 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 March 17, 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: March 17, 2021

ORCHID ISLAND CAPITAL, INC.

By: /s/ Robert E. Cauley

Robert E. Cauley

Chairman and Chief Executive Officer

**ORCHID ISLAND CAPITAL ANNOUNCES  
MARCH 2021 MONTHLY DIVIDEND AND  
FEBRUARY 28, 2021 RMBS PORTFOLIO CHARACTERISTICS**

- March 2021 Monthly Dividend of \$0.065 Per Share of Common Stock
- RMBS Portfolio Characteristics as of February 28, 2021
- Next Dividend Announcement Expected April 14, 2021

Vero Beach, Fla., March 17, 2021 - 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 March 2021. The dividend of \$0.065 per share will be paid April 28, 2021, to holders of record of the Company's common stock on March 31, 2021, with an ex-dividend date of March 30, 2021. The Company plans on announcing its next common stock dividend on April 14, 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 March 17, 2021, the Company had 94,321,365 shares of common stock outstanding. As of February 28, 2021, the Company had 85,121,365 shares of common stock outstanding. As of December 31, 2020, the Company had 76,073,317 shares of common stock outstanding.

**RMBS Portfolio Characteristics**

Details of the RMBS portfolio as of February 28, 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 Company's distributions. These forward-looking statements are based upon Orchid Island Capital, Inc.'s present expectations,

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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 Coupon	GWAC	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>
									Feb 2021 CPR (1-Month) in Mar)	Dec - Feb 2021 CPR (3-Month) in Mar)		
<b>Pass Through RMBS</b>												
15yr 2.5	\$ 238,175	\$ 253,790	6.55%	\$ 106.56	2.50%	2.87%	2	174	2.41%	n/a	\$ 4,295	\$ (4,998)
15yr 4.0	629	676	0.02%	107.58	4.00%	4.50%	34	122	8.05%	18.57%	8	(9)
15yr Total	238,804	254,466	6.56%	106.56	2.50%	2.88%	3	174	2.43%	18.57%	4,303	(5,007)
20yr 2.0	395,950	407,705	10.52%	102.97	2.00%	2.86%	3	237	3.26%	3.22%	6,322	(8,905)
20yr Total	395,950	407,705	10.52%	102.97	2.00%	2.86%	3	237	3.26%	3.22%	6,322	(8,905)
30yr 2.5	1,231,466	1,287,446	33.21%	104.55	2.50%	3.31%	4	354	4.52%	4.19%	25,433	(34,380)
30yr 3.0	846,209	919,714	23.72%	108.69	3.00%	3.48%	6	353	6.67%	7.14%	21,029	(24,742)
30yr 3.5	607,218	668,872	17.25%	110.15	3.50%	4.00%	15	339	19.91%	19.18%	10,390	(14,645)
30yr 4.0	176,155	198,298	5.11%	112.57	4.00%	4.51%	30	322	15.26%	19.26%	3,839	(4,375)
30yr 4.5	90,796	102,649	2.65%	113.05	4.50%	5.00%	21	335	30.97%	29.10%	1,142	(1,622)
30yr Total	2,951,844	3,176,979	81.94%	107.63	3.00%	3.62%	9	348	9.76%	10.92%	61,833	(79,764)
<b>Total Pass Through RMBS</b>	<b>3,586,598</b>	<b>3,839,150</b>	<b>99.02%</b>	<b>107.04</b>	<b>2.86%</b>	<b>3.49%</b>	<b>8</b>	<b>324</b>	<b>8.55%</b>	<b>10.20%</b>	<b>72,458</b>	<b>(93,676)</b>
<b>Structured RMBS</b>												
Interest-Only Securities	238,355	33,354	0.86%	13.99	3.98%	4.57%	80	265	35.64%	40.44%	(3,881)	3,642
Inverse Interest-Only Securities	69,363	4,644	0.12%	6.69	3.74%	4.40%	42	312	27.54%	n/a	(214)	(264)
<b>Total Structured RMBS</b>	<b>307,718</b>	<b>37,998</b>	<b>0.98%</b>	<b>12.35</b>	<b>3.93%</b>	<b>4.53%</b>	<b>71</b>	<b>276</b>	<b>33.81%</b>	<b>40.44%</b>	<b>(4,095)</b>	<b>3,378</b>
<b>Total Mortgage Assets</b>	<b>\$ 3,894,316</b>	<b>\$ 3,877,148</b>	<b>100.00%</b>		<b>2.94%</b>	<b>3.57%</b>	<b>13</b>	<b>320</b>	<b>10.55%</b>	<b>12.71%</b>	<b>\$ 68,363</b>	<b>\$ (90,298)</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	\$ (250)	\$ 250
Swaps	(855,000)	Apr-2026	(22,245)	22,245
5-Year Treasury Future	(69,000)	Mar-2021 <sup>(2)</sup>	(2,200)	2,226
TBA	(828,000)	Feb-2021	(11,826)	17,986
Swaptions	(725,350)	Feb-2022	(5,564)	8,405
Yield Curve Spread Floor	(150,000)	Feb-2023	n/a	n/a
<b>Hedge Total</b>	<b>\$ (2,677,350)</b>		<b>\$ (42,085)</b>	<b>\$ 51,112</b>
<b>Rate Shock Grand Total</b>			<b>\$ 26,278</b>	<b>\$ (39,186)</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 \$123.97 at February 28, 2021. The market value of the short position was \$85.5 million.

**RMBS Assets by Agency**

*(\$ in thousands)*

<b>Asset Category</b>	<b>Fair Value</b>	<b>Percentage of Portfolio</b>
<b>As of February 28, 2021</b>		
Fannie Mae	\$ 3,074,228	79.3%
Freddie Mac	802,920	20.7%
<b>Total Mortgage Assets</b>	<b>\$ 3,877,148</b>	<b>100.0%</b>

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

*(\$ in thousands)*

<b>Asset Category</b>	<b>Fair Value</b>	<b>Percentage of Portfolio</b>
<b>As of February 28, 2021</b>		
Non-Whole Pool Assets	\$ 541,319	14.0%
Whole Pool Assets	3,335,829	86.0%
<b>Total Mortgage Assets</b>	<b>\$ 3,877,148</b>	<b>100.0%</b>

**Borrowings By Counterparty**

(\$ in thousands)

<b>As of February 28, 2021</b>	<b>Total</b>	<b>% of</b>	<b>Weighted</b>	<b>Weighted</b>	<b>Longest</b>
	<b>Borrowings</b>	<b>Total</b>	<b>Average</b>	<b>Average</b>	<b>Maturity</b>
		<b>Debt</b>	<b>Repo</b>	<b>Maturity</b>	<b>Maturity</b>
			<b>Rate</b>	<b>in Days</b>	
Mirae Asset Securities (USA) Inc.	\$ 383,034	10.3%	0.19%	93	8/5/2021
J.P. Morgan Securities LLC	382,688	10.2%	0.24%	28	7/21/2021
Mitsubishi UFJ Securities (USA), Inc	337,701	9.0%	0.22%	48	4/26/2021
Wells Fargo Bank, N.A.	335,569	8.9%	0.20%	36	4/23/2021
ASL Capital Markets Inc.	256,287	6.8%	0.18%	31	4/26/2021
RBC Capital Markets, LLC	227,580	6.1%	0.18%	74	5/24/2021
Cantor Fitzgerald & Co	223,019	5.9%	0.18%	59	5/13/2021
Citigroup Global Markets Inc	213,195	5.7%	0.18%	73	5/12/2021
Nomura Securities International, Inc.	209,661	5.6%	0.18%	58	5/13/2021
ED&F Man Capital Markets Inc	209,572	5.6%	0.20%	90	8/19/2021
Barclays Capital Inc	156,183	4.2%	0.18%	12	3/12/2021
Merrill Lynch, Pierce, Fenner & Smith	146,184	3.9%	0.19%	11	3/11/2021
ING Financial Markets LLC	123,519	3.3%	0.21%	45	4/14/2021
Daiwa Securities America Inc.	100,971	2.7%	0.19%	13	3/16/2021
ABN AMRO Bank N.V.	89,213	2.4%	0.18%	12	3/12/2021
South Street Securities, LLC	79,132	2.1%	0.26%	63	5/13/2021
Goldman, Sachs & Co.	75,447	2.0%	0.18%	78	5/17/2021
Bank of Montreal	65,733	1.8%	0.18%	11	3/11/2021
Lucid Cash Fund USG LLC	50,423	1.3%	0.23%	11	3/11/2021
Austin Atlantic Asset Management Co.	50,386	1.3%	0.21%	5	3/5/2021
J.V.B. Financial Group, LLC	34,319	0.9%	0.20%	55	4/26/2021
<b>Total Borrowings</b>	<b>\$ 3,749,816</b>	<b>100.0%</b>	<b>0.20%</b>	<b>49</b>	<b>8/19/2021</b>

**Contact:**

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