



## Orchid Island Capital Announces December 2022 Monthly Dividend and November 30, 2022 RMBS Portfolio Characteristics

December 13, 2022

- December 2022 Monthly Dividend of \$0.16 Per Share of Common Stock
- RMBS Portfolio Characteristics as of November 30, 2022
- Estimated Book Value per common share of \$11.95 to \$12.05 as of December 9, 2022
- Next Dividend Announcement Expected January 11, 2023

VERO BEACH, Fla.--(BUSINESS WIRE)-- Orchid Island Capital, Inc. (the "Company") (NYSE: ORC) announced today that the Board of Directors of the Company declared a monthly cash dividend for the month of December 2022. The dividend of \$0.16 per share will be paid January 27, 2023 to holders of record of the Company's common stock on December 30, 2022, with an ex-dividend date of December 29, 2022. The Company plans on announcing its next common stock dividend on January 11, 2023.

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 December 13, 2022 and November 30, 2022, the Company had 37,307,255 shares of common stock outstanding. As of September 30, 2022, the Company had 35,066,251 shares of common stock outstanding.

### RMBS Portfolio Characteristics

Details of the RMBS portfolio as of November 30, 2022 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

### Estimated December 9, 2022 Book Value Per Share

The Company estimates book value per share as of December 9, 2022 to be approximately \$11.95 to \$12.05 per share, an increase of approximately 5% to 10% from the book value at September 30, 2022 of \$11.42 per share. The estimated book value per share includes a deduction for the Company's November 2022 dividend that will be paid on December 28, 2022, which was declared on November 9, 2022 with a November 30, 2022 record date. The estimated book value per share is unaudited and has not been verified or reviewed by any third party. The Company undertakes no obligation to update or revise its estimated book value per share.

### 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 and expected funding of purchased assets. 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, 2021.

### RMBS Valuation Characteristics

(\$ in thousands)

Type	Current Face	Fair Value <sup>(1)</sup>	% of Portfolio	Net Weighted Current Price	Net Weighted Average Coupon	GWAC	Age (Months)	Weighted Average Maturity	Realized	Realized	Modeled Interest Rate Sensitivity (-50 BPS) <sup>(1)</sup>	Modeled Interest Rate Sensitivity (+50 BPS) <sup>(2)</sup>
									Nov 2022	Nov 2022		
									CPR (1-Month)	CPR (3-Month)		
<b>Pass Through RMBS</b>												
15yr 4.0	\$ 402	\$ 396	0.01%	\$ 98.47	4.00%	4.54%	55	124	0.8%	0.8%	\$ 7	\$ (7)
15yr Total	402	396	0.01%	98.47	4.00%	4.54%	55	124	0.8%	0.8%	7	(7)
30yr 3.0	2,569,029	2,282,232	64.08%	88.84	3.00%	3.44%	19	337	5.1%	5.1%	70,791	(72,990)
30yr 3.5	216,501	201,628	5.66%	93.13	3.50%	4.03%	33	318	6.7%	6.3%	5,383	(5,509)
30yr 4.0	272,939	259,238	7.28%	94.98	4.00%	4.72%	17	341	5.3%	7.0%	6,013	(6,527)
30yr 4.5	369,651	359,870	10.10%	97.35	4.50%	5.45%	5	355	1.7%	n/a	6,218	(7,188)
30yr 5.0	440,411	438,310	12.31%	99.52	5.00%	5.90%	4	356	2.8%	0.8%	6,916	(8,128)
30yr Total	3,868,531	3,541,278	99.43%	91.54	3.47%	4.03%	17	340	4.7%	5.0%	95,321	(100,342)
<b>Total Pass Through RMBS</b>												
	3,868,933	3,541,674	99.44%	91.54	3.47%	4.03%	17	340	4.7%	5.0%	95,328	(100,349)
<b>Structured RMBS</b>												
IO 20yr 4.0	10,964	1,149	0.03%	10.48	4.00%	4.57%	131	102	10.5%	10.0%	3	(5)
IO 30yr 3.0	3,232	399	0.01%	12.34	3.00%	3.64%	94	256	3.9%	1.8%	(3)	-
IO 30yr 4.0	92,311	16,767	0.47%	18.16	4.00%	4.60%	100	252	5.9%	6.5%	(586)	458
IO 30yr 4.5	3,966	733	0.02%	18.47	4.50%	4.99%	149	197	6.6%	8.0%	(13)	9
IO 30yr 5.0	2,216	443	0.01%	20.01	5.00%	5.36%	149	199	9.5%	5.3%	(12)	9
IO Total	112,689	19,491	0.55%	17.30	4.01%	4.60%	105	234	6.4%	6.8%	(611)	471
IIO 30yr 4.0	32,127	482	0.01%	1.50	0.58%	4.40%	62	287	9.2%	4.0%	104	(82)
<b>Total Structured RMBS</b>												
	144,816	19,973	0.56%	13.79	3.25%	4.55%	96	246	7.0%	6.1%	(507)	389
<b>Total Mortgage Assets</b>												
	\$ 4,013,749	\$ 3,561,647	100.00%		3.46%	4.05%	19	337	4.8%	5.0%	\$ 94,821	\$ (99,960)

Hedge	Average Notional Balance	Hedge Period End	Interest Rate Sensitivity (-50 BPS) <sup>(2)</sup>	Interest Rate Sensitivity (+50 BPS) <sup>(2)</sup>
5-Year Treasury Future <sup>(3)</sup>	\$ (750,500)	Mar-2023	\$ (15,942)	\$ 15,591
10-Year Treasury Ultra <sup>(4)</sup>	(174,500)	Mar-2023	(8,520)	8,060
Swaps	(1,400,000)	Jul-2028	(33,311)	32,236
TBA	(675,000)	Jan-2023	(18,218)	19,226
Swaptions	(613,000)	Jan-2024	(7,969)	9,714
<b>Hedge Total</b>	<b>\$(3,613,000)</b>		<b>\$ (83,960)</b>	<b>\$ 84,827</b>
<b>Rate Shock Grand</b>			<b>\$ 10,861</b>	<b>\$ (15,133)</b>

**Total**

- (1) Amounts in the tables above include assets with a fair value of approximately \$285.3 million purchased in November 2022, which settle in December 2022.
- (2) 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.
- (3) Five-year Treasury futures contracts were valued at prices of \$108.57 at November 30, 2022. The market value of the short position was \$814.8 million.
- (4) Ten-year Treasury Ultra futures contracts were valued at prices of \$119.66 at November 30, 2022. The market value of the short position was \$208.8 million.

**RMBS Assets by Agency**

(\$ in thousands)

Asset Category	Fair Value <sup>(1)</sup>	Percentage of Portfolio
<b>As of November 30, 2022</b>		
Fannie Mae	\$ 2,335,494	65.6%
Freddie Mac	1,226,153	34.4%
Total Mortgage Assets	\$ 3,561,647	100.0%

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

(\$ in thousands)

Asset Category	Fair Value <sup>(1)</sup>	Percentage of Portfolio
<b>As of November 30, 2022</b>		
Non-Whole Pool Assets	\$ 158,160	4.4%
Whole Pool Assets	3,403,487	95.6%
Total Mortgage Assets	\$ 3,561,647	100.0%

- (1) Amounts in the tables above include assets with a fair value of approximately \$285.3 million purchased in November 2022, which settle in December 2022.

**Borrowings By Counterparty**

(\$ in thousands)

As of November 30, 2022	Total Borrowings <sup>(1)</sup>	% of Total Debt	Weighted Average Repo Rate	Weighted Average Maturity in Days	Longest Maturity
Mirae Asset Securities (USA) Inc.	\$ 312,687	10.3%	3.95%	64	5/18/2023
Merrill Lynch, Pierce, Fenner & Smith	271,064	8.9%	3.96%	7	12/28/2022
Daiwa Capital Markets America Inc.	250,859	8.2%	3.92%	15	12/15/2022
ING Financial Markets LLC	228,279	7.5%	3.90%	15	12/15/2022
Cantor Fitzgerald & Co	224,314	7.4%	3.93%	13	12/15/2022
ABN AMRO Bank N.V.	218,522	7.2%	3.92%	13	12/13/2022
J.P. Morgan Securities LLC	214,827	7.0%	3.95%	13	12/23/2022
RBC Capital Markets, LLC	213,759	7.0%	3.93%	14	12/15/2022
ED&F Man Capital Markets Inc	187,959	6.2%	3.85%	15	12/19/2022
Mitsubishi UFJ Securities (USA), Inc	178,009	5.8%	4.20%	37	1/30/2023
Goldman, Sachs & Co.	125,376	4.1%	3.99%	17	12/23/2022
Santander Bank, N.A.	116,178	3.8%	4.40%	55	1/27/2023
StoneX Financial Inc.	111,734	3.7%	3.92%	6	12/15/2022
Citigroup Global Markets Inc	103,509	3.4%	4.28%	45	1/23/2023
Wells Fargo Bank, N.A.	91,621	3.0%	3.92%	12	12/13/2022
BMO Capital Markets Corp.	77,708	2.5%	4.37%	54	1/23/2023
ASL Capital Markets Inc.	63,131	2.1%	4.03%	21	12/21/2022
South Street Securities, LLC	36,656	1.2%	3.97%	15	12/15/2022
Lucid Cash Fund USG, LLC	18,787	0.6%	3.92%	8	12/8/2022
Lucid Prime Fund, LLC	2,662	0.1%	3.92%	8	12/8/2022
Total Borrowings	\$ 3,047,641	100.0%	3.99%	23	5/18/2023

- (1) In November 2022, the Company purchased assets with a fair value of approximately \$285.3 million, which settle in December 2022 that are expected to be funded substantially by repurchase agreements not included in the table above.

View source version on [businesswire.com: https://www.businesswire.com/news/home/20221213006007/en/](https://www.businesswire.com/news/home/20221213006007/en)

Orchid Island Capital, Inc.

Robert E. Cauley  
Telephone: (772) 231-1400

Source: Orchid Island Capital, Inc.