



Orchid Island Capital Announces Estimated Second Quarter 2024 Results, July 2024 Monthly Dividend and June 30, 2024 RMBS Portfolio Characteristics

July 10, 2024

- July 2024 Monthly Dividend of \$0.12 Per Share of Common Stock
- Estimated Book Value Per Share as of June 30, 2024 of \$8.58
- Estimated GAAP net loss of \$0.09 per share for the quarter ended June 30, 2024, including an estimated \$0.1 million of net realized and unrealized gains on RMBS and derivative instruments
- Estimated (2.0)% total return on equity for the quarter ended June 30, 2024
- Estimated book value, net loss and total return on equity amounts are preliminary, subject to change, and subject to review by the Company's independent registered public accounting firm
- RMBS Portfolio Characteristics as of June 30, 2024
- Next Dividend Announcement Expected August 14, 2024

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 July 2024. The dividend of \$0.12 per share will be paid August 29, 2024 to holders of record of the Company's common stock on July 31, 2024, with an ex-dividend date of July 31, 2024. The Company plans on announcing its next common stock dividend on August 14, 2024.

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 July 10, 2024, the Company had 66,849,374 shares of common stock outstanding. As of June 30, 2024, the Company had 64,824,374 shares of common stock outstanding. As of March 31, 2024, the Company had 52,826,169 shares of common stock outstanding.

Estimated June 30, 2024 Book Value Per Share

The Company's estimated book value per share as of June 30, 2024 was \$8.58. The Company computes book value per share by dividing total stockholders' equity by the total number of outstanding shares of common stock. At June 30, 2024, the Company's preliminary estimated total stockholders' equity was approximately \$555.9 million with 64,824,374 shares of common stock outstanding. These figures and the resulting estimated book value per share are preliminary, subject to change, and subject to review by the Company's independent registered public accounting firm.

Estimated Net Loss Per Share and Realized and Unrealized Gains and Losses on RMBS and Derivative Instruments

The Company estimates it generated a net loss per share of \$0.09 for the quarter ended June 30, 2024, which includes an estimated \$0.1 million of net realized and unrealized gains on RMBS and derivative instruments. These amounts compare to total dividends declared during the quarter of \$0.36 per share. Net income (loss) per common share calculated under generally accepted accounting principles can, and does, differ from our REIT taxable income. The Company views REIT taxable income as a better indication of income to be paid in the form of a dividend rather than net income. Many components of REIT taxable income can only be estimated at this time and our monthly dividends declared are based on both estimates of REIT taxable income to be earned over the course of the current quarter and calendar year and a longer-term estimate of the REIT taxable income of the Company. These figures are preliminary, subject to change, and subject to review by the Company's independent registered public accounting firm.

Estimated Total Return on Equity

The Company's estimated total return on equity for the quarter ended June 30, 2024 was (2.0)%. The Company calculates total return on equity as the sum of dividends declared and paid during the quarter plus changes in book value during the quarter, divided by the Company's stockholders' equity at the beginning of the quarter. The total return was \$(0.18) per share, comprised of dividends per share of \$0.36 and a decrease in book value per share of \$0.54 from March 31, 2024.

RMBS Portfolio Characteristics

Details of the RMBS portfolio as of June 30, 2024 are presented below. These figures are preliminary and subject to change and, with respect to figures that will appear in the Company's financial statements and associated footnotes as of and for the quarter ended June 30, 2024, are subject to review by the Company's independent registered public accounting firm:

- 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, 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, 2023.

RMBS Valuation Characteristics

(\$ in thousands)

Type	Current Face	Fair Value	% of Portfolio	Current Price	Net Weighted		Age (Months)	Weighted Average Maturity (Months)	Realized	Realized	Modeled Interest Rate Sensitivity (1)	
					Jun-24 CPR (1-Month)	Apr-24 - Jun-24 CPR (3-Month)			(-50 BPS)	(+50 BPS)		
Fixed Rate RMBS												
30yr 3.0	\$1,344,063	\$1,163,056	25.70%	86.53	3.00%	3.46%	39	315	5.4%	5.5%	\$36,664	\$ (37,298)
30yr 3.5	185,861	167,726	3.71%	90.24	3.50%	4.04%	52	296	9.8%	8.6%	4,725	(4,792)
30yr 4.0	545,532	502,031	11.09%	92.03	4.00%	4.78%	29	327	4.8%	4.3%	12,984	(13,772)
30yr 4.5	322,297	305,678	6.75%	94.84	4.50%	5.45%	24	333	15.3%	13.0%	6,432	(6,940)
30yr 5.0	533,332	517,506	11.43%	97.03	5.00%	5.93%	22	334	15.8%	9.5%	10,381	(11,385)
30yr 5.5	263,728	262,431	5.80%	99.51	5.50%	6.43%	15	342	2.9%	6.7%	4,731	(5,306)
30yr 6.0	617,207	622,737	13.76%	100.90	6.00%	6.98%	11	344	6.9%	11.5%	8,768	(10,054)
30yr 6.5	620,611	635,540	14.04%	102.41	6.50%	7.42%	8	350	9.4%	7.2%	6,818	(8,068)
30yr 7.0	320,972	332,378	7.34%	103.55	7.00%	7.95%	8	347	12.4%	12.4%	2,780	(3,359)
30yr Total	4,753,603	4,509,083	99.63%	94.86	4.72%	5.49%	24	331	8.4%	7.6%	94,283	(100,974)
Total Pass Through RMBS												
	4,753,603	4,509,083	99.63%	94.86	4.72%	5.49%	24	331	8.4%	7.6%	94,283	(100,974)
Structured RMBS												
IO 20yr 4.0	7,890	763	0.02%	9.67	4.00%	4.57%	150	84	11.0%	10.4%	4	(3)
IO 30yr 3.0	2,722	373	0.01%	13.70	3.00%	3.64%	113	237	0.7%	6.9%	1	(1)
IO 30yr 4.0	76,265	14,285	0.32%	18.73	4.00%	4.60%	118	233	9.3%	7.9%	(193)	173
IO 30yr 4.5	3,302	642	0.01%	19.45	4.50%	4.99%	168	178	3.2%	5.0%	(2)	1
IO 30yr 5.0	1,827	384	0.01%	21.04	5.00%	5.36%	168	180	31.3%	12.3%	(3)	2
IO Total	92,006	16,447	0.36%	17.88	4.01%	4.60%	123	217	9.4%	8.1%	(193)	172
IIO 30yr 4.0	25,049	224	0.00%	0.90	0.00%	4.40%	81	267	7.8%	3.3%	79	(62)
Total Structured RMBS												
	117,055	16,671	0.37%	14.24	3.15%	4.55%	114	228	9.0%	7.1%	(114)	110
Total Mortgage Assets												
	\$4,870,658	\$4,525,754	100.00%		4.68%	5.47%	26	329	8.4%	7.6%	\$94,169	\$ (100,864)

Hedge	Average Notional		Hedge Period	Modeled Interest Rate Sensitivity (1)	
	Balance	End		(-50 BPS)	(+50 BPS)
3-Month SOFR Futures	\$ (100,000)	Mar-26		\$ (750)	\$ 750
5-Year Treasury Future ⁽²⁾	(421,500)	Sep-24		(8,616)	8,353
Swaps	(3,136,800)	Jul-30		(80,573)	77,666
TBA	(400,000)	Jul-24		(11,206)	11,479
Swaptions	(9,400)	Sep-24		(83)	53
Hedge Total	\$ (4,067,700)			\$ (101,228)	\$ 98,301
Rate Shock Grand Total				\$ (7,059)	\$ (2,563)

(1) Modeled results from Citigroup Global Markets Inc. Yield Book. Interest rate shocks assume instantaneous parallel shifts and horizon prices are calculated assuming constant SOFR 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 \$106.58 at June 30, 2024. The market value of the short position was \$449.2 million.

RMBS Assets by Agency

(\$ in thousands)

Asset Category	Fair Value	Percentage of Portfolio
As of June 30, 2024		
Fannie Mae	\$ 2,906,690	64.2%
Freddie Mac	1,619,064	35.8%
Total Mortgage Assets	\$ 4,525,754	100.0%

Investment Company Act of 1940 Whole Pool Test

(\$ in thousands)

Asset Category	Fair Value	Percentage of Portfolio
As of June 30, 2024		
Non-Whole Pool Assets	\$ 133,303	2.9%
Whole Pool Assets	4,392,451	97.1%
Total Mortgage Assets	\$ 4,525,754	100.0%

Borrowings By Counterparty

(\$ in thousands)

As of June 30, 2024	Total Borrowings	% of Total Debt	Weighted Average Repo Rate	Weighted Average Maturity in Days	Longest Maturity
ABN AMRO Bank N.V.	\$ 292,120	6.7%	5.45%	40	8/29/2024
DV Securities, LLC Repo	276,688	6.4%	5.45%	28	9/27/2024
Mitsubishi UFJ Securities (USA), Inc	264,103	6.1%	5.47%	33	8/29/2024
J.P. Morgan Securities LLC	248,837	5.7%	5.46%	8	7/24/2024
Wells Fargo Bank, N.A.	245,795	5.7%	5.46%	14	7/15/2024
Banco Santander SA	244,119	5.6%	5.47%	36	8/19/2024
Citigroup Global Markets Inc	243,766	5.6%	5.45%	22	7/24/2024
Cantor Fitzgerald & Co	240,022	5.5%	5.45%	15	7/15/2024
RBC Capital Markets, LLC	230,733	5.3%	5.47%	15	7/15/2024
Marex Capital Markets Inc.	220,831	5.1%	5.45%	50	8/19/2024
ASL Capital Markets Inc.	213,654	4.9%	5.44%	17	7/29/2024
Goldman, Sachs & Co	207,923	4.8%	5.46%	15	7/15/2024
Bank of Montreal	206,039	4.7%	5.47%	15	7/15/2024
Clear Street LLC	190,252	4.4%	5.46%	40	9/20/2024
Mirae Asset Securities (USA) Inc.	189,247	4.4%	5.47%	64	9/18/2024
Merrill Lynch, Pierce, Fenner & Smith	187,004	4.3%	5.48%	15	7/29/2024
Daiwa Securities America Inc.	169,261	3.9%	5.47%	54	8/23/2024
StoneX Financial Inc.	159,516	3.7%	5.46%	16	7/16/2024
South Street Securities, LLC	150,210	3.5%	5.46%	65	9/24/2024
ING Financial Markets LLC	124,998	2.9%	5.47%	32	8/1/2024
Lucid Prime Fund, LLC	23,454	0.5%	5.46%	18	7/18/2024
Lucid Cash Fund USG LLC	17,132	0.4%	5.47%	18	7/18/2024
Total Borrowings	\$ 4,345,704	100.0%	5.46%	29	9/27/2024



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Source: Orchid Island Capital, Inc.