

Part II Organizational Action *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____
Sections 301(C)(2).

18 Can any resulting loss be recognized? ▶ No.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ _____
The reportable tax year is 2021.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here
Signature ▶ *Jerry Sintes* Date ▶ January 14, 2022

Paid Preparer Use Only	Print your name ▶ <u>Jerry Sintes</u>	Preparer's signature	Date ▶ <u>January 14, 2022</u>	Check <input type="checkbox"/> if self-employed	PTIN
	Print/Type preparer's name			Firm's EIN ▶	
	Firm's name ▶			Phone no.	

ORCHID ISLAND CAPITAL, INC.
27-3269228
STATEMENT 1
FORM 8937

THE DISTRIBUTIONS MADE ON THE FOLLOWING DATES REDUCE THE BASIS OF THE SECURITY IN THE HANDS OF THE U.S. SHAREHOLDER(S) AS FOLLOWS:

Record Date	Payment Date	Distribution Rate (per share)	Reduction of Basis (per share)
12/31/2020	1/27/2021	\$ 0.065	\$ 0.045500
1/29/2021	2/24/2021	\$ 0.065	\$ 0.045500
2/26/2021	3/29/2021	\$ 0.065	\$ 0.045500
3/31/2021	4/28/2021	\$ 0.065	\$ 0.045500
4/30/2021	5/26/2021	\$ 0.065	\$ 0.045500
5/28/2021	6/28/2021	\$ 0.065	\$ 0.045500
6/30/2021	7/28/2021	\$ 0.065	\$ 0.045500
7/30/2021	8/27/2021	\$ 0.065	\$ 0.045500
8/31/2021	9/28/2021	\$ 0.065	\$ 0.045500
9/30/2021	10/27/2021	\$ 0.065	\$ 0.045500
10/29/2021	11/26/2021	\$ 0.065	\$ 0.045500
11/30/2021	12/29/2021	\$ 0.065	\$ 0.045500