
ARLINGTON

ASSET
INVESTMENT

Investor Presentation

Third Quarter 2020

Information Related to Forward-Looking Statements

Statements concerning interest rates, portfolio allocation, financing costs, portfolio hedging, prepayments, dividends, book value, utilization of loss carryforwards, any change in long-term tax structures (including any REIT election), use of equity raise proceeds and any other guidance on present or future periods constitute forward-looking statements that are subject to a number of factors, risks and uncertainties that might cause actual results to differ materially from stated expectations or current circumstances. These factors include, but are not limited to, the uncertainty and economic impact of the ongoing coronavirus (COVID-19) pandemic and the measures taken by the government to address it, including the impact on our business, financial condition, liquidity and results of operations due to a significant decrease in economic activity and disruptions in our financing operations, among other factors, changes in interest rates, increased costs of borrowing, decreased interest spreads, credit risks underlying the Company's assets, especially related to the Company's mortgage credit investments, changes in political and monetary policies, changes in default rates, changes in prepayment rates and other assumptions underlying our estimates related to our projections of future core earnings, changes in the Company's returns, changes in the use of the Company's tax benefits, the Company's ability to qualify and maintain qualification as a REIT, changes in the agency MBS asset yield, changes in the Company's monetization of net operating loss carryforwards, changes in the Company's investment strategy, changes in the Company's ability to generate cash earnings and dividends, preservation and utilization of the Company's net operating loss and net capital loss carryforwards, impacts of changes to and changes by Fannie Mae and Freddie Mac, actions taken by the U.S. Federal Reserve, the Federal Housing Finance Agency and the U.S. Treasury, availability of opportunities that meet or exceed the Company's risk adjusted return expectations, ability and willingness to make future dividends, ability to generate sufficient cash through retained earnings to satisfy capital needs, and general economic, political, regulatory and market conditions. These and other material risks are described in the Company's most recent Annual Report on Form 10-K and any other documents filed by the Company with the SEC from time to time, which are available from the Company and from the SEC, and you should read and understand these risks when evaluating any forward-looking statement. 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.

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COMPANY SNAPSHOT

Publicly Traded Capital

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Class A Common Stock

Ticker: AAIC
Exchange: NYSE

Market Capitalization: \$86 million ⁽¹⁾

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Senior Notes Due 2023

Ticker: AIW
Exchange: NYSE

Per Annum Interest Rate: 6.625%
Current Strip Yield per Annum: 8.56%⁽¹⁾⁽²⁾
Maturity Date: May 1, 2023

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Series B Cumulative Perpetual Redeemable Preferred Stock

Ticker: AAIC PrB
Exchange: NYSE

Per Annum Dividend Rate:
7.00% Payable Quarterly
Current Strip Yield per Annum: 9.84%⁽¹⁾⁽²⁾

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Senior Notes Due 2025

Ticker: AIC
Exchange: NYSE

Per Annum Interest Rate: 6.75%
Current Strip Yield per Annum: 8.96%⁽¹⁾⁽²⁾
Maturity Date: March 15, 2025

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Series C Fixed-to-Floating Rate Cumulative Redeemable Preferred Stock

Ticker: AAIC PrC
Exchange: NYSE

Per Annum Dividend Rate:
8.25% Payable Quarterly
Current Strip Yield per Annum: 11.10%⁽¹⁾⁽²⁾

Company Snapshot

NYSE Ticker	AAIC
Share Price (11/2/20)	\$2.58
Book Value Per Common Share (9/30/20)	\$5.92
GAAP Net Income per Diluted Share (Q3 '20)	\$0.12
Non-GAAP Core Operating Income per Diluted Share (Q3 '20) ⁽¹⁾	\$0.03
Mortgage Investment Portfolio (9/30/20) ⁽²⁾	\$744 million
Investable Capital (9/30/20) ⁽³⁾	\$310 million

Arlington Asset Investment Corp. Summary

- ▶ Real estate investment trust (“REIT”)
- ▶ Internally-managed
- ▶ Selectively and opportunistically allocate investable capital primarily in mortgage assets with flexibility to invest in other asset classes
 - **Agency MBS**
 - ▶ Highly liquid residential MBS that carry a credit guarantee from Fannie Mae, Freddie Mac or Ginnie Mae
 - **Mortgage Credit Investments**
 - ▶ Includes MBS or mortgage loans secured by residential or commercial real property, securities or loans collateralized by mortgage servicing rights, or other mortgage related investments

(1) A reconciliation of non-GAAP core operating income to GAAP net income (loss) available (attributable) to common stock is provided on slide 16.

(2) Reflects the Company's net investment of \$10.7 million in a variable interest entity with gross assets and liabilities of \$133.0 million and \$122.3 million, respectively, that is consolidated for GAAP financial reporting purposes.

(3) Investable capital represents shareholders' equity plus long-term unsecured debt.

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Q3 2020 FINANCIAL RESULTS AND PORTFOLIO UPDATE

Q3 2020 Financial Highlights

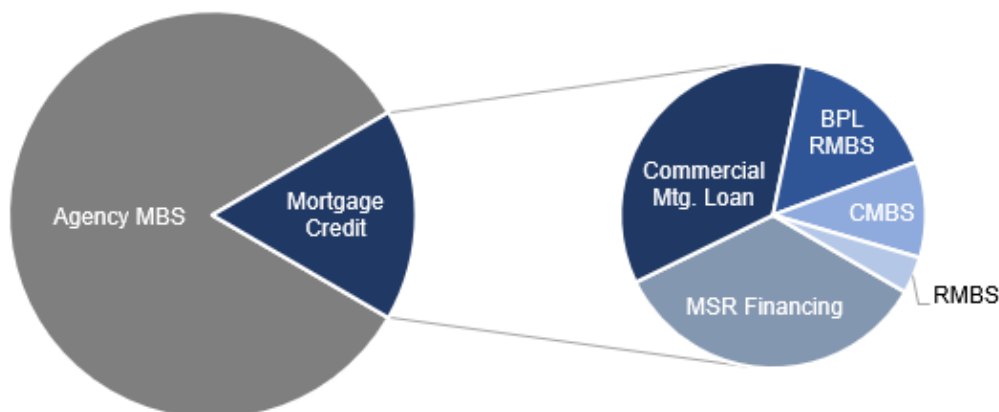
- ▶ **\$0.12 GAAP net income per diluted common share**
- ▶ **\$0.03 non-GAAP core operating income ⁽¹⁾ per diluted common share**
 - Increase from \$0.01 per diluted common share in Q2 2020
- ▶ **\$5.92 book value per common share as of September 30, 2020**
 - Increase of 5.2% from \$5.63 as of June 30, 2020
- ▶ **1.5 to 1 “at risk” short-term recourse secured financing to investable capital ratio ⁽²⁾ as of September 30, 2020**
 - Increase from 1.2 to 1 as of June 30, 2020
- ▶ **2.1 million shares of common stock repurchased for \$5.9 million**
 - Average purchase price of \$2.80 per share
 - Represents 5.8% of common stock outstanding as of June 30, 2020

(1) A reconciliation of non-GAAP core operating income to GAAP net income (loss) available (attributable) to common stock is provided on slide 16.

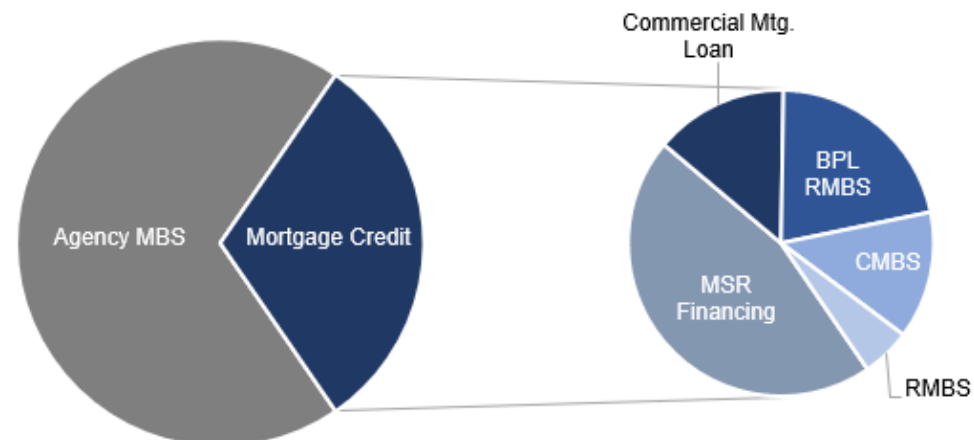
(2) Calculated the ratio of the sum of repurchase agreement financing, net payable or receivable for unsettled securities, net contractual forward price of TBA commitments less cash and cash equivalents compared to investable capital. Investable capital is calculated as the sum of stockholders' equity and long-term unsecured debt.

Investment Portfolio Allocation as of September 30, 2020

Asset Allocation



Investable Capital Allocation



(Dollars in thousands)	Fair Value	% of Total
Agency MBS Investments	\$ 617,170	83%

Mortgage Credit Investments:		
MSR financing	\$ 43,681	6%
Commercial mortgage loan	45,000	6%
Business purpose loan residential MBS ⁽¹⁾	20,537	3%
Small balance commercial MBS	12,875	2%
Residential MBS	4,952	1%
Total Mortgage Credit Investments	\$ 127,045	17%

Total Mortgage Investments	\$ 744,215	100%
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(Dollars in thousands)	Capital ⁽²⁾	% of Total	Leverage ⁽³⁾
Total Agency MBS Investments	\$ 214,456	69%	2.0

Mortgage Credit Investments:			
MSR financing	\$ 43,681	14%	—
Commercial mortgage loan	13,500	4%	2.3
Business purpose loan residential MBS ⁽¹⁾	20,537	7%	—
Small balance commercial MBS	12,875	4%	—
Residential MBS	4,952	2%	—
Total Mortgage Credit Investments	\$ 95,545	31%	0.3

Total Mortgage Investments	\$ 310,001	100%	1.5
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(1) Reflects the Company's net investment of \$10,693 in a variable interest entity with gross assets and liabilities of \$133,003 and \$122,310, respectively, that is consolidated for GAAP financial reporting purposes.

(2) Investable capital is calculated as the Company's GAAP shareholders' equity plus long-term unsecured debt. Investable capital allocated to mortgage credit assets is calculated as mortgage credit securities plus loans less the secured debt collateralized by such assets. Remaining investable capital is allocated to Agency MBS.

(3) Calculated as [short-term secured financing collateralized by MBS +/- net payable (receivable) for unsettled securities - allocated cash] divided by the allocated investable capital.

Agency MBS Investments

Allocated Investable Capital ⁽¹⁾ as of Quarter End	\$214.5 million
Investable Capital Allocation %	69%
Leverage Ratio as of Quarter End ⁽²⁾	2.0x
Q3 Weighted Average Constant Prepayment Rate	8.49%
Q3 Weighted Average GAAP Asset Yield	2.08%
Q3 Levered Return (Including TBAs) Based on Cost ⁽³⁾	7.29%

Agency MBS Investment Portfolio as of September 30, 2020

(Dollars in thousands)

Specified Agency MBS				
Coupon Rate	UPB	Fair Value	Allocation	
2.0%	\$ 124,153	\$ 129,772	21%	
2.5%	283,151	301,043	49%	
3.0%	173,403	186,341	30%	
5.5%	12	14	—	
Total	\$ 580,719	\$ 617,170	100%	

Repo Financing			
Balance	Collateral Fair Value ⁽⁴⁾	Wtd. Avg. Interest Rate	Wtd. Avg. Days to Maturity
\$ 477,239	\$ 501,815	0.21%	14.0

Interest Rate Swap Hedge			
Notional	Fixed Pay Rate	Floating Receive Rate	Years to Maturity
\$ 50,000	0.64%	0.27%	9.6

- 1) Investable capital is calculated as the Company's GAAP shareholders' equity plus long-term unsecured debt. Investable capital allocated to mortgage credit assets is calculated as mortgage credit securities plus loans less the secured debt collateralized buy such assets. Remaining investable capital is allocated to Agency MBS.
- 2) Calculated as [short-term secured financing collateralized by MBS +/- net payable (receivable) for unsettled securities - allocated cash] divided by the allocated investable capital.
- 3) Calculated as the sum of GAAP net interest income attributable to agency MBS, TBA dollar roll income, and interest rate swap net income (expense) divided by the weighted average amortized cost basis of agency MBS and TBA dollar rolls for the period, annualized.
- 4) Includes \$41,441 at sale price of unsettled agency MBS sale commitments which are included in "sold securities receivable" on the Company's balance sheet.

Mortgage Credit Investments

Allocated Investable Capital ⁽¹⁾ as of Quarter End	\$95.5 million
Investable Capital Allocation %	31%
Leverage Ratio as of Quarter End ⁽²⁾	0.3x
Q3 Weighted Average GAAP Asset Yield	6.81%
Q3 Levered GAAP Return Based on Cost ⁽³⁾	7.95%

Mortgage Credit Investment Portfolio as of September 30, 2020 (Dollars in thousands)

Asset Category	UPB	Fair Value ⁽⁴⁾	Fair Value / UPB	Asset Allocation	Repo Financing	Invested Capital	Capital Allocation	Leverage Ratio
MSR financing	\$ 43,600	\$ 43,681	\$ 100.15	34%	\$ —	\$ 43,681	46%	—
Commercial mortgage loan	45,000	45,000	100.00	35%	31,500	13,500	14%	2.3
Business purpose loan residential MBS ⁽⁵⁾	24,577	20,537	83.31	16%	—	20,537	21%	—
Small balance commercial MBS	20,690	12,875	61.74	10%	—	12,875	13%	—
Residential MBS	12,497	4,952	39.09	4%	—	4,952	5%	—
Total	\$ 146,364	\$ 127,045	\$ 86.63	100%	\$ 31,500	\$ 95,545	100%	0.3

Commercial Mortgage Loan Repo Financing

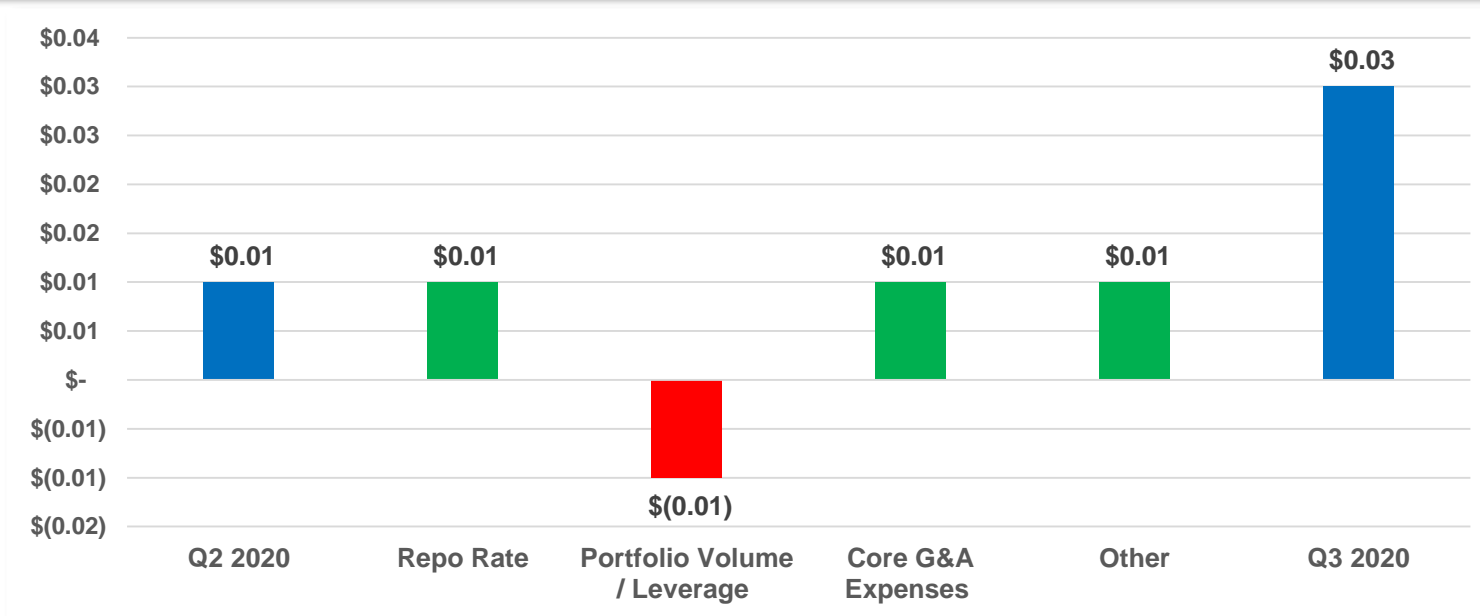
Balance	Collateral Fair Value	Interest Rate	Days to Maturity
\$ 31,500	\$ 45,000	3.00%	318

- 1) Investable capital is calculated as the Company's GAAP shareholders' equity plus long-term unsecured debt. Investable capital allocated to mortgage credit assets is calculated as mortgage credit securities plus loans less the secured debt collateralized by such assets. Remaining investable capital is allocated to Agency MBS.
- 2) Calculated as [short-term secured financing collateralized by mortgage credit investments +/- net payable (receivable) for unsettled securities - allocated cash] divided by the allocated investable capital.
- 3) Calculated as GAAP net interest income attributable to mortgage credit investments divided by the weighted average amortized cost basis of mortgage credit investments for the period, annualized.
- 4) For mortgage credit investments in securities, includes contractual accrued interest receivable.
- 5) Reflects the Company's net investment of \$10,693 in a variable interest entity with gross assets and liabilities of \$133,003 and \$122,310, respectively, that is consolidated for GAAP financial reporting purposes.

Non-GAAP Core Operating Income ⁽¹⁾

<i>(Unaudited, in thousands except per share amounts)</i>	Q3 2020	Q2 2020	Q1 2020	Q4 2019
GAAP net interest income	\$ 3,778	\$ 3,765	\$ 9,141	\$ 7,037
TBA dollar roll income	319	170	105	132
Interest rate swap net interest income (expense)	(23)	(6)	592	2,126
Economic net interest income	4,074	3,929	9,838	9,295
Investment advisory fee income	—	—	—	82
Core general and administrative expenses	(2,375)	(2,734)	(2,850)	(2,140)
Preferred stock dividend	(726)	(758)	(774)	(774)
Non-GAAP core operating income	\$ 973	\$ 437	\$ 6,214	\$ 6,463
Non-GAAP core operating income per diluted common share	\$ 0.03	\$ 0.01	\$ 0.17	\$ 0.18
Weighted average diluted common shares outstanding	34,697	36,666	36,817	36,750

Non-GAAP Core Operating Income Per Diluted Share Rollforward – Q3 2020 vs. Q2 2020



(1) Core operating income and economic net interest income are non-GAAP financial measures. These non-GAAP measures are used by management to evaluate the financial performance of the Company's long-term investment strategy and core business activities over periods of time as well as assist with the determination of the appropriate level of periodic dividends to stockholders. The Company believes that non-GAAP core operating income and economic net interest income assist investors in understanding and evaluating the financial performance of the Company's long-term investment strategy and core business activities over periods of time as well as its earnings capacity. A limitation of utilizing these non-GAAP financial measures is that the effect of accounting for "non-core" events or transactions in accordance with GAAP does, in fact, reflect the financial results of our business and these effects should not be ignored when evaluating and analyzing our financial results. The Company believes that net income and comprehensive income determined in accordance with GAAP should be considered in conjunction with non-GAAP core operating income and economic net interest income. A reconciliation of non-GAAP core operating income to GAAP net income (loss) available (attributable) to common stock is provided on slide 16.

Book Value Per Share Rollforward

Q3 2020	
At June 30, 2020	\$ 5.63
Non-GAAP core operating income ⁽¹⁾	0.03
Agency and other asset gains, net ⁽¹⁾⁽²⁾	0.07
Hedge gains, net ⁽¹⁾⁽³⁾	0.01
Mortgage credit asset gains, net	0.02
Repurchases of stock	0.18
Other, net	(0.02)
At September 30, 2020	\$ 5.92

(1) Calculated based upon weighted average diluted shares outstanding during the quarter.

(2) Excludes TBA dollar roll income, which is included in non-GAAP core operating income.

(3) Excludes net interest income or expense incurred from interest rate swap agreements, which is included in non-GAAP core operating income.

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ADDITIONAL MARKET DATA AND FINANCIAL INFORMATION

Balance Sheet

<i>(Unaudited, in thousands except per share amounts)</i>	September 30, 2020		June 30, 2020	
ASSETS				
Cash and cash equivalents	\$	8,877	\$	14,096
Restricted cash of consolidated VIE		8,658		—
Interest receivable		1,589		1,605
Sold securities receivable		43,703		91,426
Agency MBS		617,170		501,582
Mortgage credit investments		116,352		149,446
Mortgage loans of consolidated VIE, at fair value		124,345		—
Derivative assets, at fair value		1,181		489
Deposits		2,252		2,473
Other assets		21,208		24,683
Total assets	\$	945,335	\$	785,800
LIABILITIES AND STOCKHOLDERS' EQUITY				
Liabilities:				
Repurchase agreements	\$	508,739	\$	426,877
Debt of consolidated VIE, at fair value		121,894		—
Derivative liabilities, at fair value		852		207
Purchased securities payable		—		42,662
Other liabilities		3,433		3,047
Other liabilities of consolidated VIE		416		—
Long-term unsecured debt		73,115		74,022
Total liabilities		708,449		546,815
Common stockholders' equity		200,188		201,217
Preferred stock liquidation preference		36,698		37,768
Total equity		236,886		238,985
Total liabilities and stockholders' equity	\$	945,335	\$	785,800
Shares outstanding (in thousands) ⁽¹⁾		33,801		35,752
Book value per common share ⁽²⁾	\$	5.92	\$	5.63
Short-term secured financing to investable capital leverage ratio ⁽³⁾		1.5		1.2

Assets and liabilities of consolidated VIE:				
Restricted cash	\$	8,658	\$	—
Mortgage loans, at fair value		124,345		—
Debt, at fair value		(121,894)		—
Other liabilities		(416)		—
Net investment in consolidated VIE	\$	10,693	\$	—

(1) Represents shares of common stock outstanding plus vested restricted stock units convertible into common stock less unvested restricted common stock.

(2) Book value per common share is calculated as total equity less the preferred stock liquidation preference divided by common shares outstanding.

(3) Calculated as the sum of repurchase agreement financing, plus (less) any net payable (receivable) for unsettled securities, plus the net contractual forward price of TBA commitments, less cash compared to shareholders' equity plus long-term unsecured debt.

Statement of Comprehensive Income

<i>(Unaudited, in thousands except per share amounts)</i>	Q3 2020		Q2 2020		Q1 2020		Q4 2019	
Interest income								
Agency mortgage-backed securities	\$	2,808	\$	3,517	\$	23,388	\$	27,927
Mortgage credit investments		2,217		2,083		1,442		173
Interest and other income		385		534		143		155
Total interest income		5,410		6,134		24,973		28,255
Interest expense								
Short-term secured debt		470		1,154		14,592		19,970
Long-term unsecured debt		1,162		1,215		1,240		1,248
Total interest expense		1,632		2,369		15,832		21,218
Net interest income		3,778		3,765		9,141		7,037
Investment advisory fee income		—		—		—		82
Investment gain (loss), net		3,952		9,797		(100,068)		23,308
General and administrative expenses								
Compensation and benefits		1,774		1,897		1,858		2,012
Other general and administrative expenses		1,197		1,431		1,385		1,005
Total general and administrative expenses		2,971		3,328		3,243		3,017
Net income (loss)		4,759		10,234		(94,170)		27,410
Dividend on preferred stock		(726)		(758)		(774)		(774)
Net income (loss) available (attributable) to common stock	\$	4,033	\$	9,476	\$	(94,944)	\$	26,636
Basic earnings (loss) per common share	\$	0.12	\$	0.26	\$	(2.59)	\$	0.73
Diluted earnings (loss) per common share	\$	0.12	\$	0.26	\$	(2.59)	\$	0.72
Weighted-average common shares outstanding (in thousands):								
Basic		34,655		36,618		36,711		36,628
Diluted		34,697		36,666		36,711		36,750

Non-GAAP Core Operating Income Reconciliation ⁽¹⁾

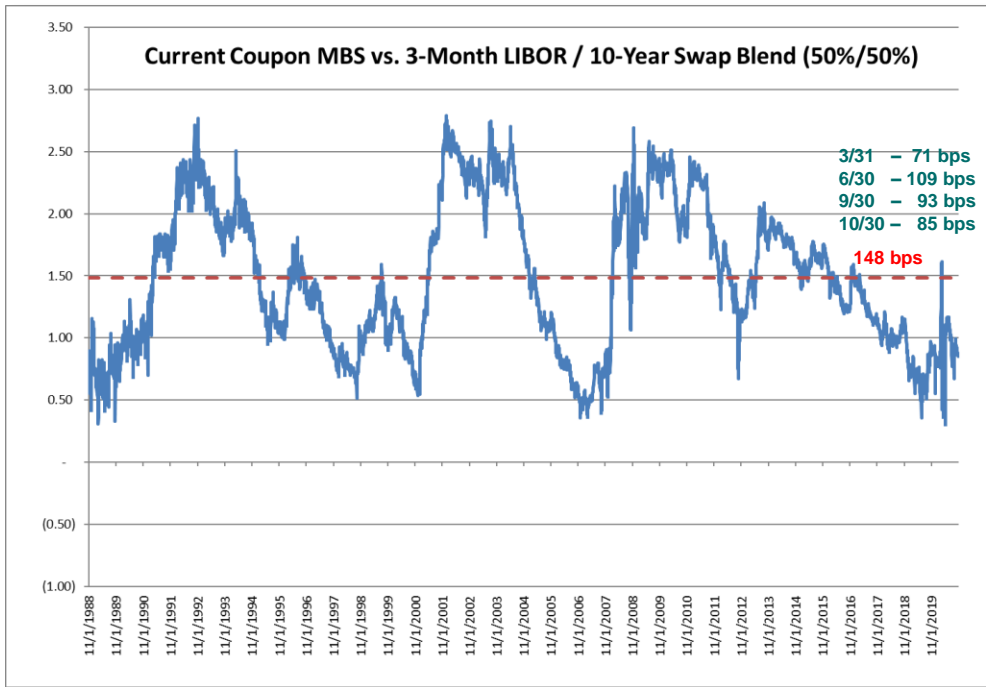
Reconciliation of GAAP Net Income to Non-GAAP Core Operating Income

<i>(Unaudited, in thousands)</i>	Q3 2020	Q2 2020	Q1 2020	Q4 2019
Net income (loss) available (attributable) to common stock	\$ 4,033	\$ 9,476	\$(94,944)	\$ 26,636
<i>Add (less):</i>				
Total investment (gain) loss, net	(3,952)	(9,797)	100,068	(23,308)
Stock-based compensation expense	596	594	393	877
<i>Add back:</i>				
TBA dollar roll income	319	170	105	132
Interest rate swap net interest income (expense)	(23)	(6)	592	2,126
Non-GAAP core operating income	\$ 973	\$ 437	\$ 6,214	\$ 6,463

(1) Core operating income and economic net interest income are non-GAAP financial measures. These non-GAAP measures are used by management to evaluate the financial performance of the Company's long-term investment strategy and core business activities over periods of time as well as assist with the determination of the appropriate level of periodic dividends to stockholders. The Company believes that non-GAAP core operating income and economic net interest income assist investors in understanding and evaluating the financial performance of the Company's long-term investment strategy and core business activities over periods of time as well as its earnings capacity. A limitation of utilizing these non-GAAP financial measures is that the effect of accounting for "non-core" events or transactions in accordance with GAAP does, in fact, reflect the financial results of our business and these effects should not be ignored when evaluating and analyzing our financial results. The Company believes that net income and comprehensive income determined in accordance with GAAP should be considered in conjunction with non-GAAP core operating income and economic net interest income.

Historical Agency MBS Spread and Yield Curve Data

Historical Agency MBS Investment Spread and Yield Curve Data



Book Value Sensitivity to Interest Rates and Spreads

Interest Rate Sensitivity as of September 30, 2020 ⁽¹⁾

	-100 bps	-50 bps	As of 9/30/2020	+50 bps	+100 bps
Common Stockholders' Equity	\$ 205,730	\$ 204,132	\$ 200,188	\$ 192,751	\$ 181,010
Percentage Change	2.8%	2.0%	-	-3.7%	-9.6%

Agency MBS Portfolio Net Duration Gap as of September 30, 2020

	Fair Value / Notional	Duration ⁽²⁾
Agency MBS	\$ 617,170	2.6
Net long agency TBA position	—	—
Total agency MBS	\$ 617,170	2.6
Agency MBS repo ⁽³⁾	\$ (477,239)	(0.1)
Interest rate swap agreements ⁽³⁾	\$ (50,000)	(9.7)
Total liabilities and hedges		(0.9)
Net duration gap		1.7

Agency MBS Spread Sensitivity as of September 30, 2020 ⁽⁴⁾

	-25 bps	-10 bps	As of 9/30/2020	+10 bps	+25 bps
Common Stockholders' Equity	\$ 208,010	\$ 203,317	\$ 200,188	\$ 197,059	\$ 192,366
Percentage Change	3.9%	1.6%	-	-1.6%	-3.9%

(1) Interest rate sensitivity of MBS and TBA commitments is derived from The Yield Book, a third-party model. Actual results could differ significantly from these estimates. Interest rate sensitivity is based on assumptions resulting in certain limitations, including (i) an instantaneous shift in rates with no changes to the slope of the yield curve, (ii) the effect of negative interest rates, (iii) no changes in MBS spreads, and (iv) no changes to the investment or hedge portfolio. Excludes mortgage credit investments.

(2) Duration for agency MBS is derived from the Citi's "The Yield Book," a third-party model. Duration is a measure of how much the price of an asset or liability is expected to change if interest rates move in a parallel manner and is dependent upon several subjective inputs and assumptions. Actual results could differ materially from these estimates. In addition, different models could generate materially different estimates using similar inputs and assumptions.

(3) Total liability and hedge duration is expressed in asset units. Excludes unsecured debt.

(4) Agency MBS spread sensitivity is derived from The Yield Book, a third-party model. Actual results could differ significantly from these estimates. The estimated change in book value reflects an assumed spread weighted average duration of 5.1 years, which is a model-based assumption that is dependent upon the size and composition of our portfolio as well as economic conditions present as of September 30, 2020. The agency MBS spread sensitivity is based on assumptions resulting in certain limitations, including (i) no changes in interest rates, and (ii) no changes to the investment or hedge portfolio.

Market Data ⁽¹⁾⁽²⁾

	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20	Q3 '20 Δ to Q2 '20
30-Year FNMA Fixed Rate MBS						
2.5%	\$ 99.58	\$ 98.92	\$ 103.55	\$ 104.23	\$ 104.89	\$ 0.66
3.0%	\$ 101.55	\$ 101.39	\$ 104.86	\$ 105.30	\$ 104.77	\$ (0.53)
3.5%	\$ 102.64	\$ 102.86	\$ 105.80	\$ 105.17	\$ 105.48	\$ 0.31
4.0%	\$ 103.80	\$ 104.02	\$ 106.77	\$ 105.95	\$ 106.64	\$ 0.69
4.5%	\$ 105.33	\$ 105.30	\$ 107.64	\$ 107.45	\$ 108.17	\$ 0.72
Investment Spreads						
FNMA Current Coupon vs. 10 Yr Swap Rate	105 bps	82 bps	108 bps	93 bps	69 bps	-24 bps
CMBS 2.0/3.0 BBB- vs. Swap Curve	278 bps	280 bps	1100 bps	735 bps	500 bps	-235 bps
U.S. Treasury ("UST") Rates						
2 Yr UST	1.62%	1.57%	0.25%	0.15%	0.13%	-2 bps
3 Yr UST	1.56%	1.61%	0.29%	0.17%	0.16%	-1 bps
5 Yr UST	1.54%	1.69%	0.38%	0.29%	0.28%	-1 bps
7 Yr UST	1.61%	1.83%	0.54%	0.49%	0.47%	-2 bps
10 Yr UST	1.66%	1.92%	0.67%	0.66%	0.68%	2 bps
2 Yr to 10 Yr UST Spread	4 bps	35 bps	42 bps	51 bps	55 bps	4 bps
Interest Rate Swap Rates						
2 Yr Swap	1.63%	1.70%	0.49%	0.23%	0.22%	-1 bps
3 Yr Swap	1.55%	1.69%	0.46%	0.23%	0.24%	1 bps
5 Yr Swap	1.50%	1.73%	0.52%	0.33%	0.35%	2 bps
7 Yr Swap	1.51%	1.80%	0.61%	0.47%	0.50%	3 bps
10 Yr Swap	1.56%	1.90%	0.72%	0.64%	0.71%	7 bps
2 Yr Swap to 2 Yr UST Spread	1 bps	13 bps	24 bps	8 bps	9 bps	1 bps
10 Yr Swap to 10 Yr UST Spread	-10 bps	-2 bps	5 bps	-2 bps	3 bps	5 bps
London Interbank Offered Rates ("LIBOR")						
1 Month LIBOR	2.02%	1.76%	0.99%	0.16%	0.15%	-1 bps
3 Month LIBOR	2.09%	1.91%	1.45%	0.30%	0.23%	-7 bps

(1) 30-Year FNMA fixed rate price information is provided for illustrative purposes only and represents generic FNMA TBA prices and is not meant to be reflective of securities held by the Company.

(2) Source: Bloomberg