

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):
May 9, 2024

CHIMERA INVESTMENT CORPORATION
(Exact name of registrant as specified in its charter)

<u>Maryland</u> (State or Other Jurisdiction of Incorporation)	<u>1-33796</u> (Commission File Number)	<u>26-0630461</u> (IRS Employer Identification No.)
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630 Fifth Avenue, STE 2400
New York, New York
(Address of principal executive offices)
10111
(Zip Code)

Registrant's telephone number, including area code: (888) 895-6557

Securities registered pursuant to Section 12(b) of the Act:

<u>Title of Each Class</u>	<u>Trading Symbol(s)</u>	<u>Name of Each Exchange on Which Registered</u>
Common Stock, par value \$0.01 per share	CIM	New York Stock Exchange
8.00% Series A Cumulative Redeemable Preferred Stock	CIM PRA	New York Stock Exchange
8.00% Series B Fixed-to-Floating Rate Cumulative Redeemable Preferred Stock	CIM PRB	New York Stock Exchange
7.75% Series C Fixed-to-Floating Rate Cumulative Redeemable Preferred Stock	CIM PRC	New York Stock Exchange
8.00% Series D Fixed-to-Floating Rate Cumulative Redeemable Preferred Stock	CIM PRD	New York Stock Exchange

(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))

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 2.02. Results of Operations and Financial Condition

On May 9, 2024, the registrant issued a press release announcing its financial results for the quarter ended March 31, 2024. A copy of the press release is furnished as Exhibit 99.1 to this report.

On May 9, 2024, the registrant posted investor presentation information on the News & Events - Press Releases section of its website (www.chimerareit.com). A copy of the investor presentation information is furnished as Exhibit 99.2 to this report and incorporated herein by reference.

Item 9.01 Financial Statements and Exhibits

(d) Exhibits

99.1 [Press Release, dated May 9, 2024, issued by Chimera Investment Corporation](#)

99.2 [Investor Presentation Q1 2024](#)

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.

Chimera Investment Corporation

By: /s/ Subramaniam Viswanathan
Name: Subramaniam Viswanathan
Title: Chief Financial Officer

Date: May 9, 2024



PRESS RELEASE

NYSE: CIM

CHIMERA INVESTMENT CORPORATION
630 Fifth Ave, Ste 2400
New York, New York 10111

Investor Relations
888-895-6557
www.chimerareit.com

FOR IMMEDIATE RELEASE

CHIMERA INVESTMENT CORPORATION REPORTS 1ST QUARTER 2024 EARNINGS

NEW YORK - (BUSINESS WIRE) - Chimera Investment Corporation (NYSE:CIM) today announced its financial results for the first quarter ended March 31, 2024.

Financial Highlights:

- 1ST QUARTER GAAP NET INCOME OF \$0.45 PER DILUTED COMMON SHARE
- 1ST QUARTER EARNINGS AVAILABLE FOR DISTRIBUTION⁽¹⁾ OF \$0.12 PER DILUTED COMMON SHARE
- GAAP BOOK VALUE OF \$7.11 PER COMMON SHARE

“Chimera’s book value increased in the first quarter to \$7.11 per share and generated an economic return ⁽²⁾ of 7% for the period,” said Phillip J. Kardis, Chimera’s President and CEO. “Since the beginning of the year, we acquired approximately \$50 million in subordinated tranches of new issue mortgage securitizations and settled on \$78 million of residential transition loans. We believe these investments will provide accretive returns to the portfolio while preserving liquidity for future deployment.”

(1) Earnings available for distribution per adjusted diluted common share is a non-GAAP measure. See additional discussion on page 5.

(2) Measured by the change in book value per common share plus common stock dividend.

Other Information

Chimera Investment Corporation is a publicly traded real estate investment trust, or REIT, that is primarily engaged in the business of investing directly or indirectly through its subsidiaries, on a leveraged basis, in a diversified portfolio of mortgage assets, including residential mortgage loans, Non-Agency RMBS, Agency CMBS, Agency RMBS, and other real estate related securities.

CHIMERA INVESTMENT CORPORATION CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

(dollars in thousands, except share and per share data)

(Unaudited)

	March 31, 2024	December 31, 2023
Cash and cash equivalents	\$ 168,958	\$ 221,684
Non-Agency RMBS, at fair value (net of allowance for credit losses of \$20 million and \$19 million, respectively)	1,059,863	1,043,806
Agency MBS, at fair value	65,999	102,484
Loans held for investment, at fair value	11,074,519	11,397,046
Accrued interest receivable	81,147	76,960
Other assets	96,086	87,018
Total assets ⁽¹⁾	\$ 12,546,572	\$ 12,928,998
Liabilities:		
Secured financing agreements (\$3.6 billion and \$3.6 billion pledged as collateral, respectively, and includes \$340 million and \$374 million at fair value, respectively)	\$ 2,384,678	\$ 2,432,115
Securitized debt, collateralized by Non-Agency RMBS (\$244 million and \$249 million pledged as collateral, respectively)	73,162	75,012
Securitized debt at fair value, collateralized by Loans held for investment (\$10.5 billion and \$10.7 billion pledged as collateral, respectively)	7,336,345	7,601,881
Payable for investments purchased	6,135	158,892
Accrued interest payable	35,481	38,272
Dividends payable	54,849	54,552
Accounts payable and other liabilities	10,336	9,355
Total liabilities ⁽¹⁾	\$ 9,900,986	\$ 10,370,079
Stockholders' Equity:		
Preferred Stock, par value of \$0.01 per share, 100,000,000 shares authorized:		
8.00% Series A cumulative redeemable: 5,800,000 shares issued and outstanding, respectively (\$145,000 liquidation preference)	\$ 58	\$ 58
8.00% Series B cumulative redeemable: 13,000,000 shares issued and outstanding, respectively (\$325,000 liquidation preference)	130	130
7.75% Series C cumulative redeemable: 10,400,000 shares issued and outstanding, respectively (\$260,000 liquidation preference)	104	104
8.00% Series D cumulative redeemable: 8,000,000 shares issued and outstanding, respectively (\$200,000 liquidation preference)	80	80
Common stock: par value \$0.01 per share; 500,000,000 shares authorized, 241,417,867 and 241,360,656 shares issued and outstanding, respectively	2,415	2,414
Additional paid-in-capital	4,371,502	4,368,520
Accumulated other comprehensive income	185,447	185,668
Cumulative earnings	4,294,500	4,165,046
Cumulative distributions to stockholders	(6,208,650)	(6,163,101)
Total stockholders' equity	\$ 2,645,586	\$ 2,558,919
Total liabilities and stockholders' equity	\$ 12,546,572	\$ 12,928,998

(1) The Company's consolidated statements of financial condition include assets of consolidated variable interest entities, or VIEs, that can only be used to settle obligations and liabilities of the VIE for which creditors do not have recourse to the primary beneficiary (Chimera Investment Corporation). As of March 31, 2024, and December 31, 2023, total assets of consolidated VIEs were \$10,299,963 and \$10,501,840, respectively, and total liabilities of consolidated VIEs were \$7,093,458 and \$7,349,109, respectively.

Net Income (Loss)

(dollars in thousands, except share and per share data)

(unaudited)

	For the Quarters Ended	
	March 31, 2024	March 31, 2023
Net interest income:		
Interest income ⁽¹⁾	\$ 186,574	\$ 189,250
Interest expense ⁽²⁾	121,468	119,615
Net interest income	65,106	69,635
Increase (decrease) in provision for credit losses	1,347	3,062
Other investment gains (losses):		
Net unrealized gains (losses) on derivatives	5,189	(8,551)
Realized gains (losses) on derivatives	—	(34,134)
Periodic interest cost of swaps, net	5,476	2,819
Net gains (losses) on derivatives	10,665	(39,866)
Net unrealized gains (losses) on financial instruments at fair value	76,765	64,592
Net realized gains (losses) on sales of investments	(3,750)	(5,264)
Gains (losses) on extinguishment of debt	—	2,309
Other investment gains (losses)	4,686	117
Total other gains (losses)	88,366	21,888
Other expenses:		
Compensation and benefits	9,213	10,491
General and administrative expenses	5,720	5,778
Servicing and asset manager fees	7,663	8,417
Transaction expenses	67	6,409
Total other expenses	22,663	31,095
Income (loss) before income taxes	129,462	57,366
Income taxes	8	—
Net income (loss)	\$ 129,454	\$ 57,366
Dividends on preferred stock	18,438	18,438
Net income (loss) available to common shareholders	\$ 111,016	\$ 38,928
Net income (loss) per share available to common shareholders:		
Basic	\$ 0.46	\$ 0.17
Diluted	\$ 0.45	\$ 0.17
Weighted average number of common shares outstanding:		
Basic	243,718,142	231,994,620
Diluted	245,154,643	235,201,614

(1) Includes interest income of consolidated VIEs of \$146,917 and \$139,902 for the quarters ended March 31, 2024 and 2023, respectively.

(2) Includes interest expense of consolidated VIEs of \$73,123 and \$60,152 for the quarters ended March 31, 2024 and 2023, respectively.

CHIMERA INVESTMENT CORPORATION
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
(dollars in thousands, except share and per share data)
(Unaudited)

	For the Quarters Ended	
	March 31, 2024	March 31, 2023
Comprehensive income (loss):		
Net income (loss)	\$ 129,454	\$ 57,366
Other comprehensive income:		
Unrealized gains (losses) on available-for-sale securities, net	(221)	(5,905)
Reclassification adjustment for net realized losses (gains) included in net income	—	1,315
Other comprehensive income (loss)	\$ (221)	\$ (4,590)
Comprehensive income (loss) before preferred stock dividends	\$ 129,233	\$ 52,776
Dividends on preferred stock	\$ 18,438	\$ 18,438
Comprehensive income (loss) available to common stock shareholders	\$ 110,795	\$ 34,338

Earnings available for distribution

Earnings available for distribution is a non-GAAP measure and is defined as GAAP net income excluding unrealized gains or losses on financial instruments carried at fair value with changes in fair value recorded in earnings, realized gains or losses on the sales of investments, gains or losses on the extinguishment of debt, changes in the provision for credit losses, other gains or losses on equity investments, and transaction expenses incurred. Transaction expenses are primarily comprised of costs only incurred at the time of execution of our securitizations and certain structured secured financing agreements and include costs such as underwriting fees, legal fees, diligence fees, bank fees and other similar transaction related expenses. These costs are all incurred prior to or at the execution of the transaction and do not recur. Recurring expenses, such as servicing fees, custodial fees, trustee fees and other similar ongoing fees are not excluded from earnings available for distribution. We believe that excluding these costs is useful to investors as it is generally consistent with our peer groups treatment of these costs in their non-GAAP measures presentation, mitigates period to period comparability issues tied to the timing of securitization and structured finance transactions, and is consistent with the accounting for the deferral of debt issue costs prior to the fair value election option made by us. In addition, we believe it is important for investors to review this metric which is consistent with how management internally evaluates the performance of the Company. Stock compensation expense charges incurred on awards to retirement eligible employees is reflected as an expense over a vesting period (generally 36 months) rather than reported as an immediate expense.

Earnings available for distribution is the Economic net interest income, as defined previously, reduced by compensation and benefits expenses (adjusted for awards to retirement eligible employees), general and administrative expenses, servicing and asset manager fees, income tax benefits or expenses incurred during the period, as well as the preferred dividend charges.

We view Earnings available for distribution as one measure of our investment portfolio's ability to generate income for distribution to common stockholders. Earnings available for distribution is one of the metrics, but not the exclusive metric, that our Board of Directors uses to determine the amount, if any, of dividends on our common stock. Other metrics that our Board of Directors may consider when determining the amount, if any, of dividends on our common stock include (among others) REIT taxable income, dividend yield, book value, cash generated from the portfolio, reinvestment opportunities and other cash needs. In addition, Earnings available for distribution is different than REIT taxable income and the determination of whether we have met the requirement to distribute at least 90% of our annual REIT taxable income (subject to certain adjustments) to our stockholders in order to maintain qualification as a REIT is not based on Earnings available for distribution. Therefore, Earnings available for distribution should not be considered as an indication of our REIT taxable income, a guaranty of our ability to pay dividends, or as a proxy for the amount of dividends we may pay. We believe Earnings available for distribution as described above helps us and investors evaluate our financial performance period over period without the impact of certain transactions. Therefore, Earnings available for distribution should not be viewed in isolation and is not a substitute for net income or net income per basic share computed in accordance with GAAP. In addition, our methodology for calculating Earnings available for distribution may differ from the methodologies employed by other REITs to calculate the same or similar supplemental performance measures, and accordingly, our Earnings available for distribution may not be comparable to the Earnings available for distribution reported by other REITs.

The following table provides GAAP measures of net income and net income per diluted share available to common stockholders for the periods presented and details with respect to reconciling the line items to Earnings available for distribution and related per average diluted common share amounts. Earnings available for distribution is presented on an adjusted dilutive shares basis.

	For the Quarters Ended				
	March 31, 2024	December 31, 2023	September 30, 2023	June 30, 2023	March 31, 2023
	(dollars in thousands, except per share data)				
GAAP Net income (loss) available to common stockholders	\$ 111,016	\$ 12,104	\$ (16,268)	\$ 17,586	\$ 38,928
Adjustments:					
Net unrealized (gains) losses on financial instruments at fair value	(76,765)	(6,815)	43,988	(6,954)	(64,592)
Net realized (gains) losses on sales of investments	3,750	3,752	460	21,758	5,264
(Gains) losses on extinguishment of debt	—	2,473	—	(4,039)	(2,309)
Increase (decrease) in provision for credit losses	1,347	2,330	3,217	2,762	3,062
Net unrealized (gains) losses on derivatives	(5,189)	15,871	(17)	(17,994)	8,551
Realized (gains) losses on derivatives	—	—	—	6,822	34,134
Transaction expenses	67	425	90	8,456	6,409
Stock Compensation expense for retirement eligible awards	1,024	(391)	(392)	(388)	2,141
Other investment (gains) losses	(4,686)	986	(2,381)	421	(117)
Earnings available for distribution	\$ 30,564	\$ 30,735	\$ 28,697	\$ 28,430	\$ 31,471
GAAP net income (loss) per diluted common share	\$ 0.45	\$ 0.05	\$ (0.07)	\$ 0.08	\$ 0.17
Earnings available for distribution per adjusted diluted common share	\$ 0.12	\$ 0.13	\$ 0.13	\$ 0.12	\$ 0.13

The following tables provide a summary of the Company's MBS portfolio at March 31, 2024 and December 31, 2023.

	March 31, 2024				
	Principal or Notional Value at Period-End (dollars in thousands)	Weighted Average Amortized Cost Basis	Weighted Average Fair Value	Weighted Average Coupon	Weighted Average Yield at Period-End ⁽¹⁾
Non-Agency RMBS					
Senior	\$ 1,057,200	\$ 45.50	62.83	5.7 %	16.9 %
Subordinated	610,429	53.85	51.49	3.8 %	7.2 %
Interest-only	2,819,698	5.57	2.88	0.5 %	6.2 %
Agency RMBS					
Interest-only	388,676	5.01	3.83	0.1 %	6.6 %
Agency CMBS					
Project loans	48,651	101.28	89.84	3.7 %	3.6 %
Interest-only	474,631	1.55	1.56	0.5 %	8.4 %

(1) Bond Equivalent Yield at period end.

December 31, 2023

	Principal or Notional Value at Period-End (dollars in thousands)	Weighted Average Amortized Cost Basis	Weighted Average Fair Value	Weighted Average Coupon	Weighted Average Yield at Period-End ⁽¹⁾
Non-Agency RMBS					
Senior	\$ 1,073,632	\$ 45.69	\$ 62.98	5.7 %	17.3 %
Subordinated	583,049	50.92	47.49	3.3 %	6.7 %
Interest-only	2,874,680	5.49	3.16	0.5 %	4.2 %
Agency RMBS					
Interest-only	392,284	4.90	3.83	0.1 %	5.7 %
Agency CMBS					
Project loans	86,572	101.44	91.46	4.0 %	3.8 %
Interest-only	478,239	1.62	1.73	0.5 %	8.2 %

(1) Bond Equivalent Yield at period end.

At March 31, 2024 and December 31, 2023, the secured financing agreements collateralized by MBS and Loans held for investment had the following remaining maturities and borrowing rates.

March 31, 2024

December 31, 2023

(dollars in thousands)

	March 31, 2024			December 31, 2023		
	Principal	Weighted Average Borrowing Rates	Range of Borrowing Rates	Principal	Weighted Average Borrowing Rates	Range of Borrowing Rates
Overnight	\$ —	N/A	N/A	\$ —	N/A	NA
1 to 29 days	\$ 259,229	7.56%	6.20% - 8.18%	\$ 272,490	7.35%	6.30% - 8.22%
30 to 59 days	473,497	6.71%	5.44% - 7.82%	495,636	6.68%	5.58% - 7.87%
60 to 89 days	194,024	7.21%	5.84% - 7.58%	305,426	7.17%	5.93% - 7.85%
90 to 119 days	69,793	6.29%	6.29% - 6.29%	54,376	7.46%	6.59% - 7.80%
120 to 180 days	187,582	6.89%	6.35% - 7.65%	105,727	7.09%	6.72% - 7.80%
180 days to 1 year	616,005	9.50%	6.63% - 12.50%	39,620	7.06%	6.66% - 7.39%
1 to 2 years	244,967	8.33%	8.33% - 8.33%	808,601	9.36%	8.36% - 12.50%
2 to 3 years	—	N/A	N/A	—	N/A	N/A
Greater than 3 years	358,581	5.08%	5.08% - 5.08%	362,215	5.11%	5.10% - 7.15%
Total	\$ 2,403,678	7.48%		\$ 2,444,091	7.51%	

The following table summarizes certain characteristics of our portfolio at March 31, 2024 and December 31, 2023.

	March 31, 2024	December 31, 2023
GAAP Leverage at period-end	3.7:1	4.0:1
GAAP Leverage at period-end (recourse)	0.9:1	1.0:1

Portfolio Composition	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
	Amortized Cost		Fair Value	
Non-Agency RMBS	7.9 %	7.5 %	8.7 %	8.3 %
Senior	3.9 %	4.0 %	5.4 %	5.4 %
Subordinated	2.7 %	2.3 %	2.6 %	2.2 %
Interest-only	1.3 %	1.2 %	0.7 %	0.7 %
Agency RMBS	0.2 %	0.2 %	0.1 %	0.1 %
Interest-only	0.2 %	0.2 %	0.1 %	0.1 %
Agency CMBS	0.5 %	0.7 %	0.4 %	0.7 %
Project loans	0.4 %	0.6 %	0.4 %	0.6 %
Interest-only	0.1 %	0.1 %	0.1 %	0.1 %
Loans held for investment	91.4 %	91.6 %	90.8 %	90.9 %
Fixed-rate percentage of portfolio	96.5 %	96.5 %	96.0 %	95.9 %
Adjustable-rate percentage of portfolio	3.5 %	3.5 %	4.0 %	4.1 %

Economic Net Interest Income

Our Economic net interest income is a non-GAAP financial measure that equals GAAP net interest income adjusted for net periodic interest cost of interest rate swaps and excludes interest earned on cash. For the purpose of computing economic net interest income and ratios relating to cost of funds measures throughout this section, interest expense includes net payments on our interest rate swaps, which is presented as a part of Net gains (losses) on derivatives in our Consolidated Statements of Operations. Interest rate swaps are used to manage the increase in interest paid on secured financing agreements in a rising rate environment. Presenting the net contractual interest payments on interest rate swaps with the interest paid on interest-bearing liabilities reflects our total contractual interest payments. We believe this presentation is useful to investors because it depicts the economic value of our investment strategy by showing all components of interest expense and net interest income of our investment portfolio. However, Economic net interest income should not be viewed in isolation and is not a substitute for net interest income computed in accordance with GAAP. Where indicated, interest expense, adjusting for any interest earned on cash, is referred to as Economic interest expense. Where indicated, net interest income reflecting net periodic interest cost of interest rate swaps and any interest earned on cash, is referred to as Economic net interest income.

The following table reconciles the Economic net interest income to GAAP net interest income and Economic interest expense to GAAP interest expense for the periods presented.

	GAAP Interest Income	GAAP Interest Expense	Periodic Interest Cost of Interest Rate Swaps	Economic Interest Expense	GAAP Net Interest Income	Periodic Interest Cost of Interest Rate Swaps	Other ⁽¹⁾	Economic Net Interest Income
For the Quarter Ended March 31, 2024	\$ 186,574	\$ 121,468	\$ (5,476)	\$ 115,992	\$ 65,106	\$ 5,476	\$ (2,581)	\$ 68,001
For the Quarter Ended December 31, 2023	\$ 191,204	\$ 126,553	\$ (5,296)	\$ 121,257	\$ 64,651	\$ 5,296	\$ (1,651)	\$ 68,296
For the Quarter Ended September 30, 2023	\$ 195,591	\$ 132,193	\$ (4,894)	\$ 127,299	\$ 63,398	\$ 4,894	\$ (2,301)	\$ 65,991
For the Quarter Ended June 30, 2023	\$ 196,859	\$ 131,181	\$ (4,159)	\$ 127,022	\$ 65,678	\$ 4,159	\$ (2,884)	\$ 66,953
For the Quarter Ended March 31, 2023	\$ 189,250	\$ 119,615	\$ (2,819)	\$ 116,796	\$ 69,635	\$ 2,819	\$ (3,035)	\$ 69,419

(1) Primarily interest income on cash and cash equivalents.

The table below shows our average earning assets held, interest earned on assets, yield on average interest earning assets, average debt balance, economic interest expense, economic average cost of funds, economic net interest income, and net interest rate spread for the periods presented.

	For the Quarter Ended								
	March 31, 2024			December 31, 2023			March 31, 2023		
	(dollars in thousands)			(dollars in thousands)			(dollars in thousands)		
	Average Balance	Interest	Average Yield/Cost	Average Balance	Interest	Average Yield/Cost	Average Balance	Interest	Average Yield/Cost
Assets:									
Interest-earning assets ⁽¹⁾:									
Agency RMBS	\$ 19,363	\$ 325	6.7 %	\$ 19,136	\$ 303	6.3 %	\$ 18,692	\$ 322	6.9 %
Agency CMBS	60,345	715	4.7 %	105,270	1,138	4.3 %	307,846	2,957	3.8 %
Non-Agency RMBS	961,903	28,935	12.0 %	950,366	29,611	12.5 %	990,721	30,098	12.2 %
Loans held for investment	11,643,716	154,018	5.3 %	11,882,662	158,501	5.3 %	12,334,025	152,838	5.0 %
Total	\$ 12,685,327	\$ 183,993	5.8 %	\$ 12,957,434	\$ 189,553	5.9 %	\$ 13,651,284	\$ 186,215	5.5 %
Liabilities and stockholders' equity:									
Interest-bearing liabilities ⁽²⁾:									
Secured financing agreements collateralized by:									
Agency RMBS	\$ —	\$ —	— %	\$ —	\$ —	— %	\$ 4,095	\$ 52	5.1 %
Agency CMBS	44,632	661	5.9 %	75,847	1,071	5.6 %	252,102	2,956	4.7 %
Non-Agency RMBS	681,101	11,736	6.9 %	710,550	13,561	7.6 %	762,989	16,063	8.4 %
Loans held for investment	1,696,221	28,106	6.6 %	1,761,188	30,298	6.9 %	2,189,967	34,839	6.4 %
Securitized debt	8,207,251	75,489	3.7 %	8,422,017	76,327	3.6 %	8,049,843	62,886	3.1 %
Total	\$ 10,629,205	\$ 115,992	4.4 %	\$ 10,969,602	\$ 121,257	4.4 %	\$ 11,258,996	\$ 116,796	4.1 %
Economic net interest income/net interest rate spread		\$ 68,001	1.4 %		\$ 68,296	1.5 %		\$ 69,419	1.4 %
Net interest-earning assets/net interest margin	\$ 2,056,122		2.1 %	\$ 1,987,832		2.1 %	\$ 2,392,288		2.0 %
Ratio of interest-earning assets to interest bearing liabilities	1.19			1.18			1.21		

(1) Interest-earning assets at amortized cost

(2) Interest includes periodic net interest cost on swaps

The table below shows our Net Income and Economic net interest income as a percentage of average stockholders' equity and Earnings available for distribution as a percentage of average common stockholders' equity. Return on average equity is defined as our GAAP net income (loss) as a percentage of average equity. Average equity is defined as the average of our beginning and ending stockholders' equity balance for the period reported. Economic Net Interest Income and Earnings available for distribution are non-GAAP measures as defined in previous sections.

	Return on Average Equity	Economic Net Interest Income/Average Equity (Ratios have been annualized)	Earnings available for distribution/Average Common Equity
For the Quarter Ended March 31, 2024	19.90 %	10.45 %	7.31 %
For the Quarter Ended December 31, 2023	4.84 %	10.81 %	7.70 %
For the Quarter Ended September 30, 2023	0.34 %	10.40 %	7.14 %
For the Quarter Ended June 30, 2023	5.51 %	10.24 %	6.75 %
For the Quarter Ended March 31, 2023	8.63 %	10.45 %	7.28 %

The following table presents changes to Accretable Discount (net of premiums) as it pertains to our Non-Agency RMBS portfolio, excluding premiums on interest-only investments, during the previous five quarters.

Accretable Discount (Net of Premiums)	For the Quarters Ended				
	(dollars in thousands)				
	March 31, 2024	December 31, 2023	September 30, 2023	June 30, 2023	March 31, 2023
Balance, beginning of period	\$ 139,737	\$ 147,252	\$ 145,322	\$ 157,253	\$ 176,635
Accretion of discount	(8,179)	(12,840)	(9,022)	(10,620)	(11,663)
Purchases	1,848	—	(9)	—	—
Sales	—	—	—	—	—
Elimination in consolidation	—	—	—	—	—
Transfers from/(to) credit reserve, net	(2,782)	5,325	10,961	(1,311)	(7,719)
Balance, end of period	\$ 130,624	\$ 139,737	\$ 147,252	\$ 145,322	\$ 157,253

Disclaimer

This press release includes “forward-looking statements” within the meaning of the safe harbor provisions of the United States Private Securities Litigation Reform Act of 1995. Actual results may differ from expectations, estimates and projections and, consequently, readers should not rely on these forward-looking statements as predictions of future events. Words such as “expect,” “target,” “assume,” “estimate,” “project,” “budget,” “forecast,” “anticipate,” “intend,” “plan,” “may,” “will,” “could,” “should,” “believe,” “predicts,” “potential,” “continue,” and similar expressions are intended to identify such forward-looking statements. These forward-looking statements involve significant risks and uncertainties that could cause actual results to differ materially from expected results, including, among other things, those described in our most recent Annual Report on Form 10-K, and any subsequent Quarterly Reports on Form 10-Q and Current Reports on Form 8-K, under the caption “Risk Factors.” Factors that could cause actual results to differ include, but are not limited to: our business and investment strategy; our ability to accurately forecast the payment of future dividends on our common and preferred stock, and the amount of such dividends; our ability to determine accurately the fair market value of our assets; availability of investment opportunities in real estate-related and other securities, including our valuation of potential opportunities that may arise as a result of current and future market dislocations; effect of a pandemic or other national or international crisis on real estate market, financial markets and our Company, including the impact on the value, availability, financing and liquidity of mortgage assets; changes in the value of our investments, including negative changes resulting in margin calls related to the financing of our assets; changes in interest rates and mortgage prepayment rates; prepayments of the mortgage and other loans underlying our mortgage-backed securities, or RMBS, or other asset-backed securities, or ABS; rates of default, delinquencies or decreased recovery rates on our investments; general volatility of the securities markets in which we invest; our ability to maintain existing financing arrangements and our ability to obtain future financing arrangements; our ability to effect our strategy to securitize residential mortgage loans; our ability to consummate proposed transactions; interest rate mismatches between our investments and our borrowings used to finance such purchases; effects of interest rate caps on our adjustable-rate investments; the degree to which our hedging strategies may or may not protect us from interest rate volatility; the impact of and changes to various government programs; impact of and changes in governmental regulations, tax law and rates, accounting guidance, and similar matters; market trends in our industry, interest rates, the debt securities markets or the general economy; estimates relating to our ability to make distributions to our stockholders in the future; our understanding of our competition; availability of qualified personnel; our ability to maintain our classification as a real estate investment trust, or, REIT, for U.S. federal income tax purposes; our ability to maintain our exemption from registration under the Investment Company Act of 1940, as amended, or 1940 Act; our expectations regarding materiality or significance; and the effectiveness of our disclosure controls and procedures.

Readers are cautioned not to place undue reliance upon any forward-looking statements, which speak only as of the date made. Chimera does not undertake or accept any obligation to release publicly any updates or revisions to any forward-looking statement to reflect any change in its expectations or any change in events, conditions or circumstances on which any such statement is based. Additional information concerning these and other risk factors is contained in Chimera’s most recent filings

with the Securities and Exchange Commission (SEC). All subsequent written and oral forward-looking statements concerning Chimera or matters attributable to Chimera or any person acting on its behalf are expressly qualified in their entirety by the cautionary statements above.

Readers are advised that the financial information in this press release is based on Company data available at the time of this presentation and, in certain circumstances, may not have been audited by the Company's independent auditors.



INVESTOR PRESENTATION

Q1 2024

DISCLAIMER

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This presentation may include industry and market data obtained through research, surveys, and studies conducted by third parties and industry publications. We have not independently verified any such market and industry data from third-party sources. This presentation is provided for discussion purposes only and may not be relied upon as legal or investment advice, nor is it intended to be inclusive of all the risks and uncertainties that should be considered. This presentation does not constitute an offer to purchase or sell any securities, nor shall it be construed to be indicative of the terms of an offer that the parties or their respective affiliates would accept.

We use our website (www.chimerareit.com) as a channel of distribution of company information. The information we post on our website may be deemed material. Accordingly, investors should monitor our website, in addition to following our press releases, SEC filings and public conference calls and webcasts. In addition, you may automatically receive email alerts and other information about Chimera when you enroll your email address by visiting our website, then clicking on “News and Events” and selecting “Email Alerts” to complete the email notification form. Our website and any alerts are not incorporated into this document.

All information in this presentation is as of March 31, 2024, unless stated otherwise. Readers are advised that the financial information in this presentation is based on company data available at the time of this presentation and, in certain circumstances, may not have been audited by the company’s independent auditors.

CHIMERA IS A CREDIT-FOCUSED HYBRID MORTGAGE REIT

We strive to provide attractive risk-adjusted returns and long-term value, using securitization, asset selection and leverage, for our shareholders.

- We are a Real Estate Investment Trust (REIT) founded in 2007
- We have been internally managed since August 2015
- Our hybrid approach allows us to maintain flexibility in portfolio allocation and liability management
- Our equity capital is approximately \$2.6 billion, including approximately \$1.7 billion common stock and \$930 million preferred stock
- We have declared dividends of \$6.2 billion to common and preferred stockholders since inception
- Our portfolio contains residential mortgage loans and mortgage-backed securities
- Our residential mortgage loan portfolio is comprised of Reperforming Loans (RPLs), Non-QM & Investor Loans, Business Purpose Loans (BPLs), and Prime Jumbo Loans and it represents a significant part of our business and growth strategy
- We use leverage to enhance our returns and to finance the acquisition of mortgage assets through several funding sources including repurchase agreements (repo), warehouse lines, and most importantly, asset securitization
- Our total leverage ratio is 3.7:1 and recourse leverage ratio is 0.9:1

Q1 2024 OVERVIEW

- **Book value of \$7.11 per share in Q1 2024 compared to \$6.75 per share in Q4 2023**
 - Economic return of 7.0%
- **Remained active with our portfolio during the quarter**
 - Invested approximately \$34 million in high-yielding subordinated tranches of new issue mortgage securitizations backed by reperforming mortgage loans and small balance commercial properties
 - Settled on \$78 million of Business Purpose Loans during the quarter , which were previously committed to in Q4 2023
 - Sold approximately \$35 million of Agency CMBS positions as a continuation of our portfolio optimization strategy
 - ✓ As a result of the sales, \$32 million of recourse financing was paid off
- **Reduced our total recourse financing exposure by approximately \$47 million**
 - Paid off \$10 million of a longer-term higher cost financing facility
 - Decreased recourse leverage from 1.0x in Q4 2023 to 0.9x in Q1 2024
- **Interest rate hedges provides flexibility for the management of our NIM**
 - \$2.0 billion of interest rate swaps, at a weighted average pay-fixed rate of 3.36%, protect approximately 118% of floating rate liabilities ⁽¹⁾
 - \$1.0 billion of interest rate swaptions, at a weighted average pay-fixed rate of 3.61%
 - ✓ Includes \$500 million of interest rate swaptions added in January 2024, at a pay-fixed rate of 3.45%
- **Series B and D Preferred Stock converted to floating rate as of March 30, 2024**
 - The Series B will reflect a rate of 11.35%, equal to three-month CME Term SOFR (plus a spread adjustment of 0.26%) plus a spread of 5.79%
 - The Series D will reflect a rate of 10.94%, equal to three-month CME Term SOFR (plus a spread adjustment of 0.26%) plus a spread of 5.38%

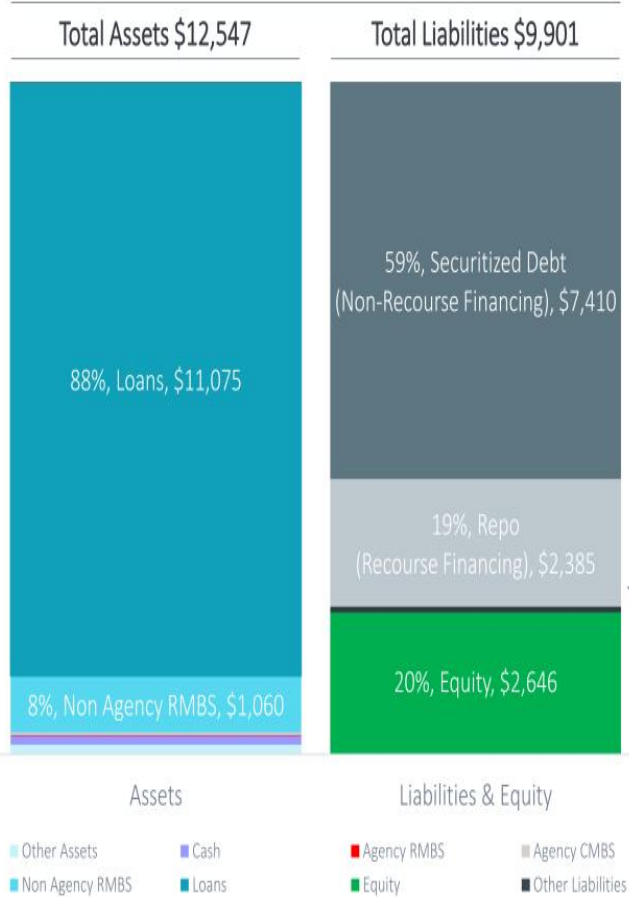
Information is unaudited, estimated and subject to change

(1) \$1 billion of interest rate swaps will be maturing in May 2024.

Q1 2024 TOTAL GAAP PORTFOLIO

Our capital is mainly allocated to residential mortgage loans financed with non-recourse and repo financing.

Q1 2024 GAAP Balance Sheet (\$ in Millions) ⁽¹⁾



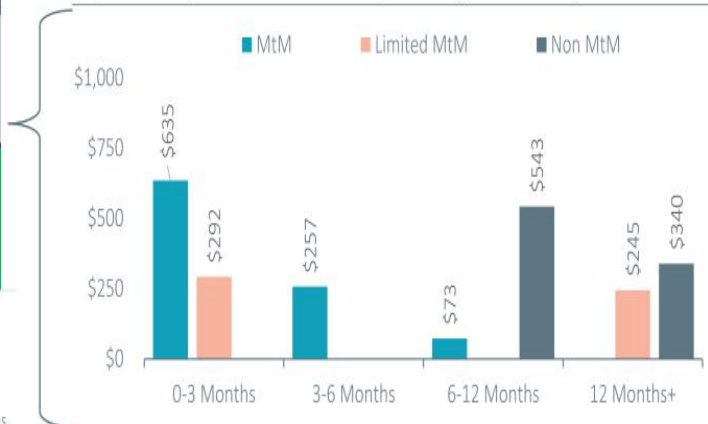
Our Funding Strategy

- We use leverage to enhance our returns and to finance the acquisition of mortgage assets
- We use several funding sources to finance our investments including repurchase agreements (repo), warehouse lines, and, most importantly, asset securitization
- Our Securitized Debt provides long-term stable financing and structural leverage to enhance returns and mitigate risk

% Fixed-Rate & % Non-MtM and Limited MtM Financing

- 80% Fixed Rate (including Securitized Debt)
- 90% Non-MtM and Limited MtM (including Securitized Debt)

Expected Repo Maturities as of Q1 2024 (\$ in Millions)



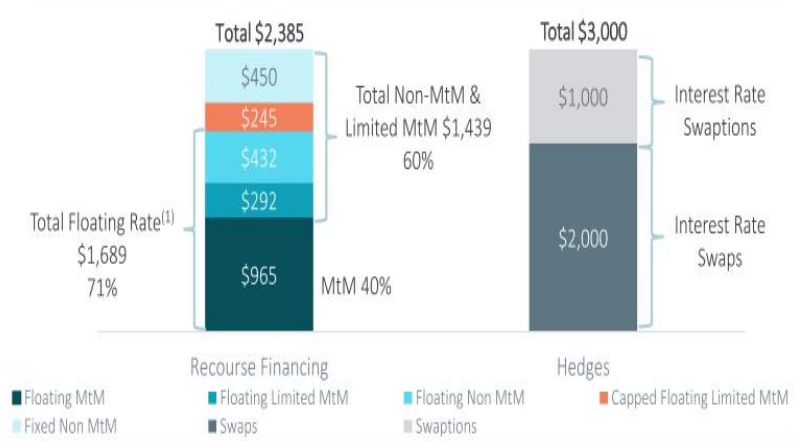
Information is unaudited, estimated and subject to change.
 (1) At fair value. (2) Includes \$930 million of Preferred Equity.

RECOURSE FINANCING & INTEREST RATE HEDGING

Q1 2024 Overview

- \$2.4 billion in repo liabilities
- \$965 million of MtM financing
- 0.9x recourse leverage
- 60% of repos are Non-MtM and Limited MtM
- \$2 billion of interest rate swaps hedge 118% of the floating rate liabilities ⁽¹⁾⁽²⁾
 - Weighted average pay-fixed rate of 3.36%
- \$1 billion of 1x1 interest rate swaptions
 - Weighted average pay-fixed rate of 3.61%

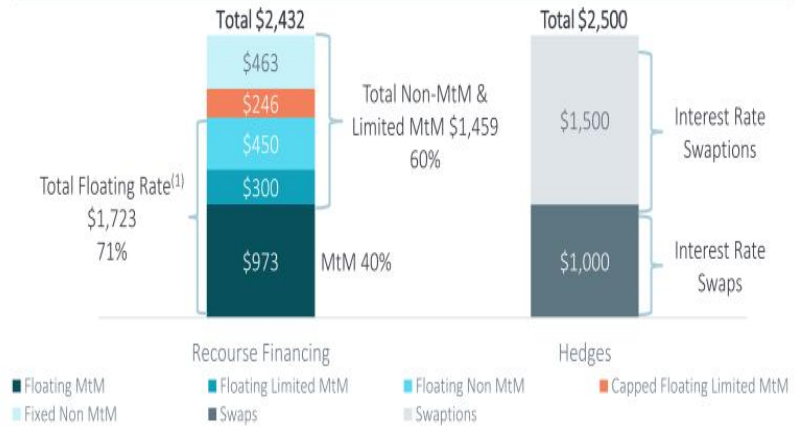
Q1 2024 Recourse Financing & Interest Rate Hedges (\$ in Millions)



Q4 2023 Overview

- \$2.4 billion in repo liabilities
- \$973 million of MtM financing
- 1.0x recourse leverage
- 60% of repos are Non-MtM and Limited MtM
- \$1 billion of interest rate swaps hedge 58% of the floating rate liabilities ⁽¹⁾
 - Weighted average pay-fixed rate of 3.26%
- \$1.5 billion of 1x1 interest rate swaptions
 - Weighted average pay-fixed rate of 3.56%

Q4 2023 Recourse Financing & Interest Rate Hedges (\$ in Millions)



Information is unaudited, estimated and subject to change.

(1) Excludes \$245 million of capped floating rate financing.

(2) \$1 billion of interest rate swaps will be maturing in May 2024.

RESIDENTIAL MORTGAGE LOANS OVERVIEW

Chimera's Residential Mortgage Loan Process Overview

- Acquires residential mortgage loans from banks, non-bank financial institutions and government sponsored agencies
- Finances purchases of mortgage loans via warehouse facilities and repurchase agreements (recourse financing)
- Securitizes mortgage loans by selling senior securities and retains subordinate and interest-only securities (long-term non-recourse financing)
- Finances retained securities via repurchase agreements (recourse financing) to enhance return on investment

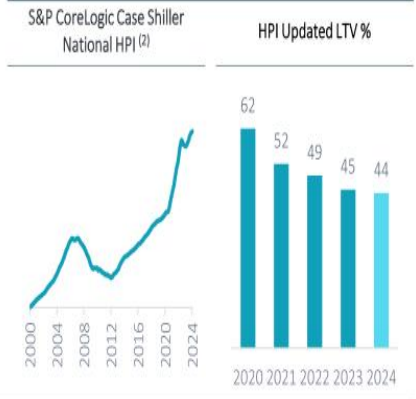
Q1 2024 Key Loan Statistics

Total Current Unpaid Principal Balance (UPB)	\$11.6 Billion ⁽¹⁾
Total Number of Loans	109,996
Weighted Average Loan Size	\$106K
Weighted Average Coupon	5.99%
WA FICO	665
Weighted Average Loan Age (WALA)	186 Months
Weighted Average Original Loan-to-Value (LTV)	79%
Amortized Loan-to-Value (LTV)	65%
HPI Updated Loan-to-Value (LTV) ⁽²⁾	44%
60+ Days Delinquent	9.6%

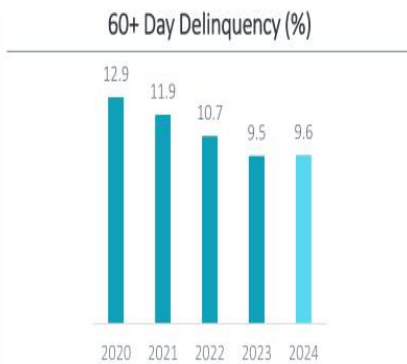
Chimera's loan portfolio is very seasoned with 80% of loans originated prior to 2008.



Chimera's loan portfolio has benefitted from historic levels of home equity due to HPA.



Delinquencies on Chimera's loan portfolio are below Pre-Pandemic levels.



Chimera's loan portfolio has a weighted average coupon of 5.99%.



Source: Bloomberg & IntexCalc. Information is unaudited, estimated and subject to change.

(1) Includes \$604 million of Residential Mortgage Loans held in financing trusts & \$636 million of Non-QM and Prime Jumbo securitizations. (2) HPI LTV data as of January 2024.

SECURITIZATION ACTIVITY

Chimera has completed 104 deals and securitized \$52 billion of residential mortgage assets which includes Legacy Non-Agency RMBS, Seasoned Reperforming Loans, Agency Eligible Investor Loans, Non-QM DSCR, and Prime Jumbo loans, since inception.

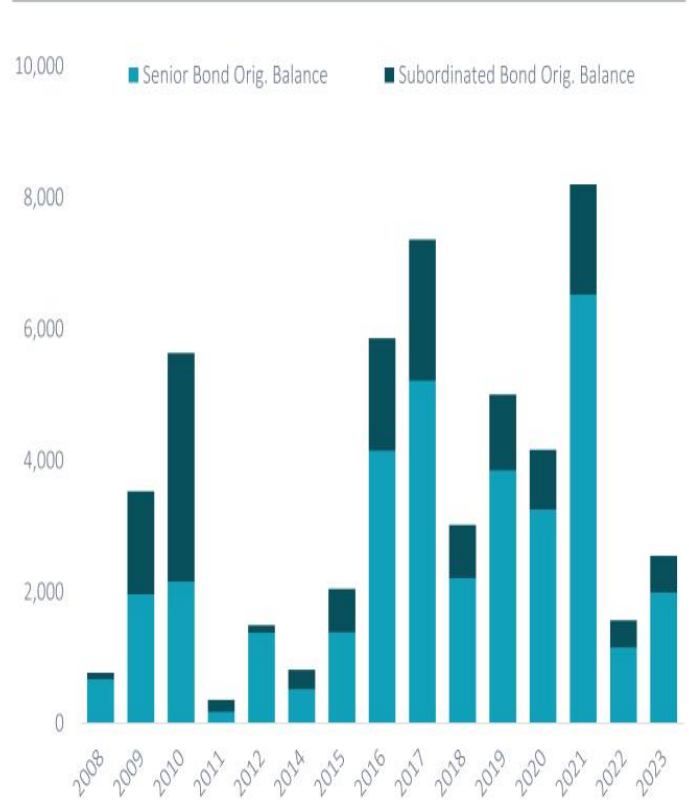
- Chimera has RMBS & Loan issuance with an unpaid principal balance of approximately \$14 billion currently outstanding
- Re-securitization is an additional source for future capital re-deployment

Securitization History (\$ in Thousands)

Balances At Issuance

Vintage	Type	Number of Deals Issued	Total Orig. Balance	Senior Bond Orig. Balance	Subordinate Bond Orig. Balance	Number of Deals Outstanding
2008	Loan	2	770,865	670,949	99,916	2
2009	RMBS	3	3,535,035	1,965,001	1,570,034	2
2010	RMBS	14	5,638,378	2,156,169	3,482,209	6
2011	RMBS	2	359,154	177,139	182,015	2
2012	Loan	3	1,496,917	1,378,409	118,508	-
2014	Loan & RMBS	2	816,126	522,220	293,906	-
2015	Loan	4	2,048,483	1,385,162	663,321	-
2016	Loan	6	5,861,574	4,148,904	1,712,670	1
2017	Loan	9	7,364,441	5,217,632	2,146,809	-
2018	Loan	9	3,021,614	2,209,835	811,779	3
2019	Loan	12	5,007,276	3,850,091	1,157,185	11
2020	Loan	11	4,163,703	3,254,207	909,496	9
2021	Loan	14	8,202,315	6,521,955	1,680,360	14
2022	Loan	5	1,570,674	1,156,067	414,607	5
2023	Loan	8	2,553,300	1,991,406	561,894	8
Total		104	52,409,855	36,605,146	15,804,709	63

Chimera's Securitization History (\$ in Millions)



Information is unaudited, estimated and subject to change.

Q1 2024 RPL SECURITIZATIONS CREDIT PERFORMANCE

Reperforming Loans are a cornerstone of our portfolio. Residential Credit fundamentals and performance have been stable, given home price appreciation and the fully seasoned nature of our loans.

Q1 2024 RPL Securitized Loan Characteristics

Total Original Unpaid Principal Balance (UPB)	\$16.1 Billion ⁽¹⁾
Total Current Unpaid Principal Balance (UPB)	\$10.4 Billion
Total Number of Loans	107,052
Weighted Average Loan Size	\$97K
Weighted Average Coupon	5.99%
WA FICO	654
Average Loan Age	206 Months
Amortized Loan-to-Value (LTV)	64%
HPI Updated Loan-to-Value (LTV) ⁽¹⁾	41%
60+ Days Delinquent	9.9%

60+ Day Delinquency (%)



3 Month Prepayment Rate (CPR %)



3 Month Default Rate (CDR %)



3 Month Loss Severity (%)



Source: Bloomberg & IntexCalc. Information is unaudited, estimated and subject to change.
 (1) Latest HPI data as of January 2024.

SUMMARY

<p>Capital</p>	<ul style="list-style-type: none"> ▪ 16 securitizations are currently callable, 4 more will be callable later in 2024, and 5 securitizations are callable in 2025 ▪ Cash take-out from our existing securitizations may serve as a source of capital ▪ Chimera evaluates the cost of financing, cash take-out, liquidity needs and availability of accretive assets in its decision to call and re-lever existing deals
<p>Portfolio Investments</p>	<ul style="list-style-type: none"> ▪ Invested approximately \$34 million in high-yielding subordinated tranches of new issue mortgage securitizations backed by reperforming mortgage loans and small balance commercial properties ▪ Settled \$78 million of residential transition loans during the quarter, which were previously committed to in Q4 2023 ▪ Sold approximately \$35 million of Agency CMBS positions resulting in \$32 million of recourse financing being paid off
<p>Credit Performance</p>	<ul style="list-style-type: none"> ▪ We believe credit performance on our existing loan portfolio remains strong ▪ The weighted average HPI LTV of our loan portfolio is 44% ⁽¹⁾ ▪ 186 months of seasoning
<p>Financing & Liquidity</p>	<ul style="list-style-type: none"> ▪ Reduced total recourse financing exposure by approximately \$47 million ▪ Decreased recourse leverage from 1.0x as of Q4 2023 to 0.9x as of Q1 2024 ▪ \$169 million in cash and \$418 million in unencumbered assets
<p>Interest Rate Hedging</p>	<ul style="list-style-type: none"> ▪ Current hedges are positioned to deal with an uncertain rate environment ▪ \$2.0 billion of 1-year interest rate swaps protect 118%⁽²⁾⁽³⁾ of our floating rate repos ▪ \$1.0 billion of 1x1 interest rate swaptions gives us flexibility in case the Fed holds rates higher through 2025

Information is unaudited, estimated and subject to change. (1) Latest HPI data as of January 2024.

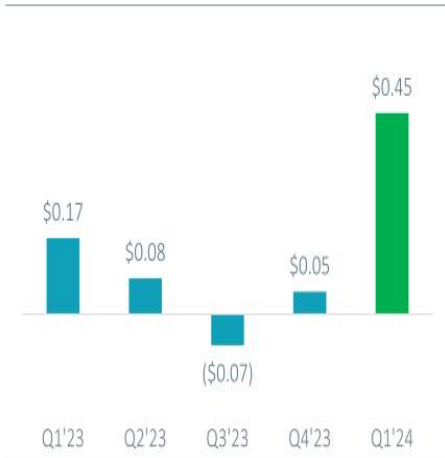
(2) Excludes \$245 million Capped Floating Rate Limited Mtm facility.

(3) \$1 billion of interest rate swaps will be maturing in May 2024.

APPENDIX

FINANCIAL METRICS

GAAP Earnings Per Share



Earnings Available For Distribution (EAD) Per Share⁽¹⁾



GAAP Book Value Per Share

Q1 2024 Economic Return of 7.0%



Recourse Leverage



Cash (\$ in Millions)



Unencumbered Assets Market Value (\$ in Millions)



Information is unaudited, estimated and subject to change.

(1) Earnings available for distribution per adjusted diluted common share is a non-GAAP measure. See additional discussion in the Appendix section of this presentation.

EARNINGS AVAILABLE FOR DISTRIBUTION

Earnings available for distribution is a non-GAAP measure and is defined as GAAP net income excluding unrealized gains or losses on financial instruments carried at fair value with changes in fair value recorded in earnings, realized gains or losses on the sales of investments, gains or losses on the extinguishment of debt, changes in the provision for credit losses, other gains or losses on equity investments, and transaction expenses incurred. Transaction expenses are primarily comprised of costs only incurred at the time of execution of our securitizations and certain structured secured financing agreements and include costs such as underwriting fees, legal fees, diligence fees, bank fees and other similar transaction related expenses. These costs are all incurred prior to or at the execution of the transaction and do not recur. Recurring expenses, such as servicing fees, custodial fees, trustee fees and other similar ongoing fees are not excluded from earnings available for distribution. We believe that excluding these costs is useful to investors as it is generally consistent with our peer groups treatment of these costs in their non-GAAP measures presentation, mitigates period to period comparability issues tied to the timing of securitization and structured finance transactions, and is consistent with the accounting for the deferral of debt issue costs prior to the fair value election option made by us. In addition, we believe it is important for investors to review this metric which is consistent with how management internally evaluates the performance of the Company. Stock compensation expense charges incurred on awards to retirement eligible employees is reflected as an expense over a vesting period (generally 36 months) rather than reported as an immediate expense.

Earnings available for distribution is the Economic net interest income, as defined previously, reduced by compensation and benefits expenses (adjusted for awards to retirement eligible employees), general and administrative expenses, servicing and asset manager fees, income tax benefits or expenses incurred during the period, as well as the preferred dividend charges.

We view Earnings available for distribution as one measure of our investment portfolio's ability to generate income for distribution to common stockholders. Earnings available for distribution is one of the metrics, but not the exclusive metric, that our Board of Directors uses to determine the amount, if any, of dividends on our common stock. Other metrics that our Board of Directors may consider when determining the amount, if any, of dividends on our common stock include (among others) REIT taxable income, dividend yield, book value, cash generated from the portfolio, reinvestment opportunities and other cash needs. In addition, Earnings available for distribution is different than REIT taxable income and the determination of whether we have met the requirement to distribute at least 90% of our annual REIT taxable income (subject to certain adjustments) to our stockholders in order to maintain qualification as a REIT is not based on Earnings available for distribution. Therefore, Earnings available for distribution should not be considered as an indication of our REIT taxable income, a guaranty of our ability to pay dividends, or as a proxy for the amount of dividends we may pay. We believe Earnings available for distribution as described above helps us and investors evaluate our financial performance period over period without the impact of certain transactions. Therefore, Earnings available for distribution should not be viewed in isolation and is not a substitute for net income or net income per basic share computed in accordance with GAAP. In addition, our methodology for calculating Earnings available for distribution may differ from the methodologies employed by other REITs to calculate the same or similar supplemental performance measures, and accordingly, our Earnings available for distribution may not be comparable to the Earnings available for distribution reported by other REITs.

EARNINGS AVAILABLE FOR DISTRIBUTION (CONTINUED)

The following table provides GAAP measures of net income and net income per diluted share available to common stockholders for the periods presented and details with respect to reconciling the line items to Earnings available for distribution and related per average diluted common share amounts. Earnings available for distribution is presented on an adjusted dilutive shares basis.

	For the Quarters Ended				
	March 31, 2024	December 31, 2023	September 30, 2023	June 30, 2023	March 31, 2023
	(dollars in thousands, except per share data)				
GAAP Net income (loss) available to common stockholders	\$ 111,016	\$ 12,104	\$ (16,268)	\$ 17,586	\$ 38,928
Adjustments:					
Net unrealized (gains) losses on financial instruments at fair value	(76,765)	(6,815)	43,988	(6,954)	(64,592)
Net realized (gains) losses on sales of investments	3,750	3,752	460	21,758	5,264
(Gains) losses on extinguishment of debt	—	2,473	—	(4,039)	(2,309)
Increase (decrease) in provision for credit losses	1,347	2,330	3,217	2,762	3,062
Net unrealized (gains) losses on derivatives	(5,189)	15,871	(17)	(17,994)	8,551
Realized (gains) losses on derivatives	—	—	—	6,822	34,134
Transaction expenses	67	425	90	8,456	6,409
Stock Compensation expense for retirement eligible awards	1,024	(391)	(392)	(388)	2,141
Other investment (gains) losses	(4,686)	986	(2,381)	421	(117)
Earnings available for distribution	\$ 30,564	\$ 30,735	\$ 28,697	\$ 28,430	\$ 31,471
GAAP net income (loss) per diluted common share	\$ 0.45	\$ 0.05	\$ (0.07)	\$ 0.08	\$ 0.17
Earnings available for distribution per adjusted diluted common share	\$ 0.12	\$ 0.13	\$ 0.13	\$ 0.12	\$ 0.13

Information is unaudited, estimated and subject to change.

NET ASSET BREAKDOWN

Net Asset Breakout	Q1 2024				Q4 2023			
	Direct Holdings	Securitization Trusts	Financing Trusts	Total	Direct Holdings	Securitization Trusts	Financing Trusts	Total
Investments:								
Non-Agency RMBS, at fair value	815,376,991	244,485,608	-	1,059,862,600	794,812,473	248,993,153	-	1,043,805,625
Agency MBS, at fair value	65,999,086	-	-	65,999,086	102,483,833	-	-	102,483,833
Residential Mortgage Loans ⁽¹⁾								
<i>RPL</i>	-	9,888,274,493	-	9,888,274,493	-	10,236,184,390	-	10,236,184,390
<i>Investor</i>	-	616,561,118	-	616,561,118	-	631,123,393	-	631,123,393
<i>RTL</i>	-	-	164,754,502	164,754,502	-	-	121,648,949	121,648,949
<i>Jumbo Prime</i>	-	-	404,928,654	404,928,654	-	-	408,089,359	408,089,359
Total Investment Assets	881,376,078	10,749,321,219	569,683,156	12,200,380,452	897,296,306	11,116,300,935	529,738,308	12,543,335,549
Securitized debt, collateralized by:								
Non-Agency RMBS	-	73,161,678	-	73,161,678	-	75,012,162	-	75,012,162
Residential Mortgage Loans								
<i>RPL</i>	-	6,869,295,399	-	6,869,295,399	-	7,112,419,749	-	7,112,419,749
<i>Investor</i>	-	467,049,240	-	467,049,240	-	489,461,380	-	489,461,380
Secured financing agreements, secured by:								
Non-Agency RMBS	547,967,500	120,614,000	-	668,581,500	560,925,500	127,287,000	-	688,212,500
Agency RMBS	36,433,998	-	-	36,433,998	68,502,000	-	-	68,502,000
Residential Mortgage Loans								
<i>RPL</i>	-	1,207,869,820	-	1,207,869,820	-	1,226,515,542	-	1,226,515,542
<i>RTL</i>	-	-	132,212,258	132,212,258	-	-	98,646,402	98,646,402
<i>Jumbo Prime</i>	-	-	339,580,706	339,580,706	-	-	350,238,243	350,238,243
Total Investment Liabilities	584,401,498	8,737,990,137	471,792,964	9,794,184,600	629,427,500	9,030,695,832	448,884,645	10,109,007,978
Net Assets	296,974,579	2,011,331,081	97,890,192	2,406,195,852	267,868,805	2,085,605,103	80,853,663	2,434,327,571

Information is unaudited, estimated and subject to change.

(1) The above table excludes approximately \$152 million of Loans held for investment for December 31, 2023, which were purchased prior to the reporting date, but not settled as of the reporting date.

NET INTEREST SPREAD

The table below shows our average earning assets held, interest earned on assets, yield on average interest earning assets, average debt balance, economic interest expense, economic average cost of funds, economic net interest income, and net interest rate spread for the periods presented.

	For the Quarter Ended								
	March 31, 2024			December 31, 2023			March 31, 2023		
	(dollars in thousands)			(dollars in thousands)			(dollars in thousands)		
	Average Balance	Average Interest	Average Yield/Cost	Average Balance	Average Interest	Average Yield/Cost	Average Balance	Average Interest	Average Yield/Cost
Assets:									
Interest-earning assets ⁽¹⁾:									
Agency RMBS	\$ 19,363	\$ 325	6.7 %	\$ 19,136	\$ 303	6.3 %	\$ 18,692	\$ 322	6.9 %
Agency CMBS	60,345	715	4.7 %	105,270	1,138	4.3 %	307,846	2,957	3.8 %
Non-Agency RMBS	961,903	28,935	12.0 %	950,366	29,611	12.5 %	990,721	30,098	12.2 %
Loans held for investment	11,643,716	154,018	5.3 %	11,882,662	158,501	5.3 %	12,334,025	152,838	5.0 %
Total	\$12,685,327	\$ 183,993	5.8 %	\$12,957,434	\$ 189,553	5.9 %	\$13,651,284	\$ 186,215	5.5 %
Liabilities and stockholders'									
Interest-bearing liabilities ⁽²⁾:									
Secured financing agreements collateralized by:									
Agency RMBS	\$ —	\$ —	— %	\$ —	\$ —	— %	\$ 4,095	\$ 52	5.1 %
Agency CMBS	44,632	661	5.9 %	75,847	1,071	5.6 %	252,102	2,956	4.7 %
Non-Agency RMBS	681,101	11,736	6.9 %	710,550	13,561	7.6 %	762,989	16,063	8.4 %
Loans held for investment	1,696,221	28,106	6.6 %	1,761,188	30,298	6.9 %	2,189,967	34,839	6.4 %
Securitized debt	8,207,251	75,489	3.7 %	8,422,017	76,327	3.6 %	8,049,843	62,886	3.1 %
Total	\$10,629,205	\$ 115,992	4.4 %	\$10,969,602	\$ 121,257	4.4 %	\$11,258,996	\$ 116,796	4.1 %
Economic net interest income/net interest rate spread		\$ 68,001	1.4 %		\$ 68,296	1.5 %		\$ 69,419	1.4 %
Net interest-earning assets/net interest margin		\$ 2,056,122	2.1 %		\$ 1,987,832	2.1 %		\$ 2,392,288	2.0 %
Ratio of interest-earning assets to interest bearing liabilities		1.19			1.18			1.21	

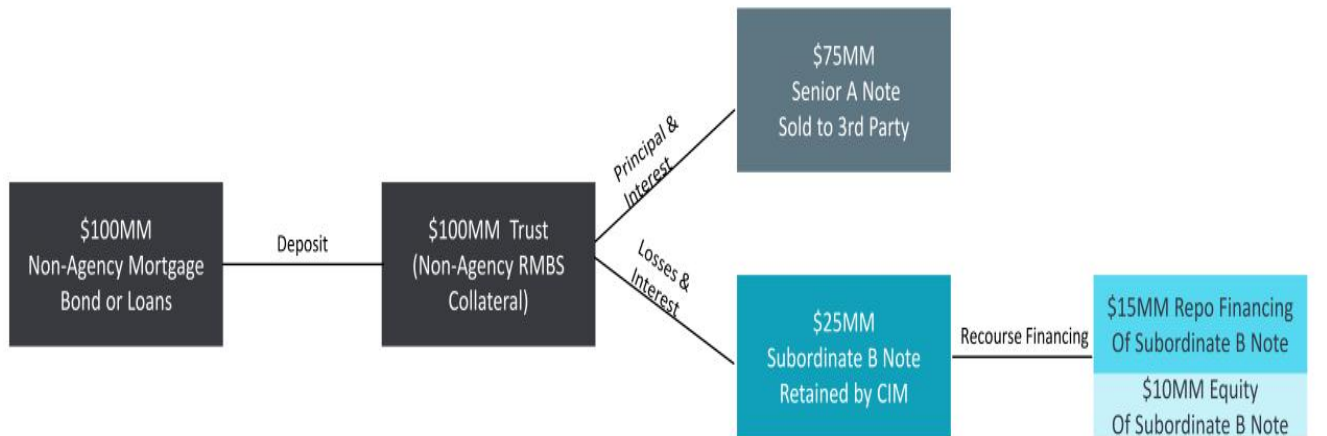
(1) Interest-earning assets at amortized cost

(2) Interest includes periodic net interest cost on swaps

Information is unaudited, estimated and subject to change.

THE SECURITIZATION PROCESS

Chimera has created term-funding through securitization ⁽¹⁾



- CIM buys \$100MM Non-Agency mortgage bond or loans from dealer.

- CIM deposits the bond or loans into a trust.
- The trust issues bonds backed by the cashflow of the underlying bond or loans.

- The Senior A note receives all principal from the collateral and interest on its \$75MM bond until the bond is paid off.
- The Subordinate B note receives interest on its \$25MM bond, absorbs losses and starts to receive principal only after the Senior A note is paid in full.
- 3x Non-Recourse Leverage.

- 60% of the Subordinate B note is financed through a repurchase agreement.
- The remaining 40% of the Subordinate B note is equity.
- 1.5x Recourse Leverage.

(1) The hypothetical diagram below shows the typical structure of our securitization transactions.

CONSOLIDATED LOAN SECURITIZATIONS

VINTAGE	DEAL	ORIGINAL FACE (\$ Thousands)			REMAINING FACE (\$ Thousands)			WEIGHTED AVERAGE COUPON (WAC)		FIRST CALL DATE
		TOTAL	SOLD	RETAINED	TOTAL	SOLD	RETAINED	Outstanding Bonds Sold	Underlying Collateral	
2023	CIM 2023-I2	238,530	202,750	35,780	218,544	182,764	35,780	6.71%	7.18%	Jul-26
2023	CIM 2023-R4	393,997	343,368	50,629	363,398	312,756	50,629	5.03%	5.75%	Apr-28
2023	CIM 2023-NR2	66,661	48,328	18,333	57,822	40,649	17,173	6.00%	5.20%	Apr-24
2023	CIM 2023-R3	450,834	394,479	56,355	413,891	357,473	56,355	4.50%	5.59%	Apr-25
2023	CIM 2023-I1	236,161	205,578	30,583	214,076	183,493	30,583	6.36%	7.43%	Apr-26
2023	CIM 2023-R2	447,384	364,841	82,543	401,938	319,383	82,543	5.50%	6.28%	Mar-28
2023	CIM 2023-NR1	134,016	97,161	36,855	107,823	71,186	36,637	6.00%	6.09%	Currently Callable
2023	CIM 2023-R1	585,718	512,503	73,215	518,191	445,094	73,062	5.40%	6.32%	Jan-25
2022	CIM 2022-NR1	144,912	105,061	39,851	125,555	87,217	38,339	3.68%	4.88%	Currently Callable
2022	CIM 2022-R3	369,891	327,168	42,723	316,032	273,300	42,721	4.55%	5.42%	Sep-27
2022	CIM 2022-I1	219,442	122,997	96,445	195,459	99,014	96,445	4.35%	4.70%	Jun-24
2022	CIM 2022-R2	508,202	440,865	67,337	427,842	360,750	67,092	3.81%	4.75%	May-27
2022	CIM 2022-R1	328,226	294,090	34,136	262,925	228,651	34,115	3.05%	4.57%	Feb-27
2021	CIM 2021-NR4	167,596	125,747	41,849	116,934	73,241	43,694	2.82%	5.72%	Currently Callable
2021	CIM 2021-R6	353,797	336,284	17,513	220,241	202,728	17,513	1.63%	5.71%	Sep-26
2021	CIM 2021-R5	450,396	382,836	67,560	344,376	277,263	67,113	2.00%	5.67%	Aug-24
2021	CIM 2021-R4	545,684	463,831	81,853	353,260	271,438	81,818	2.00%	6.74%	Jun-24
2021	CIM 2021-R3	859,735	730,775	128,960	511,845	382,714	128,960	1.95%	6.78%	Apr-25
2021	CIM 2021-NR3	117,373	82,161	35,212	65,186	26,708	38,478	2.57%	6.85%	Currently Callable
2021	CIM 2021-R2	1,497,213	1,272,631	224,582	815,659	589,957	224,582	2.07%	7.04%	Mar-25
2021	CIM 2021-NR2	240,425	180,318	60,107	140,865	70,038	70,827	2.57%	7.13%	Currently Callable
2021	CIM 2021-R1	2,098,584	1,783,797	314,787	1,179,694	862,918	314,787	1.94%	7.36%	Feb-25
2021	CIM 2021-NR1	232,682	162,877	69,805	123,554	43,677	79,877	5.57%	7.64%	Currently Callable
2020	CIM 2020-R7	653,192	562,023	91,169	380,600	290,189	90,411	2.44%	6.28%	Currently Callable
2020	CIM 2020-R6	418,390	334,151	84,239	267,976	184,078	83,850	2.25%	5.40%	Currently Callable
2020	CIM 2020-R5	338,416	257,027	81,389	170,957	89,583	81,374	2.41%	5.46%	Clean-up Call
2020	CIM 2020-R3	438,228	328,670	109,558	260,084	151,664	108,420	4.00%	5.54%	Currently Callable
2020	CIM 2020-R2	492,347	416,761	75,586	296,633	222,998	73,636	2.67%	4.31%	Clean-up Call
2020	CIM 2020-R1	390,761	317,608	73,153	253,450	180,673	72,757	2.90%	5.89%	Currently Callable
2019	SLST 2019-1	1,217,441	941,719	275,722	774,904	542,388	224,188	3.50%	4.47%	Currently Callable
2019	CIM 2019-R5	315,039	252,224	62,815	162,628	100,020	61,981	2.97%	5.74%	Clean-up Call
2019	CIM 2019-R4	320,802	256,641	64,161	172,458	110,009	62,450	3.00%	6.31%	Currently Callable
2019	CIM 2019-R3	342,633	291,237	51,396	157,732	107,426	50,306	2.63%	6.78%	Currently Callable
2019	CIM 2019-R2	464,327	358,172	106,155	288,041	183,706	104,328	3.49%	5.45%	Clean-up Call
2019	CIM 2019-R1	371,762	297,409	74,353	217,643	145,120	72,523	3.25%	5.03%	Currently Callable
2018	CIM 2018-R3	181,073	146,669	34,404	60,130	28,008	31,942	4.48%	7.32%	Currently Callable
2016	CIM 2016-FRE1	185,811	115,165	70,646	70,162	13,051	57,111	4.26%	4.82%	Currently Callable
2008	PHHMC 2008-CIM1	619,710	549,142	70,568	7,430	5,555	1,852	6.86%	5.07%	Do Not Hold Call Rights
TOTAL		\$17,437,391	\$14,405,064	\$3,032,327	\$11,035,938	\$8,116,880	\$2,906,252	3.38%	6.01%	



