

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 8-K/A

CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported):
February 12, 2025

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, Suite 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
9.000% Senior Notes due 2029	CIMN	New York Stock Exchange
9.250% Senior Notes due 2029	CIMO	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.

Explanatory Note

This Amendment to the Form 8-K is filed to reflect that the GAAP net loss for the fourth quarter ended December 31, 2024 was \$2.07 per diluted common share.

Item 2.02. Results of Operations and Financial Condition

On February 12, 2025, the registrant issued a press release announcing its financial results for the quarter and year ended December 31, 2024. A copy of the press release is furnished as Exhibit 99.1 to this report.

On February 12, 2025, 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 February 12, 2025, issued by Chimera Investment Corporation](#)

99.2 [Investor Presentation Q4 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 (Principal
Financial Officer and Principal Accounting Officer of the registrant)

Date: February 12, 2025



PRESS RELEASE

NYSE: CIM

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

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

FOR IMMEDIATE RELEASE

CHIMERA INVESTMENT CORPORATION REPORTS 4TH QUARTER 2024 EARNINGS

NEW YORK - (BUSINESS WIRE) - Chimera Investment Corporation (NYSE:CIM) today announced its financial results for the fourth quarter and full year ended December 31, 2024.

Financial Highlights⁽¹⁾:

- 4TH QUARTER GAAP NET LOSS OF \$2.07 PER DILUTED COMMON SHARE
- 4TH QUARTER EARNINGS AVAILABLE FOR DISTRIBUTION⁽²⁾ OF \$0.37 PER DILUTED COMMON SHARE
- FULL YEAR GAAP NET INCOME OF \$90 MILLION, OR \$1.10 PER DILUTED COMMON SHARE
- FULL YEAR EARNINGS AVAILABLE FOR DISTRIBUTION⁽¹⁾ OF \$121 MILLION, OR \$1.48 PER DILUTED COMMON SHARE
- GAAP BOOK VALUE OF \$19.72 PER COMMON SHARE AT DECEMBER 31, 2024 AND ECONOMIC RETURN⁽³⁾ OF 4.40% FOR THE YEAR ENDED DECEMBER 31, 2024

“In 2024, we made progress on our initiative towards building a more durable and diversified portfolio. We expect the acquisition of Palisades to strengthen our existing business and provide additional opportunities to add value for our shareholders in 2025 and over the long term,” said Phillip J. Kardis II, President and CEO.

(1) All per share amounts, common shares outstanding and restricted shares for all periods presented reflect the Company's 1-for-3 reverse stock split, which was effective after the close of trading on May 21, 2024.

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

(3) Our economic return is measured by the change in GAAP book value per common share plus common stock dividend.

Other Information

Chimera is a publicly traded real estate investment trust, or REIT, that is primarily engaged in the business of investing for itself and for unrelated third parties through its investment management and advisory services in a diversified portfolio of real estate assets, including residential mortgage loans, Non-Agency RMBS, Agency RMBS, business purpose and investor loans, including RTLs, and other real estate-related assets such as Agency CMBS.

CHIMERA INVESTMENT CORPORATION CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

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

(Unaudited)

	December 31, 2024	December 31, 2023
Cash and cash equivalents	\$ 83,998	\$ 221,684
Non-Agency RMBS, at fair value (net of allowance for credit losses of \$28 million and \$19 million, respectively)	1,064,169	1,043,806
Agency MBS, at fair value	519,218	102,484
Loans held for investment, at fair value	11,196,678	11,397,046
Accrued interest receivable	81,386	76,960
Other assets	170,924	87,018
Derivatives, at fair value	117	—
Total assets ⁽¹⁾	\$ 13,116,490	\$ 12,928,998
Liabilities:		
Secured financing agreements (\$4.1 billion and \$3.6 billion pledged as collateral, respectively, and includes \$319 million and \$350 million at fair value, respectively)	\$ 2,824,371	\$ 2,432,115
Securitized debt, collateralized by Non-Agency RMBS (\$229 million and \$249 million pledged as collateral, respectively)	71,247	75,012
Securitized debt at fair value, collateralized by Loans held for investment (\$10.2 billion and \$10.7 billion pledged as collateral, respectively)	6,984,495	7,601,881
Long term debt	134,646	—
Payable for investments purchased	454,730	158,892
Accrued interest payable	41,472	38,272
Dividends payable	34,265	54,552
Accounts payable and other liabilities	45,075	9,355
Total liabilities ⁽¹⁾	\$ 10,590,301	\$ 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; 166,666,667 shares authorized, 80,922,221 and 80,453,552 shares issued and outstanding, respectively	809	804
Additional paid-in-capital	4,390,516	4,370,130
Accumulated other comprehensive income	159,449	185,668
Cumulative earnings	4,341,111	4,165,046
Cumulative distributions to stockholders	(6,366,068)	(6,163,101)
Total stockholders' equity	\$ 2,526,189	\$ 2,558,919
Total liabilities and stockholders' equity	\$ 13,116,490	\$ 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 December 31, 2024, and December 31, 2023, total assets of consolidated VIEs were \$9,970,094 and \$10,501,840, respectively, and total liabilities of consolidated VIEs were \$6,766,505 and \$7,349,109, respectively.

Net Income (Loss)
(dollars in thousands, except share and per share data)
(Unaudited)

	For the Years Ended		
	December 31, 2024	December 31, 2023	December 31, 2022
Net interest income:			
Interest income ⁽¹⁾	\$ 760,950	\$ 772,904	\$ 773,121
Interest expense ⁽²⁾	496,274	509,541	333,293
Net interest income	264,676	263,363	439,828
Increase (decrease) in provision for credit losses	9,838	11,371	7,037
Other income (losses):			
Net unrealized gains (losses) on derivatives	2,963	(6,411)	(1,482)
Realized gains (losses) on derivatives	(21,540)	(40,957)	(561)
Periodic interest cost of swaps, net	23,780	17,167	(1,752)
Net gains (losses) on derivatives	5,203	(30,201)	(3,795)
Investment management and advisory fees	2,710	2,710	—
Net unrealized gains (losses) on financial instruments at fair value	10,811	34,373	(736,899)
Net realized gains (losses) on sales of investments	(5,219)	(31,234)	(76,473)
Gains (losses) on extinguishment of debt	—	3,875	(2,897)
Other investment gains (losses)	9,543	1,091	(1,866)
Total other income (losses)	23,048	(22,096)	(821,930)
Other expenses:			
Compensation and benefits ⁽³⁾	41,364	30,570	49,378
General and administrative expenses	23,201	25,117	22,651
Servicing and asset manager fees	29,795	32,624	36,005
Amortization of intangibles and depreciation expenses	321	—	—
Transaction expenses	7,091	15,379	16,146
Total other expenses	101,772	103,690	124,180
Income (loss) before income taxes	176,114	126,206	(513,319)
Income taxes	49	102	(253)
Net income (loss)	\$ 176,065	\$ 126,104	\$ (513,066)
Dividends on preferred stock	85,736	73,750	73,765
Net income (loss) available to common shareholders	\$ 90,329	\$ 52,354	\$ (586,831)
Net income (loss) per share available to common shareholders:			
Basic	\$ 1.12	\$ 0.68	\$ (7.53)
Diluted	\$ 1.10	\$ 0.68	\$ (7.53)
Weighted average number of common shares outstanding:			
Basic	80,976,745	76,685,785	77,979,582
Diluted	82,157,622	77,539,289	77,979,582

(1) Includes interest income of consolidated VIEs of \$640,499, \$593,384 and \$551,253 for the years ended December 31, 2024, 2023, and 2022.

(2) Includes interest expense of consolidated VIEs of \$293,509, \$282,542 and \$197,823 for the years ended December 31, 2024, 2023, and 2022.

(3) Includes a related-party, non-cash imputed compensation expense from Palisades Acquisition of \$10 million for the year ended December 31, 2024.

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

	For the Years Ended		
	December 31, 2024	December 31, 2023	December 31, 2022
Comprehensive income (loss):			
Net income (loss)	\$ 176,065	\$ 126,104	\$ (513,066)
Other comprehensive income:			
Unrealized gains (losses) on available-for-sale securities, net	(26,219)	(44,990)	(175,709)
Reclassification adjustment for net realized losses (gains) included in net income	—	1,313	—
Other comprehensive income (loss)	\$ (26,219)	\$ (43,677)	\$ (175,709)
Comprehensive income (loss) before preferred stock dividends	\$ 149,846	\$ 82,427	\$ (688,775)
Dividends on preferred stock	\$ 85,736	\$ 73,750	\$ 73,765
Comprehensive income (loss) available to common stock shareholders	\$ 64,110	\$ 8,677	\$ (762,540)

Earnings available for distribution

Earnings available for distribution is a non-GAAP measure and is defined as GAAP net income excluding (i) unrealized gains or losses on financial instruments carried at fair value with changes in fair value recorded in earnings, (ii) realized gains or losses on the sales of investments, (iii) gains or losses on the extinguishment of debt, (iv) changes in the provision for credit losses, (v) unrealized gains or losses on derivatives, (vi) realized gains or losses on derivatives, (vii) transaction expenses, (viii) stock compensation expenses for retirement eligible awards, (ix) amortization of intangibles and depreciation expenses, (x) non-cash imputed compensation expense related to business acquisitions, and (xi) other gains and losses on equity investments.

Non-cash imputed compensation expense reflects the portion of the consideration paid in the Palisades Acquisition that pursuant to the seller's contractual arrangements is distributable to the seller's legacy employees (who are now our employees) and that for GAAP purposes is recorded as non-cash imputed compensation expense with an offsetting entry recorded as non-cash contribution from a related party to our shareholder's equity. The excluded amounts do not include any normal, recurring compensation paid to our employees.

Transaction expenses are primarily comprised of costs only incurred at the time of execution of our securitizations, certain structured secured financing agreements, and business combination transactions and include costs such as underwriting fees, legal fees, diligence fees, accounting 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 group's 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.

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. To maintain our qualification as a REIT, U.S. federal income tax law generally requires that we distribute at least 90% of our REIT taxable income annually, determined without regard to the deduction for dividends paid and excluding net capital gains. Earnings available for distribution, however, 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 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 helps us and investors evaluate our financial performance period over period without the impact of certain non-recurring transactions. Therefore, Earnings available for distribution should not be viewed in isolation and is not a substitute for or superior to 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				
	December 31, 2024	September 30, 2024	June 30, 2024	March 31, 2024	December 31, 2023
	(dollars in thousands, except per share data)				
GAAP Net income (loss) available to common stockholders	\$ (168,275)	\$ 113,672	\$ 33,913	\$ 111,016	\$ 12,104
Adjustments ⁽¹⁾ :					
Net unrealized (gains) losses on financial instruments at fair value	181,197	(104,012)	(11,231)	(76,765)	(6,815)
Net realized (gains) losses on sales of investments	1,468	—	—	3,750	3,752
(Gains) losses on extinguishment of debt	—	—	—	—	2,473
Increase (decrease) in provision for credit losses	4,448	358	3,684	1,347	2,330
Net unrealized (gains) losses on derivatives	(276)	14,457	(11,955)	(5,189)	15,871
Realized (gains) losses on derivatives	(641)	4,864	17,317	—	—
Transaction expenses	4,707	2,317	—	67	425
Stock Compensation expense for retirement eligible awards	(307)	(424)	(419)	1,024	(391)
Amortization of intangibles and depreciation expenses ⁽²⁾	321	—	—	—	—
Non-cash imputed compensation related to business acquisition	10,296	—	—	—	—
Other investment (gains) losses	(2,490)	(1,366)	(1,001)	(4,686)	986
Earnings available for distribution	\$ 30,448	\$ 29,866	\$ 30,308	\$ 30,564	\$ 30,735
GAAP net income (loss) per diluted common share	\$ (2.07)	\$ 1.39	\$ 0.41	\$ 1.36	\$ 0.16
Earnings available for distribution per adjusted diluted common share	\$ 0.37	\$ 0.36	\$ 0.37	\$ 0.37	\$ 0.40

(1) As a result of the Palisades Acquisition, we updated the determination of earnings available for distribution to exclude non-recurring acquisition-related transaction expenses, non-cash amortization of intangibles and depreciation expenses, and non-cash imputed compensation expenses. These expenses are excluded as they relate to the Palisades Acquisition and are not directly related to generation of our portfolio's investment income.

(2) Non-cash amortization of intangibles and depreciation expenses related to Palisades Acquisition

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

	December 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	\$ 1,010,128	\$ 45.11	60.83	5.7 %	17.6 %
Subordinated	648,977	59.18	57.99	4.5 %	8.0 %
Interest-only	2,644,741	5.81	2.77	0.7 %	6.6 %
Agency RMBS					
CMO	464,640	99.97	99.36	5.8 %	5.8 %
Interest-only	380,311	5.15	4.41	0.7 %	6.9 %
Agency CMBS					
Project loans	40,882	101.51	84.07	3.5 %	3.4 %
Interest-only	449,437	1.36	1.43	0.5 %	8.9 %

(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 December 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.

December 31, 2024

December 31, 2023

(dollars in thousands)

	December 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	NA	\$ —	N/A	NA
1 to 29 days	642,358	5.61%	4.66% - 7.52%	272,490	7.35%	6.30% - 8.22%
30 to 59 days	959,559	7.79%	5.34% - 12.50%	495,636	6.68%	5.58% - 7.87%
60 to 89 days	318,750	5.58%	4.87% - 7.02%	305,426	7.17%	5.93% - 7.85%
90 to 119 days	51,416	6.38%	5.51% - 6.77%	54,376	7.46%	6.59% - 7.80%
120 to 180 days	123,072	6.15%	5.82% - 6.77%	105,727	7.09%	6.72% - 7.80%
180 days to 1 year	409,760	6.79%	5.80% - 7.49%	39,620	7.06%	6.66% - 7.39%
1 to 2 years	—	N/A	NA	808,601	9.36%	8.36% - 12.50%
2 to 3 years	337,245	5.02%	5.02% - 5.02%	—	N/A	N/A
Greater than 3 years	—	N/A	NA	362,215	5.11%	5.10% - 7.15%
Total	\$ 2,842,160	6.48%		\$ 2,444,091	7.51%	

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

	December 31, 2024		December 31, 2023	
GAAP Leverage at period-end	4.0:1		4.0:1	
GAAP Leverage at period-end (recourse)	1.2:1		1.0:1	

Portfolio Composition	December 31, 2024		December 31, 2023	
	Amortized Cost		Fair Value	
Non-Agency RMBS	7.9 %	7.5 %	8.3 %	8.3 %
Senior	3.7 %	4.0 %	4.8 %	5.4 %
Subordinated	3.0 %	2.3 %	2.9 %	2.2 %
Interest-only	1.2 %	1.2 %	0.6 %	0.7 %
Agency RMBS	3.7 %	0.2 %	3.7 %	0.1 %
CMO	3.6 %	— %	3.6 %	— %
Interest-only	0.1 %	0.2 %	0.1 %	0.1 %
Agency CMBS	0.4 %	0.7 %	0.4 %	0.7 %
Project loans	0.3 %	0.6 %	0.3 %	0.6 %
Interest-only	0.1 %	0.1 %	0.1 %	0.1 %
Loans held for investment	88.0 %	91.6 %	87.6 %	90.9 %
Fixed-rate percentage of portfolio	87.9 %	96.5 %	87.3 %	95.9 %
Adjustable-rate percentage of portfolio	12.1 %	3.5 %	12.7 %	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 Year Ended December 31, 2024	\$ 760,950	\$ 496,274	\$ (23,780)	\$ 472,494	\$ 264,676	\$ 23,780	\$ (7,352)	\$ 281,104
For the Year Ended December 31, 2023	\$ 772,904	\$ 509,541	\$ (17,167)	\$ 492,374	\$ 263,363	\$ 17,167	\$ (9,871)	\$ 270,659
For the Year Ended December 31, 2022	\$ 773,121	\$ 333,293	\$ 1,752	\$ 335,045	\$ 439,828	\$ (1,752)	\$ (2,505)	\$ 435,571
For the Quarter Ended December 31, 2024	\$ 192,364	\$ 126,540	\$ (4,542)	\$ 121,997	\$ 65,824	\$ 4,542	\$ (1,169)	\$ 69,197
For the Quarter Ended September 30, 2024	\$ 195,295	\$ 128,844	\$ (6,789)	\$ 122,054	\$ 66,451	\$ 6,789	\$ (1,729)	\$ 71,511
For the Quarter Ended June 30, 2024	\$ 186,717	\$ 119,422	\$ (6,971)	\$ 112,451	\$ 67,295	\$ 6,971	\$ (1,872)	\$ 72,394
For the Quarter Ended March 31, 2024	\$ 186,574	\$ 121,468	\$ (5,476)	\$ 115,992	\$ 65,106	\$ 5,476	\$ (2,581)	\$ 68,001

(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 Quarters Ended									
	December 31, 2024			September 30, 2024			December 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 ⁽³⁾	\$ 682,811	\$ 10,505	6.1 %	\$ 627,966	\$ 10,343	6.6 %	\$ 19,136	\$ 303	6.3 %	
Agency CMBS	41,906	507	4.8 %	44,236	502	4.5 %	105,270	1,138	4.3 %	
Non-Agency RMBS	1,000,496	29,508	11.8 %	978,811	30,365	12.4 %	950,366	29,611	12.5 %	
Loans held for investment	11,107,918	150,674	5.4 %	11,260,536	152,355	5.4 %	11,882,662	158,501	5.3 %	
Total	\$ 12,833,131	\$ 191,194	6.0 %	\$ 12,911,549	\$ 193,565	6.1 %	\$ 12,957,434	\$ 189,553	5.9 %	
Liabilities and stockholders' equity:										
Interest-bearing liabilities ⁽²⁾:										
Secured financing agreements collateralized by:										
Agency RMBS ⁽³⁾	\$ 637,645	\$ 7,438	5.0 %	\$ 537,265	\$ 7,563	5.7 %	\$ —	\$ —	— %	
Agency CMBS	29,194	366	5.0 %	31,001	423	5.5 %	75,847	1,071	5.6 %	
Non-Agency RMBS	657,762	10,537	6.4 %	649,412	11,088	6.8 %	710,550	13,561	7.6 %	
Loans held for investment	1,745,522	27,973	6.4 %	1,699,744	26,643	6.3 %	1,761,188	30,298	6.9 %	
Securitized debt	7,670,967	72,209	3.8 %	7,887,609	73,867	3.7 %	8,422,017	76,327	3.6 %	
Long term debt ⁽³⁾	139,750	3,474	9.9 %	99,938	2,470	9.9 %	—	—	— %	
Total	\$ 10,880,840	\$ 121,997	4.5 %	\$ 10,904,969	\$ 122,054	4.5 %	\$ 10,969,602	\$ 121,257	4.4 %	
Economic net interest income/net interest rate spread		\$ 69,197	1.5 %		\$ 71,511	1.6 %		\$ 68,296	1.5 %	
Net interest-earning assets/net interest margin	\$ 1,952,291		2.2 %	\$ 2,006,580		2.2 %	\$ 1,987,832		2.1 %	
Ratio of interest-earning assets to interest bearing liabilities	1.18			1.18			1.18			

(1) Interest-earning assets at amortized cost.

(2) Interest includes periodic net interest cost on swaps.

(3) These amounts have been adjusted to reflect the daily outstanding averages for which the financial instruments were held during the period.

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	Earnings available for distribution/Average Common Equity
	(Ratios have been annualized)		
For the Year Ended December 31, 2024	6.72 %	10.72 %	7.16 %
For the Year Ended December 31, 2023	4.87 %	10.45 %	7.19 %
For the Year Ended December 31, 2022	(16.69)%	14.17 %	11.96 %
For the Quarter Ended December 31, 2024	(22.27)%	10.52 %	7.16 %
For the Quarter Ended September 30, 2024	20.30 %	10.64 %	6.79 %
For the Quarter Ended June 30, 2024	8.57 %	11.06 %	7.08 %
For the Quarter Ended March 31, 2024	19.90 %	10.45 %	7.31 %

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

Accretible Discount (Net of Premiums)	For the Quarters Ended				
	(dollars in thousands)				
	December 31, 2024	September 30, 2024	June 30, 2024	March 31, 2024	December 31, 2023
Balance, beginning of period	\$ 123,953	\$ 125,881	\$ 130,624	\$ 139,737	\$ 147,252
Accretion of discount	(8,855)	(10,949)	(11,142)	(8,179)	(12,840)
Purchases	—	2,834	919	1,848	—
Sales	—	—	—	—	—
Elimination in consolidation	—	—	—	—	—
Transfers from/(to) credit reserve, net	2,105	6,187	5,480	(2,782)	5,325
Balance, end of period	\$ 117,203	\$ 123,953	\$ 125,881	\$ 130,624	\$ 139,737

Disclaimer

In this press release references to “we,” “us,” “our” or “the Company” refer to Chimera Investment Corporation and its subsidiaries unless specifically stated otherwise or the context otherwise indicates. 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 “goal,” “expect,” “target,” “assume,” “estimate,” “project,” “budget,” “forecast,” “anticipate,” “intend,” “plan,” “may,” “would,” “will,” “could,” “should,” “believe,” “predict,” “potential,” “continue,” or 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 ability to obtain funding on favorable terms and access the capital markets; our ability to achieve optimal levels of leverage and effectively manage our liquidity; changes in inflation, the yield curve, interest rates and mortgage prepayment rates; our ability to manage credit risk related to our investments and comply with the

Risk Retention Rules; rates of default, delinquencies, forbearance, deferred payments or decreased recovery rates on our investments; the concentration of properties securing our securities and residential loans in a small number of geographic areas; our ability to execute on our business and investment strategy; our ability to determine accurately the fair market value of our assets; changes in our industry, the general economy or geopolitical conditions; our ability to successfully integrate and realize the anticipated benefits of any acquisitions, including the Palisades Acquisition; our ability to operate our investment management and advisory services and manage any regulatory rules and conflicts of interest; the degree to which our hedging strategies may or may not be effective; our ability to effect our strategy to securitize residential mortgage loans; our ability to compete with competitors and source target assets at attractive prices; our ability to find and retain qualified executive officers and key personnel; the ability of servicers and other third parties to perform their services at a high level and comply with applicable law and expanding regulations; our dependence on information technology and its susceptibility to cyber-attacks; our ability to comply with extensive government regulation; the impact of and changes in governmental regulations, tax law and rates, accounting guidance, and similar matters; our ability to maintain our exemption from registration under the Investment Company Act of 1940, as amended; our ability to maintain our classification as a real estate investment trust for U.S. federal income tax purposes; the volatility of the market price and trading volume of our shares; and our ability to make distributions to our stockholders in the future.

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 any 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.



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Investor Presentation

Q4 | 2024



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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 December 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.

Non-GAAP Financial Measures

This presentation includes certain non-GAAP financial measures, including earnings available for distribution. We believe the non-GAAP financial measures are useful for management, investors, analysts, and other interested parties in evaluating our performance but should not be viewed in isolation and are not a substitute for financial measures computed in accordance with U.S. generally accepted accounting principles ("GAAP"). In addition, we may calculate our non-GAAP metrics, such as earnings available for distribution, differently than our peers making comparative analysis difficult.

Chimera is a Credit-Focused Hybrid Mortgage REIT

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

- We are a Real Estate Investment Trust (REIT) founded in 2007.
- As a result of the Palisades Acquisition, we began providing third-party investment management and advisory services.
- Our hybrid approach allows us to maintain flexibility in portfolio allocation and liability management.
- Our equity capital is approximately \$2.5 billion, including approximately \$1.6 billion common stock and \$930 million preferred stock.
- We have declared dividends of \$6.4 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 Loans, Investor Loans, Residential Transition Loans (RTLs), and Prime Jumbo Loans, which represents a significant part of our business.
- 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, unsecured debt, and, most importantly, asset securitization.
- Our total leverage ratio is 4.0x and recourse leverage ratio is 1.2x.

Q4'24 Overview

- **Our book value per share for Q4'24 was \$19.72, compared to \$22.35 in Q3'24.**
- **Generated \$0.37 per share of Earnings Available for Distribution (EAD).⁽¹⁾**
 - ✓ Declared a dividend of \$0.37 per common share in the fourth quarter of 2024.
- **Completed acquisition of Palisades Group, an alternative asset manager that manages and invests, on behalf of third parties, in residential real estate assets across a broad spectrum of credit products.**
- **Remained very active with our portfolio during the quarter.**
 - ✓ Sold approximately \$537 million current face of Agency CMOs during the quarter.
 - Proceeds were used to fund the acquisition of Palisades Group and for asset purchases.
 - ✓ Settled \$129 million unpaid principal balance (UPB) of RTLs, committed to purchasing \$130 million UPB expected to settle in early 2025.
 - ✓ Committed to the purchase of a Non-QM DSCR loan pool of \$308⁽²⁾ million unpaid principal balance, which settled into a securitization in January 2025 (CIM 2025-11).
- **Interest rate hedges provide flexibility for the management of our NIM.**
 - ✓ \$1.5 billion of interest rate swaps, at a weighted average pay-fixed rate of 3.56%, protect approximately 69% of our floating rate liabilities.
 - The weighted average maturity on the Company's interest rate swaps is less than one year.
 - ✓ Executed on 2-year Treasury Note Futures to hedge execution risk of the CIM 2025-11 securitization.
 - ✓ Post quarter-end, exercised \$500 million of interest rate swaptions at a pay-fixed rate of 3.45%, executed on \$50 million of Eris SOFR swap futures at a pay-fixed rate of 4.00%, and entered into a \$1 billion 2- year interest rate cap with a 3.95% strike.

(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 for GAAP to Non-GAAP reconciliations. (2) Post paydowns and kickouts, settled on and securitized \$288 million of loans.

2024 Year in Review

Against a volatile market backdrop, we managed our portfolio through increased liquidity and diversified sources of income.

- **Economic return of 4.4% for the year.⁽¹⁾**
 - ✓ Declared \$1.42 dividends per share in 2024.
- **Completed acquisition of Palisades Group.**
- **Purchased approximately \$102 million current face in subordinated tranches of third-party mortgage securitizations.**
- **Purchased approximately \$1 billion current face in floating rate Agency CMOs, providing an attractive return and serving as a source of liquidity.⁽²⁾**
- **Committed to purchasing \$1.1 billion unpaid principal balance of residential mortgage loans in 2024.**
 - ✓ Approximately 44% were seasoned reperforming loans (RPLs), 29% were Non-QMs, and the remainder were RTLs.
 - ✓ \$130 million UPB of RTLs expected to settle and \$308⁽³⁾ million UPB of Non-QMs settled in the first quarter of 2025.
 - ✓ Apart from the RTLs, all loans were financed or expected to be financed through non-recourse term securitization transactions.
- **Sponsored CIM 2024-R1, a \$468 million securitization of seasoned reperforming residential mortgages.**
- **Secured recourse financing increased by net \$392 million year-over-year.**
 - ✓ Secured financing facilities backed by residential credit assets increased by \$35 million.
 - ✓ Secured financing backed by Agency CMOs increased by \$403 million.
- **Issued two unsecured senior notes totaling \$140⁽⁴⁾ million at a weighted average coupon of 9.13% – both of which are callable in 2026.**
- **Over the year, we converted \$1.5 billion of interest rate swaptions to swaps with a weighted average pay-fixed rate of 3.56%.**

⁽¹⁾ Our economic return on book value is calculated as the overall change in book value for the period plus dividends.

⁽²⁾ \$537 million sold in Q4'24 – proceeds were used for the acquisition of Palisades Group and asset purchases.

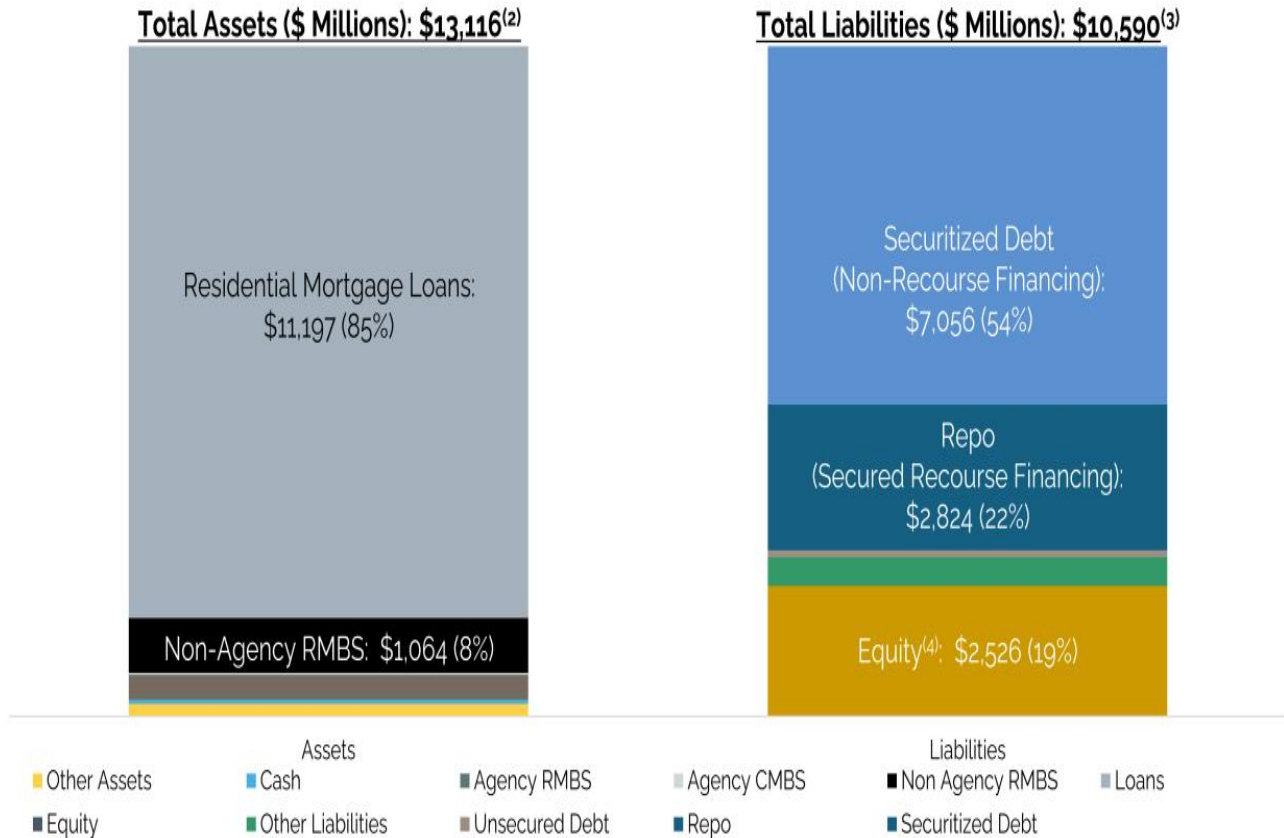
⁽³⁾ Post paydowns and kickouts, settled on and securitized \$288 million of loans.

⁽⁴⁾ After deducting the debt issuance costs, the Company received approximately \$134 million.

Total Portfolio | GAAP Balance Sheet

Our capital is mainly allocated to residential mortgage loans, financed with securitized debt (non-recourse) and repo (secured recourse) financing.

Q4'24 GAAP Balance Sheet (\$ Millions)⁽¹⁾



⁽¹⁾ At Fair Value.

⁽²⁾ Assets includes \$84 million of Cash, \$519 million of Agency MBS (RMBS and CMBS), and \$252 million of Other Assets

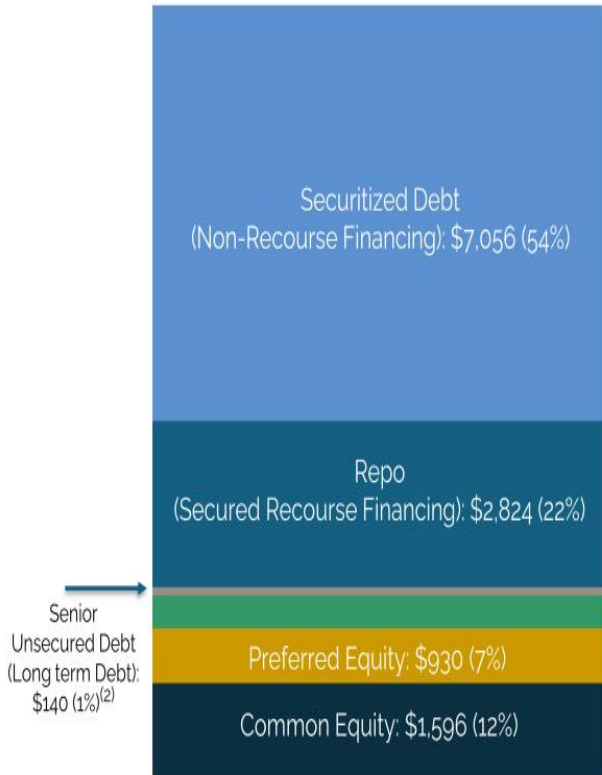
⁽³⁾ Liabilities include \$575 million of Other Liabilities and \$135 million of Unsecured Debt.

⁽⁴⁾ Equity includes \$930 million of Preferred Equity.

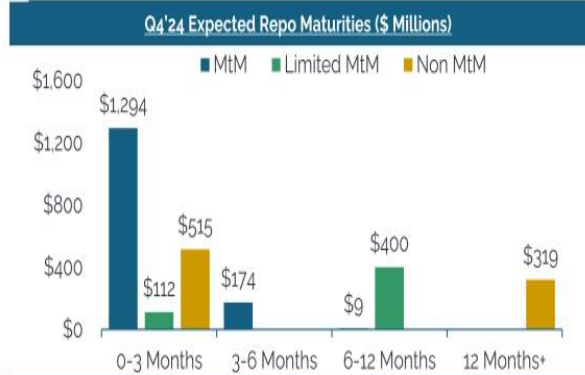
Capital Structure Overview

We use several funding sources to finance our investments including repurchase agreements (repo), warehouse lines, unsecured debt and, most importantly, asset securitization.

Total Liabilities & Stockholders' Equity (\$ Millions): \$13,116⁽¹⁾



Floating Rate Sensitivity (\$ Millions)	
Floating Rate Repo (Secured Recourse Financing)	\$2,161 ⁽³⁾
Floating Rate Preferred Equity	\$525
Total Floating Rate Sensitivity	\$2,686
Interest Rate Hedges	\$1,500
Hedge Percentage	56%
Net Floating Rate Exposure	\$1,186



Preferred Details (\$ Millions)			
Series	Notional	Coupon	Floating Info
A	\$145	8.00%	Fixed
B	\$325	10.38% ⁽⁴⁾	SOFR + Tenor Adj + 579
C	\$260	7.75%	Float as of Sept'25
D	\$200	9.97% ⁽⁵⁾	SOFR + Tenor Adj + 538
Total	\$930	9.19%	

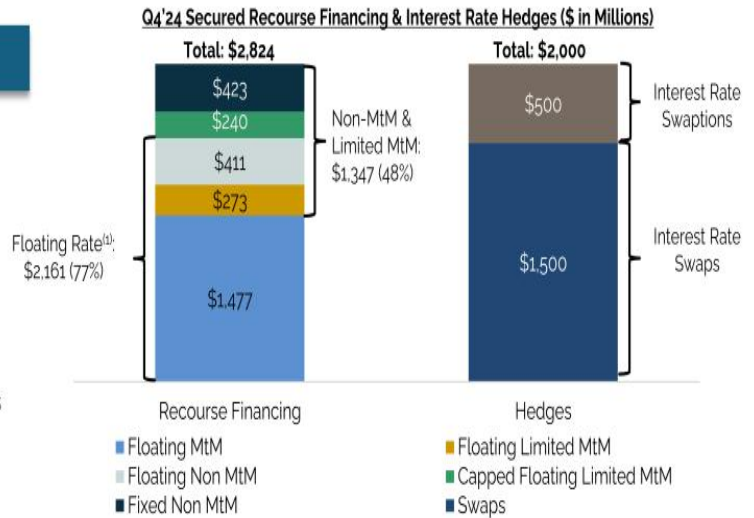
(1) At Fair Value. (2) After deducting the debt issuance cost of \$2.7 million, the Company received approximately \$62 million with the May 2024 Unsecured Debt Offering. After deducting the debt issuance cost of \$2.9 million, the Company received approximately \$72 million with the August 2024 Unsecured Debt Offering.

(3) Excludes \$240 million of capped floating rate financing. (4) Series B coupon is equal to three-month CME Term SOFR (plus a LIBOR to SOFR Tenor spread adjustment of 0.26%) plus a spread of 5.79%. (5) Series D coupon is equal to three-month CME Term SOFR (plus a LIBOR to SOFR Tenor spread adjustment of 0.26%) plus a spread of 5.38%.

Secured Recourse Financing & Interest Rate Hedging

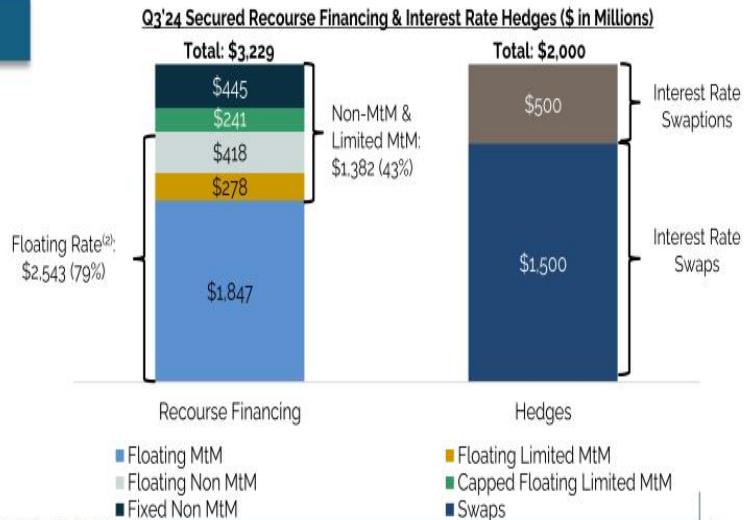
Q4'24

- \$2.8 billion in repo (secured recourse financing) liabilities
- \$1.5 billion of Mark-to-Market (MtM) financing
- 1.2x recourse leverage
- 48% of repos are Non-MtM and Limited MtM
- \$1.5 billion of interest rate swaps hedge 60% of our floating rate liabilities⁽¹⁾
 - Weighted average pay-fixed rate of 3.56%
 - Weighted average maturity is less than one year
- Post fourth quarter of 2024, exercised \$500 million of interest rate swaptions at a pay-fixed rate of 3.45%, executed on \$50 million of Eris SOFR swap futures at a pay-fixed rate of 4.00%, and entered into a \$1 billion 2- year interest rate cap with a 3.95% strike.



Q3'24

- \$3.2 billion in repo (secured recourse financing) liabilities
- \$1.8 billion of Mark-to-Market (MtM) financing
- 1.2x recourse leverage
- 43% of repos are Non-MtM and Limited MtM
- \$1.5 billion of interest rate swaps hedge 59% of our floating rate liabilities⁽²⁾
 - Weighted average pay-fixed rate of 3.56%
 - Weighted average maturity is less than one year
- \$500 million of interest rate swaptions (expire Jan. 2025)
 - Weighted average pay-fixed rate of 3.45%



⁽¹⁾ Excludes \$240 million of capped floating rate financing.

⁽²⁾ Excludes \$241 million of capped floating rate financing.

Residential Mortgage Overview

Our Residential Mortgage Loan Process

- We acquire residential mortgage loans from banks, non-bank financial institutions and government sponsored agencies.
- We finance purchases of mortgage loans via warehouse facilities and repurchase agreements (recourse financing).
- We securitize mortgage loans by selling senior securities (long-term non-recourse financing) and retaining subordinate and interest-only securities.
- We finance retained securities via repurchase agreements (secured recourse financing) to enhance our return on investment.

Q4'24 Key Loan Statistics

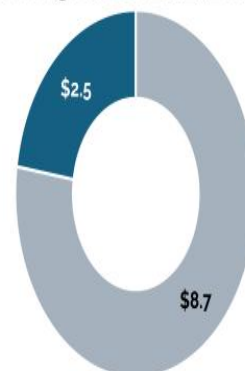
Total Current Unpaid Principal Balance (UPB)	\$11.2 Billion ⁽¹⁾
Total Number of Loans	103,571
Weighted Average Loan Size	\$108K
Weighted Average Coupon	5.98%
Weighted Average FICO	667
Weighted Average Loan Age (WALA)	190 Months
Weighted Average Original Loan-to-Value (LTV)	78%
Amortized Loan-to-Value (LTV)	64%
HPI Updated Loan-to-Value (LTV) ⁽²⁾	43%
60+ Days Delinquent	9.3%

Source: Bloomberg and IntexCalc. (1) Includes \$626MM of Residential Mortgage Loans held in financing trusts and \$580MM of Non-QM and Prime Jumbo securitizations. (2) HPI LTV data as of October 2024.

CHIMERA | Information unaudited, estimated, and subject to change.

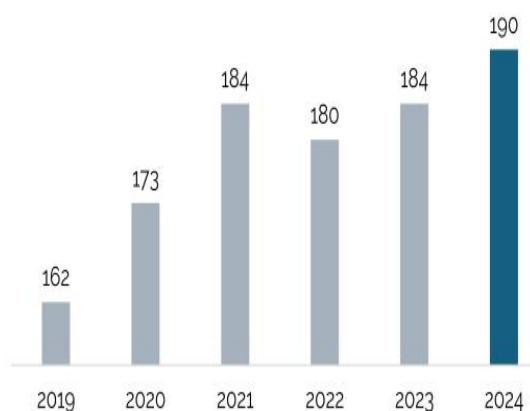
Our loan portfolio is very seasoned, with 77% of loans originated 2008 and prior.

Loan Origination Year (\$ Billions)



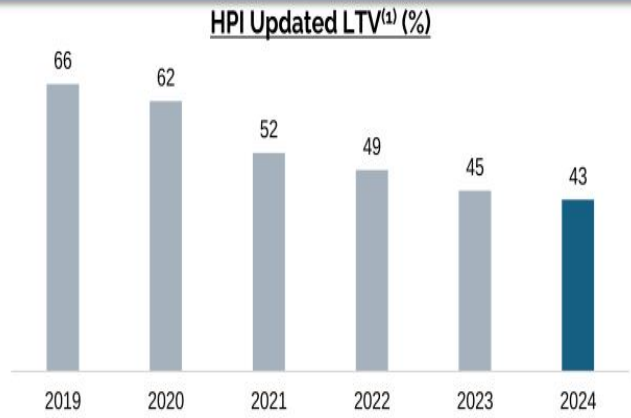
■ UPB Originated Prior to 2008 ■ UPB Originated After 2008

Weighted Average Loan Age (Months)



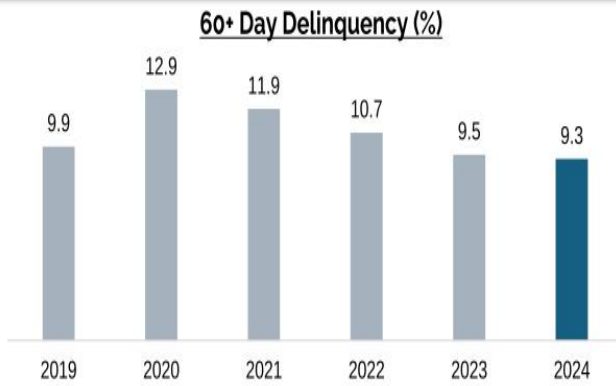
Residential Mortgage Loans Overview

Our loan portfolio has benefitted from historical levels of home equity due to home price appreciation.



Delinquencies on our loan portfolio have been low – currently at lowest level since 2019.

Our loan portfolio has a weighted average coupon of 5.98%.



Source: Bloomberg and IntexCalc. (1) HPI/LTV data as of October 2024.

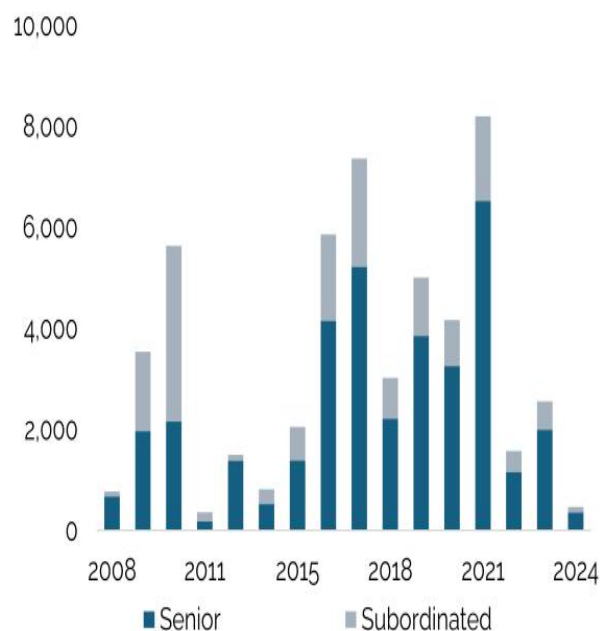
Securitization Activity

We have completed 105 deals and securitized \$53 billion of residential mortgage assets, including Legacy Non-Agency RMBS, Seasoned Reperforming Loans, Agency Eligible Investor Loans, Non-QM DSCR loans, and Prime Jumbo loans, since inception.

- We currently have RMBS & Loan issuance with an unpaid principal balance of approximately \$13 billion outstanding.
- Re-securitization is an additional source for future capital re-deployment.

Securitization History (\$ Millions)

Vintage	Type	# of Deals Issued	Total Orig. Balance	Senior Bond Orig. Balance	Subordinated Bond Orig. Balance	# of Deals Outstanding
2008	Loan	2	771	671	100	2
2009	RMBS	3	3,535	1,965	1,570	2
2010	RMBS	14	5,638	2,156	3,482	6
2011	RMBS	2	359	177	182	2
2012	Loan	3	1,497	1,378	119	-
2014	Loan & RMBS	2	816	522	294	-
2015	Loan	4	2,048	1,385	663	-
2016	Loan	6	5,862	4,149	1,713	1
2017	Loan	9	7,364	5,218	2,147	-
2018	Loan	9	3,022	2,210	812	3
2019	Loan	12	5,007	3,850	1,157	11
2020	Loan	11	4,164	3,254	909	9
2021	Loan	14	8,202	6,522	1,680	14
2022	Loan	5	1,571	1,156	415	5
2023	Loan	8	2,553	1,991	562	8
2024	Loan	1	468	352	116	1
		105	\$52,878	\$36,957	\$15,921	64

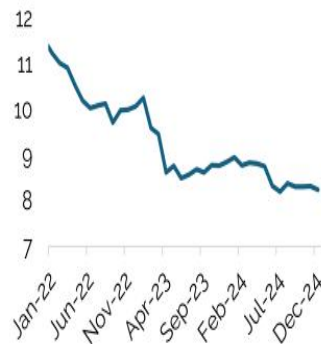


RPL Securitization Credit Performance

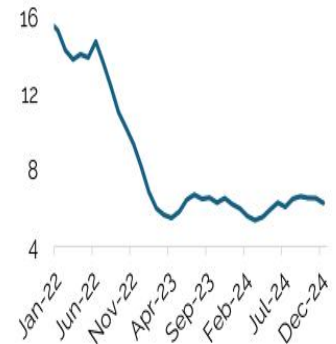
Reperforming Loans are a cornerstone of our portfolio. Residential Credit fundamentals and performance have been stable, given home price appreciation and the fully seasoned nature of our loans.

Q4'24 Key Loan Statistics	
Total Original Unpaid Principal Balance (UPB)	\$16.6 Billion
Total Current Unpaid Principal Balance (UPB)	\$10 Billion
Total Number of Loans	100,822
Weighted Average Loan Size	\$99K
Weighted Average Coupon	5.96%
Weighted Average FICO	656
Weighted Average Loan Age (WALA)	209 Months
Amortized Loan-to-Value (LTV)	63%
HPI Updated Loan-to-Value (LTV) ⁽¹⁾	40%
60+ Days Delinquent	9.4%

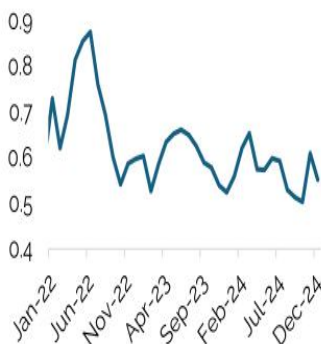
60+ Day Delinquency (%)



3 Month Prepayment Rate (CPR %)



3 Month Default Rate (%)



3 Month Loss Severity (%)



Source: Bloomberg and IntexCalc. (1) HPI LTV data as of October 2024.

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Information unaudited, estimated, and subject to change.

Q4'24 Summary

Capital

- Completed acquisition of Palisades Group, an alternative asset manager that manages and invests, on behalf of third parties, in residential real estate assets across a broad spectrum of credit products.
- We expect to continue to acquire and securitize mortgage loans as well as further implement our call optimization strategy on our securitizations.
- The timing of these re-securitizations is impacted by many factors, including credit performance, prepayment speeds, interest rates, and market volatility.

Portfolio Activity

- Sold Agency CMOs in Q4 with \$537 million current face.
- Committed to purchasing a Non-QM DSCR loan pool, in the amount of \$308⁽¹⁾ million UPB, which settled into a securitization in January 2025 (CIM 2025 I-1).
- Settled \$129 million UPB of RTLs, with another \$130 million UPB expected to settle in early 2025.

Credit Performance

- We believe credit performance on our existing loan portfolio remains strong.
- The weighted average HPI LTV of our loan portfolio is 43%.⁽²⁾
- 190 months of seasoning.

Financing & Liquidity

- Recourse leverage is 1.2x as of Q4'24.
- Ended the quarter with \$84 million in cash and \$526 million in unencumbered assets.

Interest Rate Hedging

- Current hedges are positioned to deal with an uncertain rate environment.
- \$1.5 billion of interest rate swaps, with a weighted average maturity less than one year, protecting 69% of our floating rate secured recourse financing.⁽³⁾
- Post quarter-end, exercised \$500 million of interest rate swaptions at a pay-fixed rate of 3.45%, executed on \$50 million of Eris SOFR swap futures at a pay-fixed rate of 4.00%, and entered into a \$1 billion 2-year interest rate cap with a 3.95% strike.

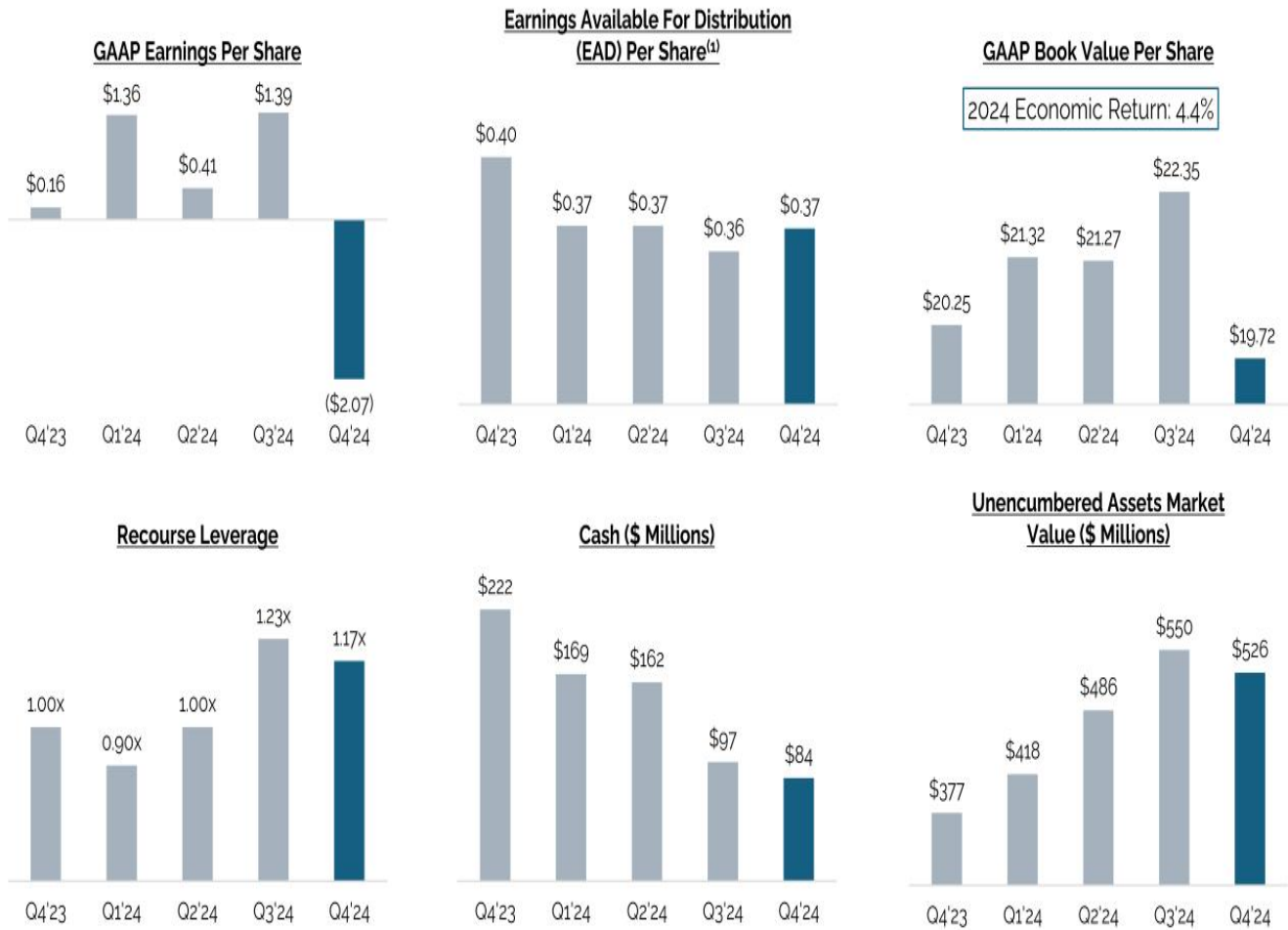
⁽¹⁾ Post paydowns and hichouts, settled on and securitized \$288 million of loans.

⁽²⁾ HPI LTV data as of October 2024. ⁽³⁾ Excludes \$240 million of capped floating rate financing.



Appendix

Financial Metrics



⁽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 for GAAP to Non-GAAP reconciliations.

Earnings Available for Distribution

Earnings available for distribution is a non-GAAP measure and is defined as GAAP net income excluding (i) unrealized gains or losses on financial instruments carried at fair value with changes in fair value recorded in earnings, (ii) realized gains or losses on the sales of investments, (iii) gains or losses on the extinguishment of debt, (iv) changes in the provision for credit losses, (v) unrealized gains or losses on derivatives, (vi) realized gains or losses on derivatives, (vii) transaction expenses, (viii) stock compensation expenses for retirement eligible awards, (ix) amortization of intangibles and depreciation expenses, (x) non-cash imputed compensation expense related to business acquisitions, and (xi) other gains and losses on equity investments.

Non-cash imputed compensation expense reflects the portion of the consideration paid in the Palisades Acquisition that pursuant to the seller's contractual arrangements is distributable to the seller's legacy employees (who are now our employees) and that for GAAP purposes is recorded as non-cash imputed compensation expense with an offsetting entry recorded as non-cash contribution from a related party to our shareholder's equity. The excluded amounts do not include any normal, recurring compensation paid to our employees.

Transaction expenses are primarily comprised of costs only incurred at the time of execution of our securitizations, certain structured secured financing agreements, and business combination transactions and include costs such as underwriting fees, legal fees, diligence fees, accounting 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 group's 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.

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. To maintain our qualification as a REIT, U.S. federal income tax law generally requires that we distribute at least 90% of our REIT taxable income annually, determined without regard to the deduction for dividends paid and excluding net capital gains. Earnings available for distribution, however, 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 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 helps us and investors evaluate our financial performance period over period without the impact of certain non-recurring transactions. Therefore, Earnings available for distribution should not be viewed in isolation and is not a substitute for or superior to 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

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				
	December 31, 2024	September 30, 2024	June 30, 2024	March 31, 2024	December 31, 2023
	(dollars in thousands, except per share data)				
GAAP Net income (loss) available to common stockholders	\$ (168,275)	\$ 113,672	\$ 33,913	\$ 111,016	\$ 12,104
Adjustments ⁽¹⁾ :					
Net unrealized (gains) losses on financial instruments at fair value	181,197	(104,012)	(11,231)	(76,765)	(6,815)
Net realized (gains) losses on sales of investments	1,468	—	—	3,750	3,752
(Gains) losses on extinguishment of debt	—	—	—	—	2,473
Increase (decrease) in provision for credit losses	4,448	358	3,684	1,347	2,330
Net unrealized (gains) losses on derivatives	(276)	14,457	(11,955)	(5,189)	15,871
Realized (gains) losses on derivatives	(641)	4,864	17,317	—	—
Transaction expenses	4,707	2,317	—	67	425
Stock Compensation expense for retirement eligible awards	(307)	(424)	(419)	1,024	(391)
Amortization of intangibles and depreciation expenses ⁽²⁾	321	—	—	—	—
Non-cash imputed compensation related to business acquisition	10,296	—	—	—	—
Other investment (gains) losses	(2,490)	(1,366)	(1,001)	(4,686)	986
Earnings available for distribution	\$ 30,448	\$ 29,866	\$ 30,308	\$ 30,564	\$ 30,735
GAAP net income (loss) per diluted common share	\$ (2.07)	\$ 1.39	\$ 0.41	\$ 1.36	\$ 0.16
Earnings available for distribution per adjusted diluted common share	\$ 0.37	\$ 0.36	\$ 0.37	\$ 0.37	\$ 0.40

(1) As a result of the Palisades Acquisition, we updated the determination of earnings available for distribution to exclude non-recurring acquisition-related transaction expenses, non-cash amortization of intangibles and depreciation expenses, and non-cash imputed compensation expenses. These expenses are excluded as they relate to the Palisades Acquisition and are not directly related to generation of our portfolio's investment income.

(2) Non-cash amortization of intangibles and depreciation expenses related to Palisades Acquisition.

Net Asset Breakout

Net Asset Breakout	Q4'24				Q3'24			
	Direct Holdings	Securitization Trusts	Financing Trusts	Total	Direct Holdings	Securitization Trusts	Financing Trusts	Total
Investments:								
Non-Agency RMBS, at fair value	834,826,241	229,342,847	-	1,064,169,087	880,819,478	241,016,668	-	1,121,836,146
Agency MBS, at fair value	519,217,700	-	-	519,217,700	1,018,918,229	-	-	1,018,918,229
Residential Mortgage Loans ⁽¹⁾								
RPL	-	9,580,395,227	(0)	9,580,395,227	-	10,044,194,082	(0)	10,044,194,082
Investor	-	565,924,645	-	565,924,645	-	596,968,023	-	596,968,023
RTL	-	-	212,978,093	212,978,093	-	-	119,690,280	119,690,280
Jumbo Prime	-	-	388,917,846	388,917,846	-	-	404,924,787	404,924,787
Total Investment Assets	1,354,043,940	10,375,662,719	601,895,939	12,331,602,598	1,899,737,707	10,882,178,773	524,615,068	13,306,531,547
Securitized debt, collateralized by:								
Non-Agency RMBS	-	71,247,309	-	71,247,309	-	72,174,357	-	72,174,357
Residential Mortgage Loans								
RPL	-	6,569,803,080	-	6,569,803,080	-	6,874,242,573	-	6,874,242,573
Investor	-	414,692,027	-	414,692,027	-	440,168,602	-	440,168,602
Secured financing agreements, secured by:								
Non-Agency RMBS	540,493,193	112,993,000	-	653,486,193	547,598,193	114,339,000	-	661,937,193
Agency RMBS	431,767,000	-	-	431,767,000	866,831,475	-	-	866,831,475
Residential Mortgage Loans								
RPL	-	1,254,382,252	-	1,254,382,252	-	1,264,720,834	-	1,264,720,834
RTL	-	-	165,279,437	165,279,437	-	-	96,476,035	96,476,035
Jumbo Prime	-	-	319,455,697	319,455,697	-	-	338,782,341	338,782,341
Total Investment Liabilities	972,260,193	8,423,117,667	484,735,134	9,880,112,994	1,414,429,668	8,765,645,366	435,258,376	10,615,333,410
Net Assets	381,783,747	1,952,545,051	117,160,805	2,451,489,604	485,308,039	2,116,533,407	89,356,691	2,691,198,137

(1) Table above excludes approximately \$449 million and \$118 million of Loans held for investment as of December 31, 2024 and September 30, 2024, which were purchased prior to the reporting dates and settled subsequent to the reporting periods.

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 Quarters Ended								
	December 31, 2024			September 30, 2024			December 31, 2023		
	(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 ⁽²⁾	\$ 682,811	\$ 10,505	6.1 %	\$ 627,966	\$ 10,343	6.6 %	\$ 19,136	\$ 303	6.3 %
Agency CMBS	41,906	507	4.8 %	44,236	502	4.5 %	105,270	1,138	4.3 %
Non-Agency RMBS	1,000,496	29,508	11.8 %	978,811	30,365	12.4 %	950,366	29,611	12.5 %
Loans held for investment	11,107,918	150,674	5.4 %	11,260,536	152,355	5.4 %	11,882,662	158,501	5.3 %
Total	\$ 12,833,131	\$ 191,194	6.0 %	\$12,911,549	\$ 193,565	6.1 %	\$12,957,434	\$ 189,553	5.9 %
Liabilities and stockholders' equity:									
Interest-bearing liabilities ⁽²⁾:									
Secured financing agreements collateralized by:									
Agency RMBS ⁽²⁾	\$ 637,645	\$ 7,438	5.0 %	\$ 537,265	\$ 7,563	5.7 %	\$ —	\$ —	— %
Agency CMBS	29,194	366	5.0 %	31,001	423	5.5 %	75,847	1,071	5.6 %
Non-Agency RMBS	657,762	10,537	6.4 %	649,412	11,088	6.8 %	710,550	13,561	7.6 %
Loans held for investment	1,745,522	27,973	6.4 %	1,699,744	26,643	6.3 %	1,761,188	30,298	6.9 %
Securitized debt	7,670,967	72,209	3.8 %	7,887,609	73,867	3.7 %	8,422,017	76,327	3.6 %
Long term debt ⁽²⁾	139,750	3,474	9.9 %	99,938	2,470	9.9 %	—	—	— %
Total	\$ 10,880,840	\$ 121,997	4.5 %	\$10,904,969	\$ 122,054	4.5 %	\$10,969,602	\$ 121,257	4.4 %
Economic net interest income/net interest rate spread		\$ 69,197	1.5 %		\$ 71,511	1.6 %		\$ 68,296	1.5 %
Net interest-earning assets/net interest margin	\$ 1,952,291		2.2 %	\$ 2,006,580		2.2 %	\$ 1,987,832		2.1 %
Ratio of interest-earning assets to interest bearing liabilities	1.18			1.18			1.18		

(1) Interest-earning assets at amortized cost.

(2) Interest includes periodic net interest cost on swaps.

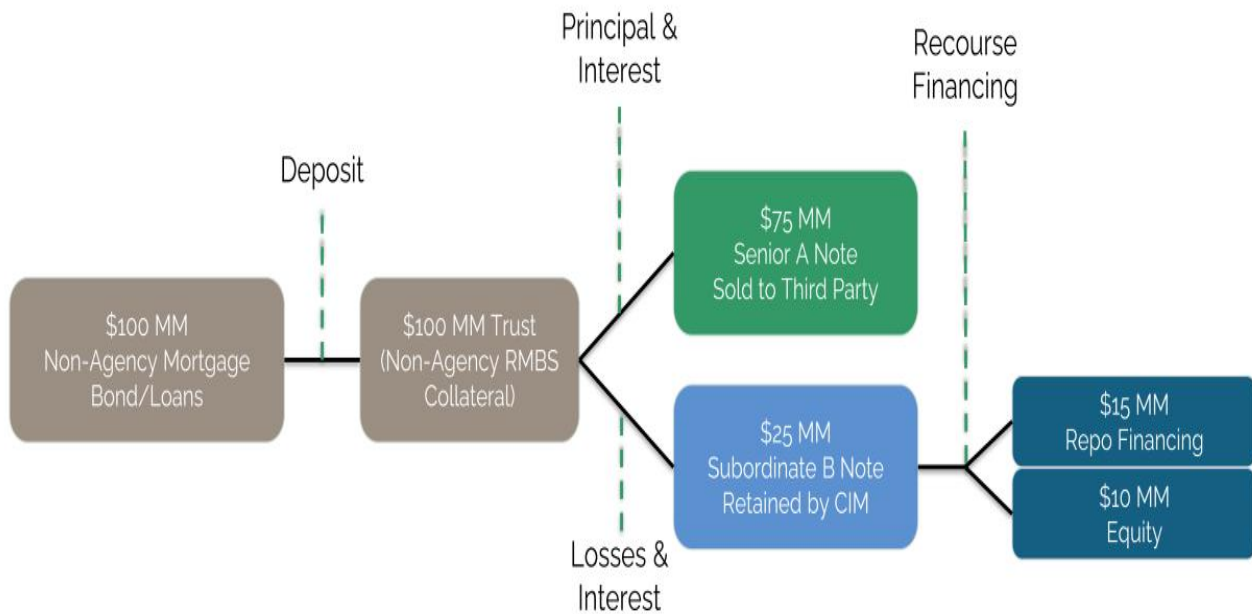
(3) These amounts have been adjusted to reflect the daily outstanding averages for which the financial instruments were held during the period.

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Information unaudited, estimated, and subject to change.

Securitization Process

Chimera (CIM) has created term-funding through securitization.⁽¹⁾ In the example below, CIM buys \$100MM Non-Agency mortgage bonds or loans from a dealer for securitization.



- 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
- 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
- 3x Non-Recourse Leverage

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

CHIMERA | Information unaudited, estimated, and subject to change.

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	
2024	CIM 2024-R1	468,148	351,813	116,335	446,882	330,560	116,321	4.75%	5.74%	Clean-up Call
2023	CIM 2023-l2	238,530	202,750	35,780	197,630	161,793	35,780	6.71%	7.14%	Jul-26
2023	CIM 2023-R4	393,997	343,368	50,629	336,546	285,920	50,626	5.03%	5.73%	Apr-28
2023	CIM 2023-NR2	66,661	48,328	18,333	53,109	37,094	16,014	6.00%	5.27%	Currently Callable
2023	CIM 2023-R3	450,834	394,479	56,355	384,167	327,768	56,355	4.50%	5.57%	Apr-25
2023	CIM 2023-l1	236,161	205,578	30,583	193,780	163,197	30,583	6.37%	7.39%	Apr-26
2023	CIM 2023-R2	447,384	364,841	82,543	370,823	288,325	82,498	5.50%	6.28%	Mar-28
2023	CIM 2023-NR1	134,016	97,161	36,855	95,760	58,234	37,526	6.00%	4.97%	Currently Callable
2023	CIM 2023-R1	585,718	512,503	73,215	481,706	409,176	72,513	5.40%	6.29%	Jan-25
2022	CIM 2022-NR1	144,912	105,061	39,851	117,602	79,764	37,838	5.00%	4.41%	Currently Callable
2022	CIM 2022-R3	369,891	327,168	42,723	287,751	245,094	42,657	4.57%	5.51%	Sep-27
2022	CIM 2022-l1	219,442	122,997	96,445	182,338	85,893	96,445	4.35%	4.73%	Currently Callable
2022	CIM 2022-R2	508,202	440,865	67,337	404,070	336,879	67,127	3.82%	4.81%	May-27
2022	CIM 2022-R1	328,226	294,090	34,136	246,341	212,165	34,115	3.05%	4.55%	Feb-27
2021	CIM 2021-NR4	167,596	125,747	41,849	104,236	58,524	45,712	2.82%	5.75%	Currently Callable
2021	CIM 2021-R6	353,797	336,284	17,513	200,717	183,198	17,513	1.65%	6.18%	Sep-26
2021	CIM 2021-R5	450,396	382,836	67,560	321,837	255,040	66,798	2.00%	5.64%	Currently Callable
2021	CIM 2021-R4	545,684	463,831	81,853	322,442	240,982	81,460	2.00%	6.68%	Currently Callable
2021	CIM 2021-R3	859,735	730,775	128,960	460,047	331,545	128,502	1.95%	6.76%	Apr-25
2021	CIM 2021-NR3	117,373	82,161	35,212	58,530	18,913	39,617	5.57%	6.86%	Currently Callable
2021	CIM 2021-R2	1,497,213	1,272,631	224,582	718,944	494,542	224,403	2.07%	7.04%	Mar-25
2021	CIM 2021-NR2	240,425	180,318	60,107	126,649	53,475	73,175	5.57%	4.37%	Currently Callable
2021	CIM 2021-R1	2,098,584	1,783,797	314,787	1,057,055	741,842	314,787	1.94%	7.36%	Feb-25
2021	CIM 2021-NR1	232,682	162,877	69,805	110,168	26,520	83,648	5.57%	7.69%	Currently Callable
2020	CIM 2020-R7	653,192	562,023	91,169	352,146	261,984	90,162	2.44%	6.20%	Currently Callable
2020	CIM 2020-R6	418,390	334,151	84,239	181,695	168,079	83,616	2.25%	5.37%	Currently Callable
2020	CIM 2020-R5	338,416	257,027	81,389	158,728	77,499	81,229	2.50%	5.51%	Clean-up Call
2020	CIM 2020-R3	438,228	328,670	109,558	243,431	135,521	107,909	4.00%	5.55%	Currently Callable
2020	CIM 2020-R2	492,347	416,761	75,586	277,717	204,082	73,895	2.67%	4.33%	Clean-up Call
2020	CIM 2020-R1	390,761	317,608	73,153	238,454	166,322	72,132	2.90%	5.89%	Currently Callable
2019	SLST 2019-1	1,217,441	941,719	275,722	733,451	513,144	210,536	3.50%	4.46%	Currently Callable
2019	CIM 2019-R5	315,039	252,224	62,815	149,366	86,864	61,981	3.01%	5.81%	Clean-up Call
2019	CIM 2019-R4	320,802	256,641	64,161	161,620	99,508	62,112	3.00%	6.33%	Currently Callable
2019	CIM 2019-R3	342,633	291,237	51,396	143,103	93,209	49,894	2.63%	6.71%	Currently Callable
2019	CIM 2019-R2	464,327	358,172	106,155	272,322	168,935	103,387	3.49%	5.44%	Clean-up Call
2019	CIM 2019-R1	371,762	297,409	74,353	205,574	133,103	72,471	3.25%	5.04%	Currently Callable
2018	CIM 2018-R3	181,073	146,669	34,404	53,349	21,564	31,606	4.33%	7.29%	Currently Callable
2016	CIM 2016-FRE1	185,811	115,165	70,646	67,502	9,713	57,789	3.96%	4.79%	Currently Callable
2008	PHHMC 2008-CIM1	619,710	549,142	70,568	6,390	4,751	1,616	6.74%	4.87%	Do Not Hold Call Rights
TOTAL		\$17,905,539	\$14,756,877	\$3,148,662	\$10,593,978	\$7,570,721	\$3,012,349	3.50%	5.94%	



