



CHIMERA
INVESTMENT CORPORATION

Q1 2016 Supplemental Financial Information

May 3, 2016

Disclaimer

This presentation 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 Annual Report on Form 10-K for the year ended December 31, 2015, and any subsequent Quarterly Reports on Form 10-Q, under the caption “Risk Factors.” Factors that could cause actual results to differ include, but are not limited to: the state of credit markets and general economic conditions; changes in interest rates and the market value of our assets; the rates of default or decreased recovery on the mortgages underlying our target assets; the occurrence, extent and timing of credit losses within our portfolio; the credit risk in our underlying assets; declines in home prices; our ability to establish, adjust and maintain appropriate hedges for the risks in our portfolio; the availability and cost of our target assets; our ability to borrow to finance our assets and the associated costs; changes in the competitive landscape within our industry; our ability to manage various operational risks and costs associated with our business; interruptions in or impairments to our communications and information technology systems; our ability to acquire residential mortgage loans and successfully securitize the residential mortgage loans we acquire; our ability to oversee our third party sub-servicers; the impact of any deficiencies in the servicing or foreclosure practices of third parties and related delays in the foreclosure process; our exposure to legal and regulatory claims; legislative and regulatory actions affecting our business; the impact of new or modified government mortgage refinance or principal reduction programs; our ability to maintain our REIT qualification; and limitations imposed on our business due to our REIT status and our exempt status under the Investment Company Act of 1940.

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.

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.

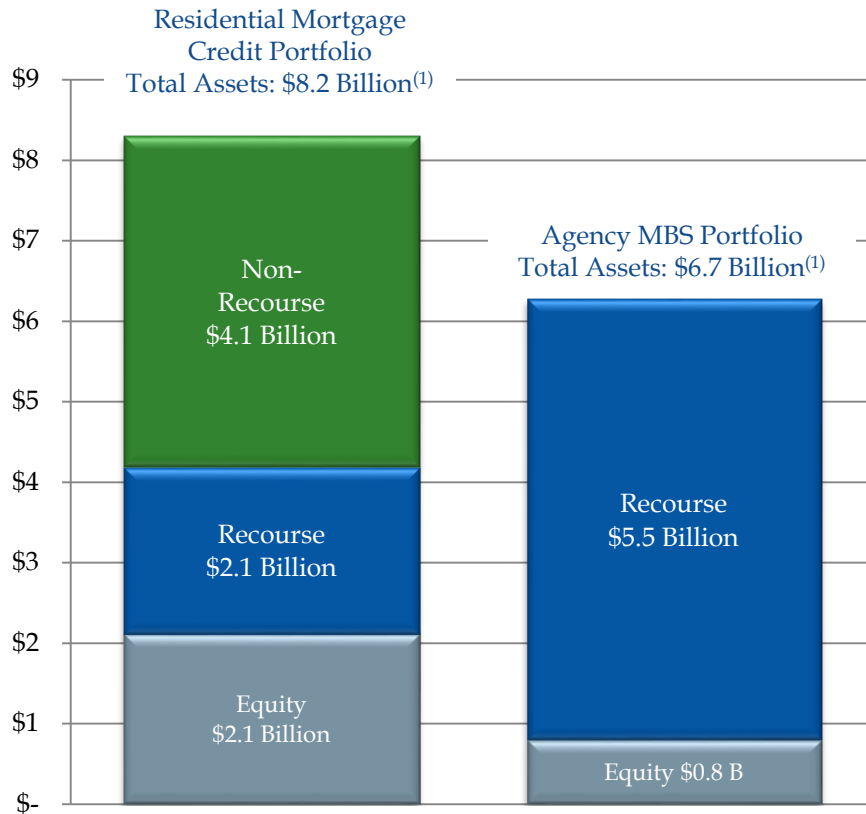
Readers are advised that the financial information in this presentation is based on company data available at the time of this presentation and, in certain circumstances, may not have been audited by the company’s independent auditors.

Portfolio Composition as of March 31, 2016

Total Portfolio: \$14.9 Billion

Total Capital: \$2.9 Billion

Total Leverage: 4.0:1



Net Investment Analysis

	Residential Mortgage Credit Portfolio	Agency MBS Portfolio	Total Portfolio
Gross Asset Yield:	8.6%	2.5%	5.9%
Financing Cost ⁽²⁾ :	3.4%	1.6%	2.5%
Net Interest Spread:	5.2%	0.9%	3.4%
Net Interest Margin:	5.8%	1.1%	3.6%

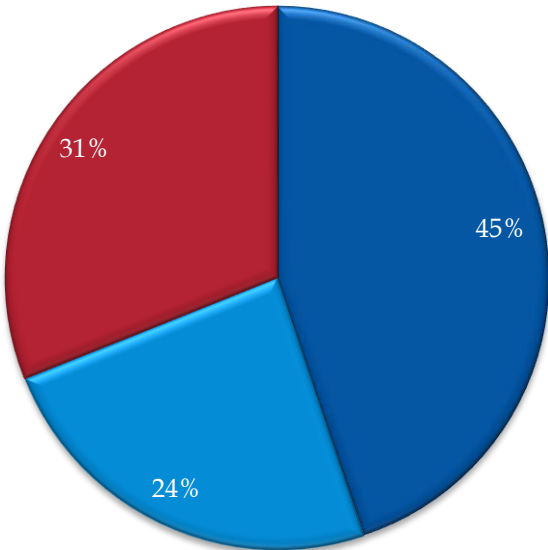
(1) Excludes unsettled trades.

(2) Includes the interest incurred on interest rate swaps.

GAAP Asset Allocation: Quarter Over Quarter Comparison⁽¹⁾

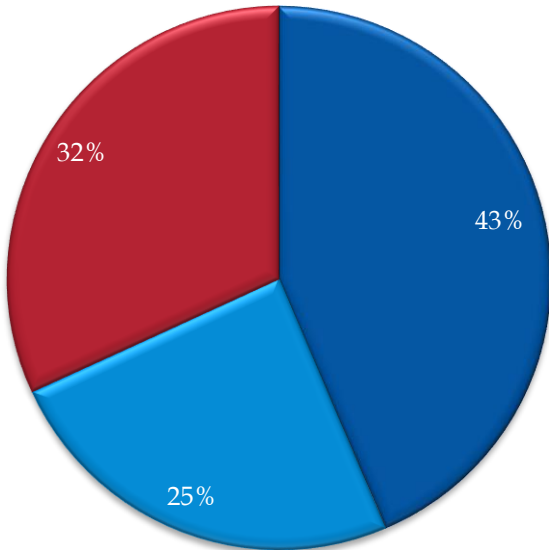
March 31, 2016

December 31, 2015



■ Agency MBS ■ Non-Agency MBS ■ Securitized Loan Portfolio

Total Portfolio: \$14.9 Billion



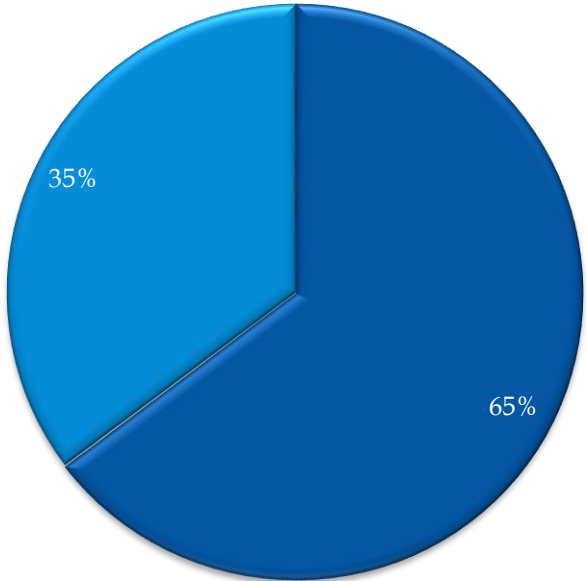
■ Agency MBS ■ Non-Agency MBS ■ Securitized Loan Portfolio

Total Portfolio: \$15.0 Billion

(1) Based on Fair Value.

GAAP Financing Sources: Quarter Over Quarter Comparison

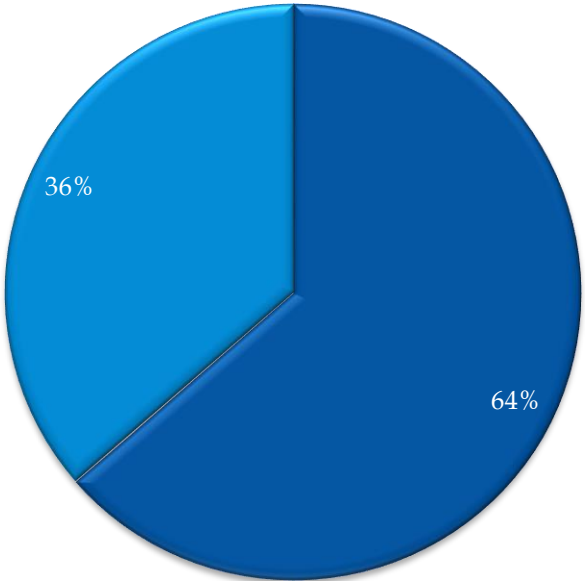
March 31, 2016



- Repurchase Agreements, RMBS⁽¹⁾
- Non-Recourse Debt, Securitized RMBS and Loans

Total Financing: \$11.7 Billion

December 31, 2015



- Repurchase Agreements, RMBS⁽¹⁾
- Non-Recourse Debt, Securitized RMBS and Loans

Total Financing: \$11.7 Billion

(1) Consists of tranches of RMBS and loan securitizations sold to unrelated third parties.

Agency & Repo Summary

(\$ in thousands)

Agency Securities – As of March 31, 2016

Security Type	Coupon ⁽¹⁾	Current Face	Weighted Average Price	Weighted Average CPR
Agency Pass-through	3.50%	\$3,006,693	104.8	6.6
	4.00%	1,698,645	106.9	6.8
	4.50%	358,017	108.9	17.2
Commercial	3.5%	1,072,937	104.9	0.1
Agency IO	0.9%	N/M ⁽²⁾	4.5	5.4
Total		\$6,136,292		

Agency Securities – As of December 31, 2015

Security Type	Coupon ⁽¹⁾	Current Face	Weighted Average Price	Weighted Average CPR
Agency Pass-through	3.50%	\$2,950,266	103.1	6.6
	4.00%	1,717,460	105.9	6.3
	4.50%	377,693	108.0	21.8
Commercial	3.4%	952,091	102.3	0.8
Agency IO	0.8%	N/M ⁽²⁾	4.1	6.3
Total		\$5,997,510		

Repo Days to Maturity – As of March 31, 2016

Maturity	Principal Balance ⁽³⁾	Weighted Average Rate	Weighted Average Days
Within 30 days	\$2,240,043	0.74%	
30 to 59 days	1,938,859	0.75%	
60 to 89 days	166,374	0.74%	
90 to 360 days	1,125,427	0.84%	
Over 360 days	-	-	
Total	\$5,470,703	0.76%	52

Repo Days to Maturity – As of December 31, 2015

Maturity	Principal Balance ⁽³⁾	Weighted Average Rate	Weighted Average Days
Within 30 days	-	-	
30 to 59 days	2,640,174	0.62%	
60 to 89 days	1,734,687	0.62%	
90 to 360 days	132,840	0.62%	
Over 360 days	817,025	0.75%	
Total	\$5,324,726	0.64%	53

(1) Coupon is a weighted average for Commercial and Agency IO.

(2) Notional Agency IO was \$4.0 and \$6.7 billion as of 3/31/2016 and 12/31/2015 respectively.

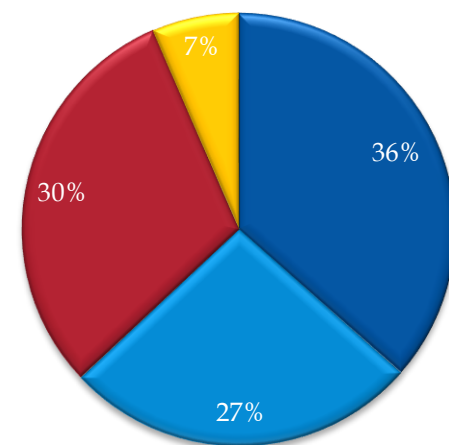
(3) Excludes unsettled trades.

Interest Rate Sensitivity as of March 31, 2016

Agency, Swap and Derivative Portfolio

Description (\$ in thousands)		- 100 Basis Points	- 50 Basis Points	Unchanged	+50 Basis Points	+100 Basis Points
Agency Securities	Market Value	\$6,920,261	\$6,804,397	\$6,661,290	\$6,487,849	\$6,305,127
	Percentage Change	3.9%	2.1%	-	(2.6%)	(5.3%)
Swap	Market Value	(176,466)	(94,177)	-	92,516	182,722
	Percentage Change	(2.6%)	(1.4%)	-	1.4%	2.7%
Futures	Market Value	(41,048)	(22,254)	-	21,382	42,320
	Percentage Change	(0.6%)	(0.3%)	-	0.3%	0.6%
Net Gain/(Loss)		41,458	26,677	-	(59,543)	(131,121)
Percentage Change in Portfolio Value ⁽¹⁾		0.6%	0.4%	-	(0.9%)	(2.0%)

Hedge Book Maturities



■ Near Term 0-3 ■ Short Term 3-5
■ Medium Term 5-10 ■ Long Term 10-30

(1) Based on instantaneous moves in interest rates.

Consolidated RMBS & Loan Securitizations

(\$ in thousands)			At Issuance / Acquisition			As of March 31, 2016		
Vintage	Type	Deal	Total Original Face	Total of Tranches Sold	Total of Tranches Retained	Total Remaining Face	Remaining Face of Tranches Sold	Remaining Face of Tranches Retained
2015	Whole Loan Securitization	CIM 2015-4AG ⁽¹⁾	\$750,647	\$425,000	\$325,647	\$707,462	\$495,043	\$212,419
2015	Whole Loan Securitization	CIM 2015-1EC	268,731	214,985	53,746	243,496	187,493	56,003
2015	Whole Loan Securitization	CIM 2015-2AG ⁽²⁾	330,293	276,998	53,295	286,497	234,778	51,719
2015	Whole Loan Securitization	CIM 2015-3AG ⁽³⁾	698,812	520,935	177,877	632,678	461,863	170,815
2014	Whole Loan Securitization	CSMC 2014-CIM1 ⁽⁴⁾	333,865	268,087	65,779	269,851	206,155	63,695
2013	Whole Loan Securitization	SLFMT 2013-1A	1,021,846	1,019,291	2,555	732,434	621,048	111,385
2013	Whole Loan Securitization	SLFMT 2013-2A	1,137,308	1,134,464	2,844	907,284	870,253	37,031
2013	Whole Loan Securitization	SLFMT 2013-3A	500,390	499,139	1,251	431,154	266,905	164,249
2014	RMBS Securitization	CSMC 2014-4R ⁽⁵⁾	367,271	-	367,271	279,581	-	279,581
2012	Whole Loan Securitization	CSMC 2012-CIM1	741,939	707,810	34,129	102,128	70,789	31,339
2012	Whole Loan Securitization	CSMC 2012-CIM2	425,091	404,261	20,830	85,175	65,740	19,435
2012	Whole Loan Securitization	CSMC 2012-CIM3	329,886	305,804	24,082	165,567	145,186	20,381
2010	RMBS Securitization	CSMC 2010-1R	1,730,581	691,630	1,038,951	698,570	29,687	668,883
2010	RMBS Securitization	CSMC 2010-11R	566,571	338,809	227,762	310,292	97,632	212,661
2009	RMBS Securitization	CSMC 2009-12R	1,730,698	915,566	815,132	635,231	141,291	493,940
2009	RMBS Securitization	JPMRR 2009-7	1,522,474	856,935	665,539	587,061	197,010	390,051
2009	RMBS Securitization	JMAC 2009-R2	281,863	192,500	89,363	103,847	44,078	59,769
2008	Whole Loan Securitization	PHHMC 2008-CIM1	619,710	549,142	70,568	65,579	47,047	18,532
TOTAL			\$13,357,978	\$9,321,356	\$4,036,622	\$7,243,887	\$4,181,997	\$3,061,890
			<i>% of origination remaining</i>			54%	45%	76%

- (1) Contains collateral from Springleaf 2012-3A Trust.
- (2) Contains collateral from Springleaf 2012-2A Trust.
- (3) Contains collateral from Springleaf 2012-1A Trust.
- (4) Contains collateral from Springleaf 2011-1A Trust.
- (5) Contains collateral from CSMC 2010-12R Trust.



CHIMERA
INVESTMENT CORPORATION

Q1 2016 Supplemental Financial Information