

# CHIMERA INVESTMENT CORP

## **FORM 8-K** (Current report filing)

Filed 04/17/14 for the Period Ending 04/16/14

Address	520 MADISON AVENUE 32ND FLOOR NEW YORK, NY, 10022
Telephone	212-626-2300
CIK	0001409493
Symbol	CIM
SIC Code	6798 - Real Estate Investment Trusts
Industry	Specialized REITs
Sector	Financials
Fiscal Year	12/31

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):  
April 16, 2014

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

Maryland  
(State or Other Jurisdiction  
of Incorporation)

1-33796  
(Commission  
File Number)

26-0630461  
(IRS Employer  
Identification No.)

1211 Avenue of the Americas  
Suite 2902  
New York, New York  
(Address of principal executive offices)

10036  
(Zip Code)

Registrant's telephone number, including area code: (646) 454-3759

No Change  
(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))
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Item 7.01. Regulation FD Disclosure

The registrant has posted supplemental financial information on the Investor Relations section of its website ([www.chimerareit.com](http://www.chimerareit.com)). A copy of the supplemental financial information is furnished as Exhibit 99.1 to this report and incorporated herein by reference.

Item 9.01 Financial Statements and Exhibits

(d) Exhibits

99.1 Supplemental Financial Information

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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/ Rob Colligan

Name: Rob Colligan

Title: Chief Financial Officer

Date: April 16, 2014



**CHIMERA**  
INVESTMENT CORPORATION

Supplemental Financial Information  
as of December 2013

[WWW.CHIMERAREIT.COM](http://WWW.CHIMERAREIT.COM)

## Disclaimer

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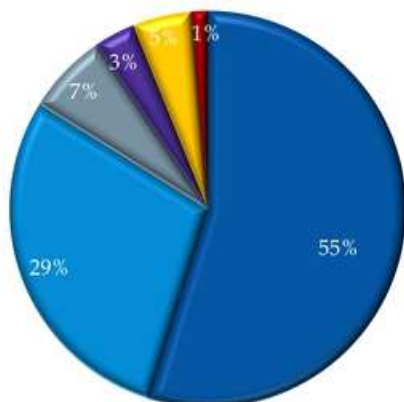
This material is not intended to be exhaustive, is preliminary in nature and may be subject to change. In addition, much of the information contained herein is based on various assumptions (some of which are beyond the control of Chimera Investment Corporation, the "Company") and may be identified by reference to a future period or periods or by the use of forward-looking terminology, such as "believe," "expect," "anticipate," "estimate," "plan," "continue," "intend," "should," "may," "would," "projected," "will" or similar expressions, or variations on those terms or the negative of those terms. The Company's forward-looking statements are subject to numerous risks, uncertainties and other factors, including the impact of the transition to a new independent registered public accounting firm and the Company's ability to timely complete the process necessary to file its quarterly and annual reports for the quarters and year subsequent to September 30, 2013. Furthermore, none of the financial information contained in this material has been audited or approved by the Company's independent registered public accounting firm.



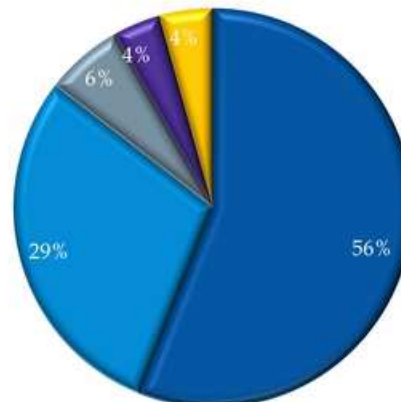
Information is unaudited, estimated and subject to change.

# Chimera GAAP Asset Allocation: Quarter Over Quarter Comparison

December 31, 2013



September 30, 2013



■ Consolidated RMBS & Loans    ■ Agency RMBS  
■ Non-Agency Subordinate    ■ Non-Agency Senior IO  
■ Cash and Cash Equivalents <sup>(1)</sup>    ■ Non-Agency Senior

**Total Portfolio: \$6.9 Billion <sup>(2)</sup>**

■ Consolidated RMBS & Loans    ■ Agency RMBS  
■ Non-Agency Subordinate    ■ Non-Agency Senior IO  
■ Cash and Cash Equivalents <sup>(1)</sup>

**Total Portfolio: \$7.0 Billion <sup>(2)</sup>**

(1) The cash balance includes net trade date receivables.

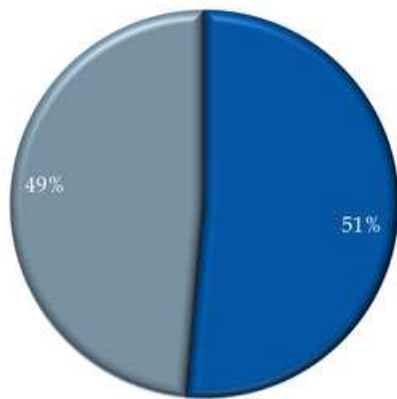
(2) Consists of RMBS and loans transferred to variable interest entities which are consolidated under GAAP



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# GAAP Financing Sources: Quarter Over Quarter Comparison

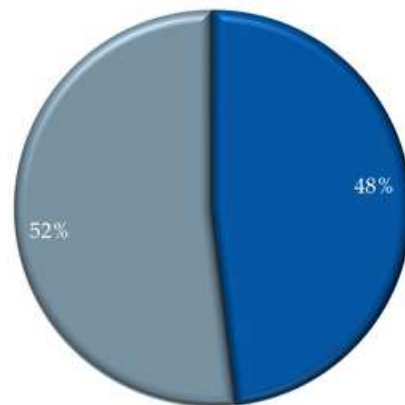
December 31, 2013



- Repurchase Agreements, Agency RMBS
- Non-Recourse Liabilities of Consolidated RMBS and Loans<sup>(1)</sup>

**Total Financing: \$3.3 Billion**

September 30, 2013



- Repurchase Agreements, Agency RMBS
- Non-Recourse Liabilities of Consolidated RMBS and Loans<sup>(1)</sup>

**Total Financing: \$3.3 Billion**

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



# Agency & Repo Summary

(\$ in thousands)

## Agency Pass-Throughs - As of December 31, 2013

Coupon	Current Face	Weighted Average Price	Weighted Average CPR
3.00%	\$132,755	96.24	6.2
3.50%	278,043	106.42	5.7
4.00%	803,994	106.19	4.4
4.50%	594,338	102.94	11.8
5.50%	78,981	103.13	18.4
7.00%	10,020	103.26	72.1
<b>Totals</b>	<b>\$1,898,131</b>		

## Repo Days to Maturity - As of December 31, 2013

Maturity	Principal Balance	Weighted Average Rate	Weighted Average Days
2 to 30 days	\$644,332	0.40%	
31 to 59 days	606,945	0.43%	
90 to 119 days	129,049	0.47%	
120 to 360 days	278,235	0.58%	
<b>Total</b>	<b>\$1,658,561</b>	<b>0.44%</b>	<b>58</b>

## Agency Pass-Throughs - As of September 30, 2013

Coupon	Current Face	Weighted Average Price	Weighted Average CPR
3.00%	\$99,705	96.46	1.0
3.50%	285,021	106.42	7.5
4.00%	821,551	106.16	9.0
4.50%	614,367	102.93	14.0
5.50%	86,998	103.13	31.0
7.00%	12,378	103.26	51.9
<b>Totals</b>	<b>\$1,920,020</b>		

## Repo Days to Maturity - As of September 30, 2013

Maturity	Principal Balance	Weighted Average Rate	Weighted Average Days
2 to 30 days	\$725,407	0.39%	
31 to 59 days	654,992	0.40%	
90 to 119 days	23,475	0.43%	
120 to 360 days	185,451	0.58%	
<b>Total</b>	<b>\$1,589,325</b>	<b>0.42%</b>	<b>58</b>



Information is unaudited, estimated and subject to change.

# Interest Rate Sensitivity

(\$ in thousands)

## Agency Pass-Through Portfolio and Swap Book

Description		-50 basis points	Unchanged	+50 basis points	+100 basis points
Agency	Market Value	\$2,009,845	\$1,961,268	\$1,907,651	\$1,850,512
	MTM Gain	48,577	0	(53,617)	(110,756)
	Percentage Change	2.5%		(2.7)%	(5.6)%
Swaps	Current Face	\$1,355,000	\$1,355,000	\$1,355,000	\$1,355,000
	MTM Gain	(13,979)	0	13,761	27,308
	Percentage Change	(1.0)%		1.0%	2.0%
Futures	Current Face	\$550,000	\$550,000	\$550,000	\$550,000
	MTM Gain	(17,075)	0	16,751	33,016
	Percentage Change	(3.1)%		3.0%	6.0%
<b>Net Gain/(Loss)</b>		\$17,523	\$0	(23,105)	(50,432)

Note: As of December 31, 2013.



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# Consolidated Securitizations

(\$ in thousands)

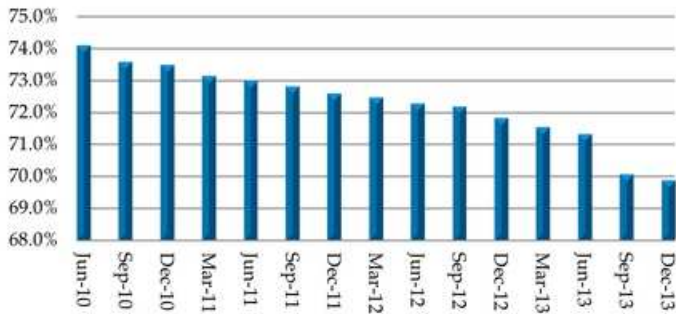
Vintage	Deal	Type	At Origination			As of December 31, 2013		
			Total Original Face	Total of Tranches Sold	Total of Tranches Retained	Total Remaining Face	Remaining Face of Tranches Sold	Remaining Face of Tranches Retained
2012	Whole Loan Securitization	CSMC - 2012-CIM1	\$741,939	\$707,810	\$34,129	\$235,879	203,127	32,752
2012	Whole Loan Securitization	CSMC - 2012-CIM2	425,091	404,261	20,830	162,118	141,843	20,275
2012	Whole Loan Securitization	CSMC - 2012-CIM3	329,886	305,804	24,082	248,704	226,257	22,447
2010	RMBS Securitization	CSMC - 2010-1R	1,730,581	691,630	1,038,951	933,259	118,466	814,793
2010	RMBS Securitization	CSMC - 2010-12R	1,239,176	435,177	803,999	735,171	56,356	678,815
2010	RMBS Securitization	CSMC - 2010-11R	566,571	332,299	234,272	374,583	151,032	223,551
2009	RMBS Securitization	CSMC - 2009-12R	1,730,698	915,566	815,132	846,117	241,344	604,773
2009	RMBS Securitization	JPMRR - 2009-7	1,522,474	856,935	665,539	768,441	311,074	457,367
2009	RMBS Securitization	JMAC - 2009-R2	281,863	192,500	89,363	135,866	68,259	67,607
2008	Whole Loan Securitization	PHH - 2008-CIM1	619,710	549,142	70,568	119,147	97,396	21,751
			<b>\$9,187,989</b>	<b>\$5,391,124</b>	<b>\$3,796,865</b>	<b>\$4,559,285</b>	<b>\$1,615,154</b>	<b>\$2,944,131</b>
% of origination remaining						50%	30%	78%



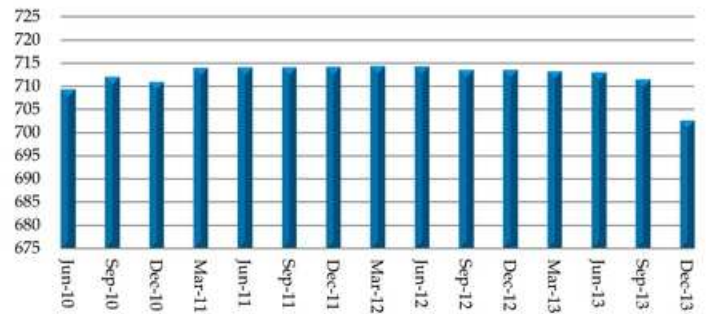
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# Consolidated RMBS – Retained Tranche Performance

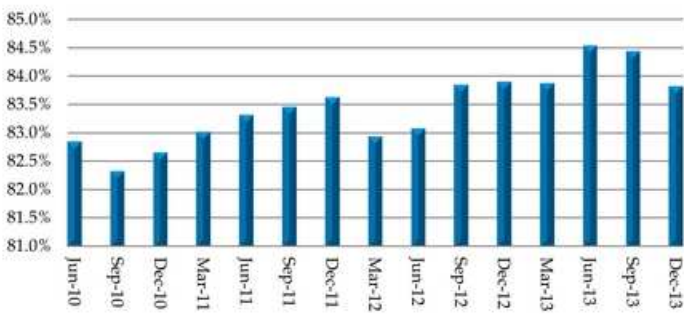
Weighted Average Loan To Value %



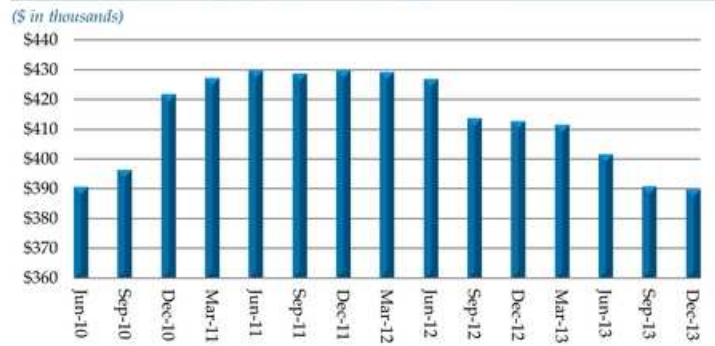
Weighted Average FICO Score



Weighted Average Owner Occupied %



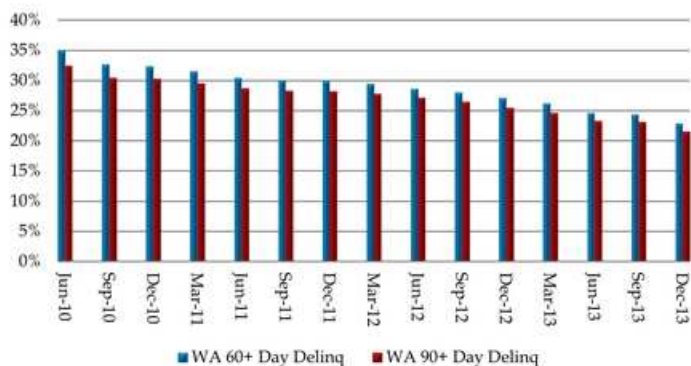
Weighted Average Loan Size



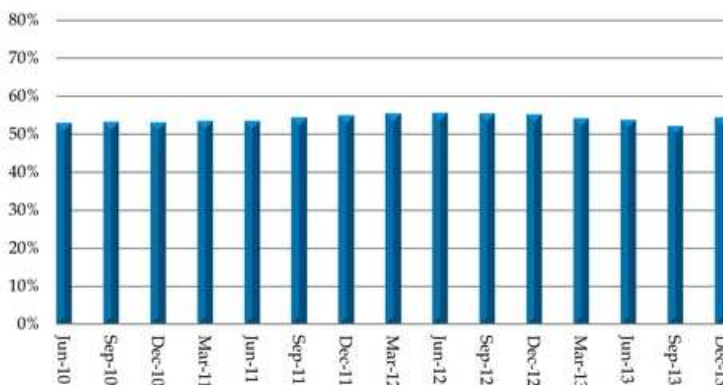
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# Consolidated RMBS – Retained Tranches Performance

### Weighted Average Delinquency Pipeline



### Weighted Average 12 month Severity



### Weighted Average CPR and VPR

