

Ellington Financial LLC  
 Form 10-Q  
 August 07, 2015  
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UNITED STATES  
 SECURITIES AND EXCHANGE COMMISSION  
 WASHINGTON, D.C. 20549  
 FORM 10-Q

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

For the quarterly period ended June 30, 2015

OR

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

For the transition period from \_\_\_\_\_ to \_\_\_\_\_  
 Commission file number 001-34569

Ellington Financial LLC  
 (Exact Name of Registrant as Specified in Its Charter)

Delaware 26-0489289  
 (State or Other Jurisdiction of Incorporation or Organization) (I.R.S. Employer Identification No.)

53 Forest Avenue, Old Greenwich, Connecticut 06870  
 (Address of Principal Executive Office) (Zip Code)

(203) 698-1200  
 (Registrant's Telephone Number, Including Area Code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§ 232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large Accelerated Filer	<input type="checkbox"/>	Accelerated Filer	<input checked="" type="checkbox"/>
Non-Accelerated Filer	<input type="checkbox"/>	Smaller Reporting Company	<input type="checkbox"/>

(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Outstanding at July 31, 2015
Common Shares Representing Limited Liability Company Interests, no par value	33,449,678



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ELLINGTON FINANCIAL LLC

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## PART 1. FINANCIAL INFORMATION

## Item 1. Consolidated Financial Statements (unaudited)

## ELLINGTON FINANCIAL LLC

## CONSOLIDATED STATEMENT OF ASSETS, LIABILITIES, AND EQUITY

## (UNAUDITED)

	June 30, 2015	December 31, 2014
(In thousands except share amounts)	Expressed in U.S. Dollars	
<b>ASSETS</b>		
Cash and cash equivalents	\$ 123,856	\$ 114,140
Investments, financial derivatives, and repurchase agreements:		
Investments, at fair value (Cost – \$1,844,920 and \$2,122,326)	1,870,251	2,172,082
Financial derivatives–assets, at fair value (Net cost – \$87,291 and \$61,560)	91,665	80,029
Repurchase agreements (Cost – \$53,799 and \$172,001)	53,788	172,001
Total investments, financial derivatives, and repurchase agreements	2,015,704	2,424,112
Due from brokers	122,255	146,965
Receivable for securities sold	1,197,613	1,237,592
Interest and principal receivable	12,096	20,611
Other assets	3,344	1,935
Total Assets	\$3,474,868	\$3,945,355
<b>LIABILITIES</b>		
Investments and financial derivatives:		
Investments sold short, at fair value (Proceeds – \$1,185,455 and \$1,290,091)	\$ 1,183,384	\$ 1,291,370
Financial derivatives–liabilities, at fair value (Net proceeds – \$35,500 and \$33,555)	45,565	66,116
Total investments and financial derivatives	1,228,949	1,357,486
Reverse repurchase agreements	1,360,408	1,669,433
Due to brokers	36,673	22,224
Payable for securities purchased	63,200	98,747
Securitized debt (Proceeds – \$649 and \$749)	655	774
Accounts payable and accrued expenses	2,676	2,798
Base management fee payable	2,919	2,963
Interest and dividends payable	2,293	2,386
Other liabilities	13	—
Total Liabilities	2,697,786	3,156,811
<b>EQUITY</b>	777,082	788,544
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$3,474,868</b>	<b>\$3,945,355</b>
Commitments and contingencies (Note 14)		
<b>ANALYSIS OF EQUITY:</b>		
Common shares, no par value, 100,000,000 shares authorized; (33,449,678 and 33,449,678 shares issued and outstanding)	\$ 761,181	\$ 772,811
Additional paid-in capital – LTIP units	9,538	9,344
Total Shareholders' Equity	770,719	782,155
Non-controlling interests	6,363	6,389
Total Equity	\$ 777,082	\$ 788,544
<b>PER SHARE INFORMATION:</b>		
Common shares	\$ 23.04	\$ 23.38

See Notes to Consolidated Financial Statements



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ELLINGTON FINANCIAL LLC

CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS

AT JUNE 30, 2015

(UNAUDITED)

Current Principal (In thousands)	Description	Rate	Maturity	Fair Value Expressed in U.S. Dollars
	Long Investments (240.67%) (a) (b) (ad)			
	Mortgage-Backed Securities (203.97%)			
	Agency Securities (147.91%) (c)			
	Fixed Rate Agency Securities (142.53%)			
	Principal and Interest—Fixed Rate Agency Securities (138.00%)			
	North America			
	Mortgage-related—Residential			
\$192,676	Federal National Mortgage Association Pools (30 Year)	4.00%	8/42 - 7/45	\$ 205,465
168,762	Federal Home Loan Mortgage Corporation Pools (30 Year)	4.00%	9/42 - 5/45	179,647
143,326	Federal National Mortgage Association Pools (30 Year)	4.50%	10/41 - 4/45	156,617
95,861	Federal National Mortgage Association Pools (30 Year)	3.50%	10/42 - 6/45	99,100
69,642	Federal Home Loan Mortgage Corporation Pools (30 Year)	4.50%	9/43 - 6/45	76,219
62,254	Federal National Mortgage Association Pools (30 Year)	5.00%	10/35 - 12/44	69,261
53,392	Federal Home Loan Mortgage Corporation Pools (30 Year)	3.50%	1/42 - 6/45	55,143
41,201	Federal National Mortgage Association Pools (15 Year)	3.50%	3/28 - 6/30	43,742
19,974	Federal Home Loan Mortgage Corporation Pools (15 Year)	3.50%	9/28 - 9/29	21,221
12,689	Federal National Mortgage Association Pools (15 Year)	4.00%	6/26 - 12/29	13,416
9,397	Federal National Mortgage Association Pools (15 Year)	3.00%	4/30 - 6/30	9,782
9,421	Federal Home Loan Mortgage Corporation Pools (30 Year)	3.00%	1/43 - 4/43	9,410
8,094	Federal National Mortgage Association Pools (Other)	5.00%	9/43 - 1/44	9,125
8,138	Government National Mortgage Association Pools (Other)	4.56%	1/65	9,100
8,345	Federal Home Loan Mortgage Corporation Pools (Other)	3.50%	2/30 - 6/43	8,632
6,676	Government National Mortgage Association Pools (Other)	4.61%	6/64 - 11/64	7,465
6,414	Federal National Mortgage Association Pools (20 Year)	4.00%	11/33 - 12/33	6,890
6,063	Government National Mortgage Association Pools (Other)	4.59%	11/64	6,788

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6,801	Federal National Mortgage Association Pools (30 Year)	3.00%	1/43 - 2/43	6,781
6,400	Federal Home Loan Mortgage Corporation Pools (15 Year)	3.00%	3/28 - 4/30	6,657
5,339	Federal National Mortgage Association Pools (Other)	4.50%	2/44	5,908
5,083	Federal National Mortgage Association Pools (30 Year)	5.50%	10/39	5,718
5,198	Federal National Mortgage Association Pools (15 Year)	4.50%	4/26	5,428
4,121	Government National Mortgage Association Pools (Other)	4.68%	9/64	4,616
4,021	Government National Mortgage Association Pools (Other)	4.75%	1/61	4,249
3,729	Government National Mortgage Association Pools (Other)	4.63%	10/64	4,181
3,456	Government National Mortgage Association Pools (Other)	4.80%	2/61	3,683
3,260	Government National Mortgage Association Pools (Other)	4.49%	11/64	3,620
3,434	Government National Mortgage Association Pools (30 Year)	3.50%	4/45	3,574
3,274	Government National Mortgage Association Pools (Other)	5.49%	4/60	3,559
2,808	Federal Home Loan Mortgage Corporation Pools (Other)	4.50%	5/44	3,106
2,925	Federal Home Loan Mortgage Corporation Pools (Other)	3.00%	6/28	3,034
2,664	Federal National Mortgage Association Pools (30 Year)	6.00%	9/39 - 2/40	3,034
2,620	Government National Mortgage Association Pools (Other)	4.64%	3/65	2,947
2,700	Government National Mortgage Association Pools (Other)	5.54%	2/60	2,907
2,472	Government National Mortgage Association Pools (Other)	5.51%	2/60	2,693
2,204	Federal Home Loan Mortgage Corporation Pools (15 Year)	4.00%	2/29	2,332

See Notes to Consolidated Financial Statements

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ELLINGTON FINANCIAL LLC  
CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
AT JUNE 30, 2015 (CONTINUED)  
(UNAUDITED)

Current Principal/Notional Value (In thousands) (continued)	Description	Rate	Maturity	Fair Value  Expressed in U.S. Dollars
\$1,730	Federal Home Loan Mortgage Corporation Pools (30 Year)	6.00%	4/39 - 5/40	\$ 1,963
1,556	Government National Mortgage Association Pools (30 Year)	4.00%	4/45	1,659
1,483	Federal Home Loan Mortgage Corporation Pools (20 Year)	4.50%	12/33	1,621
886	Federal Home Loan Mortgage Corporation Pools (30 Year)	5.00%	7/44	972
803	Federal Home Loan Mortgage Corporation Pools (30 Year)	5.50%	8/33	904
222	Federal National Mortgage Association Pools (Other)	4.00%	6/37	231
				1,072,400
Interest Only—Fixed Rate Agency Securities (1.32%)				
North America				
Mortgage-related—Residential				
17,154	Federal National Mortgage Association	4.50%	12/20 - 5/43	2,433
14,231	Federal National Mortgage Association	5.00%	1/36 - 5/40	2,071
9,988	Government National Mortgage Association	5.50%	11/43	1,888
6,499	Federal Home Loan Mortgage Corporation	3.50%	12/32	919
6,150	Federal Home Loan Mortgage Corporation	5.00%	3/40	757
4,311	Federal National Mortgage Association	3.00%	9/41	517
4,652	Government National Mortgage Association	5.00%	5/37	462
2,142	Government National Mortgage Association	4.75%	7/40	460
1,925	Federal National Mortgage Association	5.50%	10/40	293
1,529	Federal National Mortgage Association	4.00%	5/39	267
1,342	Federal Home Loan Mortgage Corporation	5.50%	1/39	168
				10,235
TBA—Fixed Rate Agency Securities (3.21%)				
North America				
Mortgage-related—Residential				
25,090	Federal Home Loan Mortgage Corporation (30 Year)	3.00%	7/15	24,933
				24,933
				1,107,568
Total Fixed Rate Agency Securities (Cost \$1,100,124)				
Floating Rate Agency Securities (5.38%)				
Principal and Interest—Floating Rate Agency Securities (2.79%)				
North America				
Mortgage-related—Residential				
9,144	Federal Home Loan Mortgage Corporation Pools	2.36% - 5.94%	6/37 - 5/44	9,698
8,689	Federal National Mortgage Association Pools		9/35 - 5/45	9,184

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2,587	Government National Mortgage Association Pools	2.75% - 6.05% 2.53%	11/64	2,805 21,687
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CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
AT JUNE 30, 2015 (CONTINUED)  
(UNAUDITED)

Current Principal /Notional Value (In thousands)	Description	Rate	Maturity	Fair Value  Expressed in U.S. Dollars
Interest Only—Floating Rate Agency Securities (2.59%)				
North America				
Mortgage-related—Residential				
\$208,688	Government National Mortgage Association	0.40% - 6.56%	11/42 - 10/63	\$ 14,047
18,745	Federal National Mortgage Association	5.50% - 6.51%	4/35 - 12/41	2,992
22,292	Resecuritization of Government National Mortgage Association (d)	4.31%	8/60	1,853
7,286	Federal Home Loan Mortgage Corporation	5.81% - 6.44%	3/36 - 8/39	1,258
				20,150
Total Floating Rate Agency Securities (Cost \$40,564)				41,837
Total Agency Securities (Cost \$1,140,688)				1,149,405
Private Label Securities (56.06%)				
Principal and Interest—Private Label Securities (55.21%)				
North America (49.19%)				
Mortgage-related—Residential				
541,110	Various	0% - 9.35%	5/19 - 9/46	345,642
Mortgage-related—Commercial				
123,882	Various	3.00% - 5.40%	7/45 - 12/49	36,606
Total North America (Cost \$355,328)				382,248
Europe (6.02%)				
Mortgage-related—Residential				
38,129	Various	0% - 5.32%	6/25 - 6/44	35,551
Mortgage-related—Commercial				
15,986	Various	0% - 11.00%	7/15 - 6/19	11,263
Total Europe (Cost \$51,446)				46,814
Total Principal and Interest—Private Label Securities (Cost \$406,774)				429,062
Principal Only—Private Label Securities (0.45%)				
North America				
Mortgage-related—Residential				
5,800	Various	—%	8/30	3,495
Total Principal Only—Private Label Securities (\$2,876)				3,495
Interest Only—Private Label Securities (0.40%)				
North America				
Mortgage-related—Residential				
44,539	Various	0.50%-2.00%	6/44 - 9/47	1,111
Mortgage-related—Commercial				

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27,254	Various	1.42%-1.60%	10/47 - 2/48	1,965
Total Interest Only-Private Label Securities (Cost \$2,179)				3,076

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ELLINGTON FINANCIAL LLC  
CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
AT JUNE 30, 2015 (CONTINUED)  
(UNAUDITED)

Current Principal/Notional Value (In thousands)	Description	Rate	Maturity	Fair Value  Expressed in U.S. Dollars
Other Private Label Securities (0.00%)				
North America				
Mortgage-related—Residential				
\$107,841	Various	—%	6/37	\$ —
Mortgage-related—Commercial				
—	Various	—%	7/45 - 2/48	—
Total Other Private Label Securities (Cost \$292)				
Total Private Label Securities (Cost \$412,121)				
Total Mortgage-Backed Securities (Cost \$1,552,809)				
Collateralized Loan Obligations (12.66%)				
North America (6.01%)				
68,550	Various	0% - 9.77%	5/16 - 9/68	46,709
Total North America (Cost \$48,801)				
Europe (6.65%)				
63,573	Various	0% - 7.59%	3/17 - 12/56	51,679
Total Europe (Cost \$53,604)				
Total Collateralized Loan Obligations (Cost \$102,405)				
Consumer Loans and Asset-backed Securities backed by Consumer Loans (6.75%) (e)				
North America (6.24%)				
Consumer (f)				
46,202	Various	0% - 49.0%	7/15 - 6/20	48,528
Total North America (Cost \$47,914)				
Europe (0.51%)				
Consumer				
3,554	Various	—%	8/24	3,929
Total Europe (Cost \$4,302)				
Total Consumer Loans and Asset-backed Securities backed by Consumer Loans (Cost \$52,216)				
Corporate Debt (3.38%)				
North America (1.87%)				
Basic Materials				
4,070	Various	11.75%	1/19	2,381
Consumer				
2,866	Various	5.50% - 8.50%	7/20	1,859
Energy				
3,066	Various	7.00% - 9.75%	11/18 - 6/19	1,878
Mortgage-related—Residential				
8,500	Various	15.00%	10/19	8,400

Total North America (Cost \$17,465)

14,518

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ELLINGTON FINANCIAL LLC  
CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
AT JUNE 30, 2015 (CONTINUED)  
(UNAUDITED)

Current Principal/Number of Properties/Number of Shares (In thousands)	Description	Rate	Maturity	Fair Value
				Expressed in U.S. Dollars
Europe (1.51%)				
Communications				
\$8,155	Various	14.00%	10/18	\$ 8,889
Consumer				
16,136	Various	7.50%	12/16	698
Energy				
2,800	Various	12.25%	1/17	2,173
Total Europe (Cost \$12,078)				11,760
Total Corporate Debt (Cost \$29,543)				26,278
Mortgage Loans (9.81%) (e)				
North America				
Mortgage-related—Commercial (g)				
70,645	Various	2.50%-12.00%	8/15 - 7/45	55,310
Mortgage-related—Residential				
34,412	Various	—%	7/21 - 4/55	20,929
Total Mortgage Loans (Cost \$76,803)				76,239
Real Estate Owned (1.22%) (e) (h)				
North America				
Real estate-related				
48	Single-Family Houses			7,458
1	Commercial Property			2,044
Total Real Estate Owned (Cost \$9,087)				9,502
Private Corporate Equity Investments (2.88%)				
North America				
Consumer				
1,578	Non-Exchange Traded Corporate Equity			2,810
Diversified				
160	Non-Exchange Traded Corporate Equity			2,478
Mortgage-related—Commercial				
8,171	Non-Exchange Traded Preferred Equity Investment in Commercial Mortgage-Related Private Partnership			8,171
n/a	Non-Controlling Interest in Mortgage-Related Private Partnership			2,795
Mortgage-related—Residential				
9,482	Non-Exchange Traded Preferred Equity Investment in Mortgage Originators			4,325
7,478	Non-Exchange Traded Equity Investment in Mortgage Originators			913
Technology				

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99	Non-Exchange Traded Corporate Equity	857
	Private Corporate Equity Investments (Cost \$22,057)	22,349
	Total Long Investments (Cost \$1,844,920)	\$ 1,870,251

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ELLINGTON FINANCIAL LLC  
CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
AT JUNE 30, 2015 (CONTINUED)  
(UNAUDITED)

Current Principal Description (In thousands)	Rate	Maturity	Fair Value Expressed in U.S. Dollars
Repurchase Agreements (6.92%) (a) (b) (i) North America (5.61%) Government			
\$14,644 Bank of America Collateralized by Par Value \$15,000 U.S. Treasury Note, Coupon 2.00%, Maturity Date 2/25	(0.35)%	7/15	\$ 14,644
10,808 Deutsche Bank Securities Collateralized by Par Value \$11,000 U.S. Treasury Note, Coupon 2.13%, Maturity Date 5/25	(0.40)%	7/15	10,808
5,025 Bank of America Collateralized by Par Value \$5,000 U.S. Treasury Note, Coupon 1.25%, Maturity Date 10/18	0.15%	7/15	5,025
3,975 Pierpont Securities Collateralized by Par Value \$4,000 U.S. Treasury Note, Coupon 1.50%, Maturity Date 5/20	(0.70)%	7/15	3,975
3,970 Bank of America Collateralized by Par Value \$4,000 U.S. Treasury Note, Coupon 1.38%, Maturity Date 3/20	0.00%	7/15	3,970
3,184 Bank of America Collateralized by Par Value \$3,200 U.S. Treasury Note Coupon 2.25%, Maturity Date 11/24	0.15%	7/15	3,184
1,983 Bank of America Collateralized by Par Value \$2,000 U.S. Treasury Note Coupon 1.25%, Maturity Date 1/20	0.15%	7/15	1,982
Total North America (Cost \$43,588)			43,588
Europe (1.31%) Government			
8,036 Barclays Capital Inc. Collateralized by Par Value \$7,231 Sovereign Government Bond, Coupon 2.75%, Maturity Date 4/19	(0.28)%	7/15	8,036
2,165 Barclays Capital Inc. Collateralized by Par Value \$2,045 Sovereign Government Bond, Coupon 4.00%, Maturity Date 9/16	0.40%	7/15	2,164

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Total Europe (Cost \$10,211)	10,200
Total Repurchase Agreements (Cost \$53,799)	\$ 53,788

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CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
AT JUNE 30, 2015 (CONTINUED)  
(UNAUDITED)

Current Principal	Description	Rate	Maturity	Fair Value Expressed in U.S. Dollars
(In thousands)				
Investments Sold Short (-152.29%) (a) (b)				
TBA-Fixed Rate Agency Securities Sold Short (-144.13%) (j)				
North America				
Government				
\$(207,792	) Federal National Mortgage Association (30 year)	3.50%	7/15	\$ (214,050 )
(113,130	) Federal National Mortgage Association (15 year)	3.50%	7/15	(119,335 )
(91,138	) Federal National Mortgage Association (30 year)	4.00%	7/15	(96,517 )
(84,060	) Federal National Mortgage Association (30 year)	4.50%	7/15	(90,857 )
(72,197	) Federal Home Loan Mortgage Corporation (30 year)	4.00%	7/15	(76,314 )
(68,000	) Federal National Mortgage Association (30 year)	4.00%	8/15	(71,865 )
(64,900	) Federal National Mortgage Association (15 year)	3.00%	7/15	(67,232 )
(49,000	) Federal Home Loan Mortgage Corporation (30 year)	4.00%	8/15	(51,680 )
(45,000	) Federal National Mortgage Association (30 year)	3.50%	8/15	(46,239 )
(36,440	) Federal National Mortgage Association (30 year)	5.00%	8/15	(40,218 )
(32,580	) Federal National Mortgage Association (30 year)	5.00%	7/15	(35,991 )
(28,800	) Federal National Mortgage Association (15 year)	2.50%	7/15	(29,142 )
(24,400	) Federal National Mortgage Association (30 year)	4.50%	8/15	(26,338 )
(22,600	) Federal Home Loan Mortgage Corporation (30 year)	4.50%	8/15	(24,374 )
(21,331	) Federal Home Loan Mortgage Corporation (30 year)	4.50%	7/15	(23,034 )
(16,880	) Federal Home Loan Mortgage Corporation (15 year)	3.50%	7/15	(17,790 )
(16,510	) Federal Home Loan Mortgage Corporation (15 year)	3.00%	7/15	(17,092 )
(15,000	) Federal National Mortgage Association (15 year)	3.50%	8/15	(15,793 )
(15,000	) Federal National Mortgage Association (30 year)	3.00%	8/15	(14,899 )
(11,170	) Federal National Mortgage Association (15 year)	4.00%	7/15	(11,716 )
(9,120	) Federal Home Loan Mortgage Corporation (30 year)	3.50%	7/15	(9,377 )
(6,860	) Federal National Mortgage Association (30 year)	5.50%	7/15	(7,705 )
(3,020	) Federal Home Loan Mortgage Corporation (30 year)	5.00%	7/15	(3,326 )
(2,950	) Government National Mortgage Association (30 year)	3.50%	7/15	(3,061 )
(2,892	) Federal National Mortgage Association (30 year)	3.00%	7/15	(2,880 )
(1,600	) Government National Mortgage Association (30 year)	4.00%	8/15	(1,693 )
(1,300	) Federal Home Loan Mortgage Corporation (30 year)	5.50%	7/15	(1,457 )

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Total TBA-Fixed Rate Agency Securities Sold Short (Proceeds -\$1,120,845)				(1,119,975	)
Government Debt Sold Short (-8.16%)					
North America (-4.94%)					
Government					
(39,000 ) U.S. Treasury Note	1.25% - 2.25%	10/18 - 5/25	(38,396		)
Total North America (Proceeds -\$38,531)			(38,396		)
Europe (-3.22%)					
Government					
(24,600 ) European Sovereign Bond	0.25% - 4.00%	9/16 - 4/19	(25,013		)
Total Europe (Proceeds -\$26,079)			(25,013		)
Total Government Debt Sold Short (Proceeds -\$64,610)			(63,409		)
Total Investments Sold Short (Proceeds -\$1,185,455)			\$ (1,183,384		)

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ELLINGTON FINANCIAL LLC  
CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
AT JUNE 30, 2015 (CONTINUED)  
(UNAUDITED)

	Primary Risk Exposure	Notional Value	Range of Expiration Dates	Fair Value
(In thousands)				Expressed in U.S. Dollars
Financial Derivatives—Assets (11.80%) (a) (b)				
Swaps (11.44%) (ae)				
Long Swaps:				
Credit Default Swaps on Corporate Bond Indices (k)	Credit	\$432,911	12/17 - 6/20	\$ 61,542
Interest Rate Swaps (l)	Interest Rates	688,996	10/16 - 6/25	10,328
Credit Default Swaps on Asset-Backed Indices (k)	Credit	1,608	12/37	62
North America				
Total Return Swaps				
Communications (p)	Credit	2,693	3/16	33
Consumer (p)	Credit	6,076	3/16 - 6/16	31
Diversified (p)	Credit	2,779	3/16	16
Industrial (p)	Credit	2,700	3/16	163
Technology (p)	Credit	1,400	6/16	4
Total Total Return Swaps				247
Short Swaps:				
Credit Default Swaps on Asset-Backed Indices (m)	Credit	(64,458	) 5/46 - 5/63	2,532
Interest Rate Swaps (n)	Interest Rates	(516,806	) 3/18 - 2/45	4,693
North America				
Credit Default Swaps on Asset-Backed Securities (m)				
Mortgage-related—residential	Credit	(14,937	) 9/34 - 5/36	9,449
Total Return Swaps				
Financial (o)	Equity Market	(44,359	) 3/17	1
Total Swaps (Net cost \$86,025)				88,854
Futures (0.03%)				
Long Futures:				
U.S. Treasury Note Futures (r)	Interest Rates	159,700	9/15	212
Eurodollar Futures (q)	Interest Rates	23,000	12/15 - 6/17	24
Total Futures				236
Options (0.17%)				
Purchased Options:				
Options on Credit Default Swaps on Corporate Bond Indices (u)	Credit	74,556	9/15 - 10/15	564
Receiver Swaptions (w)	Interest Rates	29,000	6/18	710
Written Options:				
Straddle Swaptions (z)	Interest Rates	(14,000	) 6/16	9
Total Options (Cost \$1,166)				1,283
Forwards (0.15%)				
Long Forwards				
Currency Forwards (ab)	Currency	5,192	9/15	5

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Short Forwards				
Currency Forwards (ac)	Currency	(104,038	) 9/15	1,187
Total Forwards				1,192

See Notes to Consolidated Financial Statements

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ELLINGTON FINANCIAL LLC  
 CONSOLIDATED CONDENSED SCHEDULE OF INVESTMENTS  
 AT JUNE 30, 2015 (CONTINUED)  
 (UNAUDITED)

	Primary Risk Exposure	Notional Value	Range of Expiration Dates	Fair Value	
(In thousands)					Expressed in U.S. Dollars
Warrants (0.01%)					
Warrants (t)					
Mortgage-related—residential	Equity Market	\$1,554		\$ 100	
Total Warrants (Cost \$100)				100	
Total Financial Derivatives—Assets (Net cost \$87,291)				\$ 91,665	
Financial Derivatives—Liabilities (-5.86%) (a) (b)					
Swaps (-5.50%)					
Long Swaps:					
Credit Default Swaps on Asset-Backed Indices (k)	Credit	\$59,467	1/47 - 5/63	\$ (6,507	)
Interest Rate Swaps (l)	Interest Rates	137,722	10/19 - 4/25	(1,863	)
North America					
Total Return Swaps					
Basic Materials (p)	Credit	6,509	3/16	(260	)
Communications (p)	Credit	8,060	3/16 - 5/16	(1,479	)
Energy (p)	Credit	5,752	4/16 - 6/16	(164	)
Financial (o)	Equity Market	54,960	11/16 - 4/17	(2	)
Total Total Return Swaps				(1,905	)
Short Swaps:					