

Re: MTGE Investment Corp. ("MTGE") - Tax Characterization of 2018 Stock Distributions

MTGE's (formerly traded as NASDAQ: MTGE) 2018 distributions of \$1.38 per share of common stock consisted of ordinary dividend and nondividend distribution for federal income tax purposes. MTGE stockholders should receive IRS Form 1099-DIV containing this information from their brokers, transfer agents or other institutions.

Information on dividends per share of common stock paid by MTGE for 2018 is provided below (CUSIP: No. 5578A105).

| Record Date | Payment Date | Distribution Rate per Share | Total Ordinary Dividends | Qualified Dividends | Total Capital Gain Distribution | Nondividend Distributions (1) | Section 199A Dividends |
|--------------|--------------|-----------------------------|--------------------------|---------------------|---------------------------------|-------------------------------|------------------------|
| Common Stock | | (Boxes 1a+2a+3) | Box 1a | Box 1b | Box 2a | Box 3 | Box 5 |
| 03/29/18 | 04/09/18 | \$ 0.5000000 | \$ 0.1785850 | - | - | \$ 0.3214150 | \$ 0.1785850 |
| 06/28/18 | 07/09/18 | \$ 0.5000000 | \$ 0.1785850 | - | - | \$ 0.3214150 | \$ 0.1785850 |
| 08/31/18 | 09/07/18 | \$ 0.3804300 | \$ 0.1358782 | - | - | \$ 0.2445518 | \$ 0.1358782 |
| Total | | \$ 1.3804300 | \$ 0.4930483 | - | - | \$ 0.8873817 | \$ 0.4930483 |

(1) Amounts in Box 3 are also known as Return of Capital

MTGE's 2018 distributions of \$1.52 per share of preferred stock consisted of ordinary dividend for federal income tax purpose.

Information on dividends per share of preferred stock paid by MTGE for 2018 is provided below (CUSIP: No. 55378A204).

| Record Date | Payment Date | Distribution Rate per Share | Total Ordinary Dividends | Qualified Dividends | Total Capital Gain Distribution | Nondividend Distributions (1) | Section 199A Dividends |
|-----------------|--------------|-----------------------------|--------------------------|---------------------|---------------------------------|-------------------------------|------------------------|
| Preferred Stock | | (Boxes 1a+2a+3) | Box 1a | Box 1b | Box 2a | Box 3 | Box 5 |
| 01/01/18 | 01/16/18 | \$ 0.5078125 | \$ 0.5078125 | - | - | - | \$ 0.5078125 |
| 04/01/18 | 04/16/18 | \$ 0.5078125 | \$ 0.5078125 | - | - | - | \$ 0.5078125 |
| 07/01/18 | 07/16/18 | \$ 0.5078125 | \$ 0.5078125 | - | - | - | \$ 0.5078125 |
| Total | | \$ 1.5234375 | \$ 1.5234375 | - | - | - | \$ 1.5234375 |

(1) Amounts in Box 3 are also known as Return of Capital