

How Monthly Dividend Payments Work

A guide for equity income investors · ARR (NYSE) example cycle



1

Declaration Date

July 1, 2026

ARR's Board approves of the declaration of a monthly dividend of \$0.24 per share and approves the relevant dividend dates. A dividend payable obligation is created and a press release announces the dividend amount and key dates to the public.



2

Ex-Dividend Date

July 15, 2026

On Ex-date, the right to \$0.24 dividend detaches from ARR's shares. All else equal, the stock should open approximately \$0.24/share lower, though the actual opening price may differ due to overnight market moves and company-specific factors.



3

Record Date

July 15, 2026

DTC runs a snapshot of registered holders. With T+1 settlement, record date = ex-date.



4

Payable Date

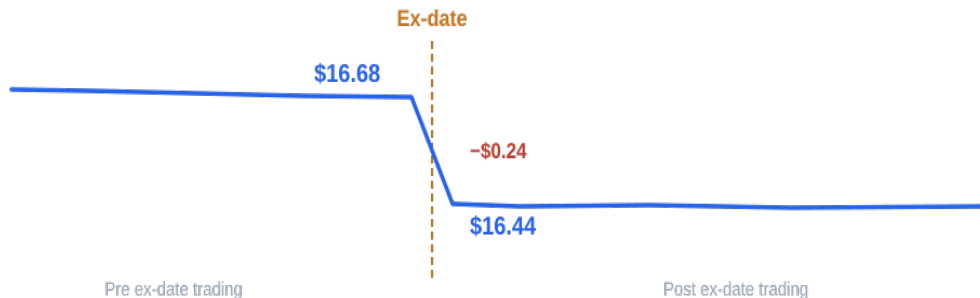
July 30, 2026

ARR wires the aggregate dividend to the Depository Trust Company, which allocates it to broker-dealers. Cash appears in shareholder's account.

Dividend & Payment Mechanics

From dividend entitlement to cash payment

ON & AROUND EX-DIVIDEND DATE



- Purchases before the Ex-date are eligible for that month's dividend; purchases on or after the Ex-date are not.
- Sales before the Ex-date transfer the dividend entitlement to the buyer.
- Net economic impact for an existing shareholder, solely with respect to the dividend, is zero, assuming the share price decline equals the dividend amount. Example: \$0.24 price decline on the Ex-date + \$0.24 dividend on the Payable date = no net economic change.

ON PAYABLE DATE



ARMOUR REIT (Issuer)

Instructs paying agent to distribute declared dividend



Continental Stock Transfer

Transfer agent / paying agent — executes the DTC wire on ARR's behalf



Depository Trust Company

Receives aggregate wire; allocates to each broker-dealer by share position



Broker-Dealer

Credits client accounts; may net vs. margin debit balance



Shareholder's Brokerage Account

$\$0.24 \times$ shares held, same-day or end of pay date