

Ellington Financial

DATE: November 5, 2014

RE: Ellington Financial, LLC
CUSIP #288522303
Qualified Notice for Distribution Payable on December 15, 2014
Withholding Information

In accordance with IRS regulation section 1.1446-4, this memorandum is a **Qualified Notice** with respect to the distribution of \$0.77 per share declared by Ellington Financial, LLC on November 4, 2014 and payable on December 15, 2014 to record holders as of December 1, 2014.

The distribution consists of the following components:

Interest Income (U.S.) that Qualifies for the Portfolio Interest Exception ¹	\$0.7663
Other Interest Income ²	<u>\$0.0037</u>
Total Distribution Per Unit ³	\$0.7700

¹ As described in §871 (h) of the Internal Revenue Code (“the Code”)

² Subject to withholding under §1441 of the Code

³ No portion of this distribution represents U.S.-sourced dividend income or income effectively connected with a U.S. trade or business.