

Ellington Financial

DATE: August 3, 2015

RE: Ellington Financial, LLC
CUSIP #288522303
Qualified Notice for Distribution Payable on September 15, 2015
Withholding Information

In accordance with IRS regulation section 1.1446-4 this memorandum is a **Qualified Notice** with respect to the distribution of \$0.65 per share declared by Ellington Financial, LLC on August 3, 2015 and payable on September 15, 2015 to record holders as of September 1, 2015.

The distribution consists of the following components:

Interest Income (U.S.) that qualifies for the Portfolio Interest exception ¹	\$0.6440
Other interest income ²	<u>\$0.0060</u>
Total Distribution per Unit ³	\$0.6500

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.