

Invesco Mortgage Capital Inc. 2016 Dividend Tax Information

Shareholders should review the 2016 tax statements received from their brokerage firms or other institutions to ensure that the statements agree to the information set forth below. In addition, shareholders should consult their individual tax advisors for the tax treatment of dividends paid by the Company.

Invesco Mortgage Capital Inc. Common Stock (NYSE:IVR) (CUSIP 46131B100)

Quarter	Declaration Date	Record Date	Payment Date	Distribution per Share	Ordinary Dividend	Return of Capital	Capital Gain Distribution	Carry Forward to 2017
Prior Year	12/15/2015	12/28/2015	1/26/2016	\$ 0.257840	\$ 0.257840	\$ -	\$ -	\$ -
Q1	3/15/2016	3/28/2016	4/26/2016	\$ 0.400000	\$ 0.400000	\$ -	\$ -	\$ -
Q2	6/15/2016	6/27/2016	7/26/2016	\$ 0.400000	\$ 0.400000	\$ -	\$ -	\$ -
Q3	9/14/2016	9/27/2016	10/26/2016	\$ 0.400000	\$ 0.400000	\$ -	\$ -	\$ -
Q4	12/15/2016	12/27/2016	1/26/2017	\$ 0.400000	\$ 0.400000	\$ -	\$ -	\$ -
				\$ 1.857840	\$ 1.857840	\$ -	\$ -	\$ -

Invesco Mortgage Capital Inc. Series A Preferred Stock (NYSE:IVR-A) (CUSIP 46131B209)

Quarter	Declaration Date	Record Date	Payment Date	Distribution per Share	Ordinary Dividend	Return of Capital	Capital Gain Distribution	Carry Forward to 2017
Q4	12/15/2015	1/1/2016	1/25/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
Q1	3/15/2016	4/1/2016	4/25/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
Q2	6/15/2016	7/1/2016	7/25/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
Q3	9/14/2016	10/1/2016	10/25/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
				\$ 1.937600	\$ 1.937600	\$ -	\$ -	\$ -

Invesco Mortgage Capital Inc. Series B Preferred Stock (NYSE:IVR-B) (CUSIP 46131B407)

Quarter	Declaration Date	Record Date	Payment Date	Distribution per Share	Ordinary Dividend	Return of Capital	Capital Gain Distribution	Carry Forward to 2017
Q4	12/15/2015	3/5/2016	3/28/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
Q1	3/15/2016	6/5/2016	6/27/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
Q2	6/15/2016	9/5/2016	9/27/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
Q3	9/14/2016	12/5/2016	12/27/2016	\$ 0.484400	\$ 0.484400	\$ -	\$ -	\$ -
				\$ 1.937600	\$ 1.937600	\$ -	\$ -	\$ -

During 2016, the Company declared common stock dividends totaling \$1.600000 per share which consisted of \$1.857840 in ordinary dividends. In accordance with the Internal Revenue Code ("the Code"), \$0.257840 per share of the dividend declared on December 15, 2015 and paid on January 26, 2016 was treated as a 2016 distribution of which \$0.257840 is an ordinary dividend.

The Company also declared series A preferred stock dividends totaling \$1.937600 per share which consisted of \$1.937600 in ordinary dividends and series B preferred stock dividends totaling \$1.937600 per share which consisted of \$1.937600 in ordinary dividends.

No portion of the Company's 2016 distributions consisted of excess inclusion income under the Code.

About Invesco Mortgage Capital Inc.

Invesco Mortgage Capital Inc. is a real estate investment trust that focuses on financing and managing residential and commercial mortgage-backed securities and mortgage loans. Invesco Mortgage Capital Inc. is externally managed and advised by Invesco Advisers, Inc., a subsidiary of Invesco Ltd. (NYSE: IVZ), a leading independent global investment management firm. Additional information is available at www.invescomortgagecapital.com.

Cautionary Notice Regarding Forward-Looking Statements

This release may include statements and information that constitute "forward-looking statements" within the meaning of the U.S. securities laws. Forward-looking statements include statements with respect to our beliefs, plans, objectives, goals, targets, expectations, anticipations, assumptions, estimates, intentions and future performance. In addition, words such as "will," "anticipates," "expects" and "plans," as well as any other statement that necessarily depends on future events, are intended to identify forward-looking statements.

Forward-looking statements are not guarantees, and they involve risks, uncertainties and assumptions. There can be no assurance that actual results will not differ materially from our expectations. We caution investors not to rely unduly on any forward-looking statements and urge investors to carefully consider the risks identified under the captions "Risk Factors," "Forward-Looking Statements" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" in our annual report on Form 10-K and quarterly reports on Form 10-Q, which are available on the Securities and Exchange Commission's website at www.sec.gov.

All written or oral forward-looking statements that we make, or that are attributable to us, are expressly qualified by this cautionary notice. We expressly disclaim any obligation to update the information in any public disclosure if any forward-looking statement later turns out to be inaccurate.