



B #:	1567-14
Date:	August 22, 2014
To:	All Participants
Category:	Dividends
From:	Tax Reporting Service
Attention:	Managing Partner/Officer, Cashier, Dividend Mgr., Tax Mgr.
Subject:	Important Tax Information Ellington Financial, LLC CUSIP: 288522303 Record Date: 08/29/14 Payable Date: 09/15/14

The Depository Trust Company received the attached correspondence containing Tax Information. If applicable, please consult your tax advisor to ensure proper treatment of this event.

Important Legal Information: *The Depository Trust Company ("DTC") does not represent or warrant the accuracy, adequacy, timeliness, completeness or fitness for any particular purpose of the information contained in this communication, which is based in part on information obtained from third parties and not independently verified by DTC and which is provided as is. The information contained in this communication is not intended to be a substitute for obtaining tax advice from an appropriate professional advisor. In providing this communication, DTC shall not be liable for (1) any loss resulting directly or indirectly from mistakes, errors, omissions, interruptions, delays or defects in such communication, unless caused directly by gross negligence or willful misconduct on the part of DTC, and (2) any special, consequential, exemplary, incidental or punitive damages. To ensure compliance with Internal Revenue Service Circular 230, you are hereby notified that: (a) any discussion of federal tax issues contained or referred to herein is not intended or written to be used, and cannot be used, for the purpose of avoiding penalties that may be imposed under the Internal Revenue Code; and (b) as a matter of policy, DTC does not provide tax, legal or accounting advice and accordingly, you should consult your own tax, legal and accounting advisor before engaging in any transaction.*

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Non-Confidential

Ellington Financial

DATE: August 20, 2014

RE: Ellington Financial, LLC
CUSIP #288522303
Qualified Notice for Distribution Payable on September 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 August 5, 2014 and payable on September 15, 2014 to record holders as of August 29, 2014.

The distribution consists entirely of U.S. portfolio interest income (as described in Section 871 (h) of the Internal Revenue Code). Please note that **no** portion of these distributions represents U.S. source dividend income or income effectively connected with a U.S. trade or business.

If you have any questions, please contact Nathan Lindenbaum at 203-409-3758 or Lisa Mumford at 203-409-3734.

Thank you