



For Immediate Release

**Chief Executive Officer
Robert Eide**

Aegis Capital acts as a co-manager for Armour Residential and participates in a \$43.5 Million dollar raise.

New York, NY January 21, 2010 **Armour Residential prices stock offer at \$7.55**

VERO BEACH, Fla. (AP) — VERO BEACH, Fla., Jan. 21, 2011 (GLOBE NEWSWIRE) -- ARMOUR Residential REIT, Inc. (NYSE Amex:ARR) (NYSE Amex:ARR.WS) ("ARMOUR" or the "Company") announced today that it has priced a public offering of 6,000,000 shares of its common stock at a price of \$7.55 per share for gross proceeds of \$45,300,000. The offering is expected to close on or about January 26, 2011. The underwriters have a 45-day option to purchase a maximum of 900,000 additional shares to cover over-allotments, if any.

Aegis Capital acted as a Co- Manager on the deal.

Ladenburg Thalmann & Co. Inc., a subsidiary of Ladenburg Thalmann Financial Services Inc. (NYSE Amex:LTS) and Cantor Fitzgerald & Co. acted as joint book running managers and representatives of the several underwriters in the offering.

This press release shall not constitute an offer to sell, or a solicitation of an offer to buy, nor shall there be any sale of the Company's securities in any state or jurisdiction in which such an offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such state or jurisdiction.

ARMOUR Residential REIT, Inc.

ARMOUR is a Maryland corporation that invests primarily in hybrid adjustable rate, adjustable rate and fixed rate residential mortgage-backed securities, or RMBS, issued or guaranteed by U.S. Government-chartered entities. ARMOUR is externally managed and advised by ARMOUR RESIDENTIAL MANAGEMENT LLC ("ARRM"). ARMOUR Residential REIT, Inc. has elected to be taxed as a real estate investment trust ("REIT") for U.S. federal income tax purposes, commencing with ARMOUR's taxable year ended December 31, 2009.

About Aegis- Aegis has been in business for the past 26 years and maintains a conflict free service platform catering to the needs of private clients, institutions and corporations. Aegis Capital Corporation was founded in 1984 by Robert Eide, the current CEO and Chairman. Aegis origins were based on servicing the specific needs of an extremely affluent customer base. Today, we have become a premiere full-service investment banking firm with eight locations and employees stretching from Florida to Rochester, NY. We have clients in all 50 states and overseas. Aegis has been able to bring quality service through its clearing relationships of Penson and JP Morgan.

Any questions contact
Robert Eide
212-813-1010
Reide@aegiscap.com