

Invesco Mortgage Capital Inc.
Form 10-Q
August 12, 2009

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended **June 30, 2009**

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the transition period from _____ to _____

Commission file number **001-34385**

INVESCO MORTGAGE CAPITAL INC.

(Exact Name of Registrant as Specified in Its Charter)

Maryland

26-2749336

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(State or Other Jurisdiction of

(I.R.S. Employer

Incorporation or Organization)

Identification No.)

1555 Peachtree Street, N.E., Suite 1800

Atlanta, Georgia

30309

(Address of Principal Executive Offices)

(Zip Code)

(404) 892-0896

(Registrant's Telephone Number, Including Area Code)

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 and Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated filer Accelerated filer

Non-Accelerated filer Smaller reporting company

(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

As of August 12, 2009, there were 8,886,300 outstanding shares of common stock of Invesco Mortgage Capital Inc.

INVESCO MORTGAGE CAPITAL INC.

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PART I

ITEM 1. FINANCIAL STATEMENTS

INVESCO MORTGAGE CAPITAL INC. AND SUBSIDIARIES

(A Maryland Corporation in the Developmental Stage)

CONSOLIDATED BALANCE SHEETS

\$ in thousands, except per share amounts

	June 30, 2009	December 31, 2008
ASSETS		
	(Unaudited)	
Unsettled purchased mortgage-backed securities, at fair value	183,710	—
Subscription receivable	170,000	—
Subscription receivable – related party	1,500	—
Cash	1	1
Accrued interest receivable	29	—
Deferred offering costs	2,414	978
Other assets	1,388	—
Total assets	359,042	979
LIABILITIES AND SHAREHOLDER'S EQUITY		
Liabilities:		
Payable for unsettled securities	184,333	—
Accounts payable and accrued expenses	2,629	—
Due to affiliate	1,327	1,000
Total liabilities	188,289	1,000
Shareholder's equity:		
Preferred Stock: par value \$0.01 per share; 50,000,000 shares authorized, 0 shares issued and outstanding	—	—
Common Stock: par value \$0.01 per share; 450,000,000 shares authorized, 100 shares issued and outstanding	—	—
Additional paid in capital	1	1
Accumulated other comprehensive loss	(594)	—
Common stock subscribed - 8,575,000 shares at \$20 per share	171,500	—
Accumulated deficit during development stage	(154)	(22)
Total shareholder's equity	170,753	(21)
Total liabilities and shareholder's equity	359,042	979

The accompanying notes are an integral part of these consolidated financial statements.

INVESCO MORTGAGE CAPITAL INC. AND SUBSIDIARIES

(A Maryland Corporation in the Developmental Stage)

CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

\$ in thousands	For the Three Months Ended June 30, 2009	Period from June 5, 2008 (Date of Inception) to June 30, 2008	For the Six Months Ended June 30, 2008
Revenues	—	—	—
Operating expenses	59	—	104
Organizational costs	25	—	28
Net loss	(84)	—	(132)
Net loss per share	NM	NM	