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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

**FORM 8-K**

**CURRENT REPORT**

**Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported): **April 10, 2012**

**MFA FINANCIAL, INC.**

(Exact name of registrant as specified in its charter)

**Maryland**  
(State or other jurisdiction  
of incorporation  
or organization)

**1-13991**  
(Commission File Number)

**13-3974868**  
(IRS Employer  
Identification No.)

**350 Park Avenue, 20th Floor**  
**New York, New York**  
(Address of principal executive offices)

**10022**  
(Zip Code)

Registrant's telephone number, including area code: **(212) 207-6400**

**Not Applicable**  
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- ☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - ☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - ☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - ☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 7.01 Regulation FD Disclosure

MFA Financial, Inc. ("MFA") hereby furnishes the information set forth in the presentation attached hereto as Exhibit 99.1, which is incorporated herein by reference.

The information referenced in this Current Report on Form 8-K (including Exhibit 99.1) is being "furnished" and, as such, shall not be deemed to be "filed" for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that Section. The information set forth in this Current Report on Form 8-K (including Exhibit 99.1) shall not be incorporated by reference into any registration statement or other document filed by MFA pursuant to the Securities Act of 1933, as amended (the "Securities Act"), except as shall be expressly set forth by specific reference in such filing.

As discussed therein, the presentation contains forward-looking statements within the meaning of the Securities Act and the Exchange Act and, as such, may involve known and unknown risks, uncertainties and assumptions. These forward-looking statements relate to MFA's current expectations and are subject to the limitations and qualifications set forth in the presentation as well as in MFA's other documents filed with the SEC, including, without limitation, that actual events and/or results may differ materially from those projected in such forward-looking statements.

Exhibit

99.1 Presentation of MFA Financial, Inc.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

MFA FINANCIAL, INC.

(REGISTRANT)

By: /s/ Harold E. Schwartz

Name: Harold E. Schwartz

Title: Senior Vice President and  
General Counsel

Date: April 10, 2012

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**EXHIBIT INDEX**

<u>Exhibit No.</u>	<u>Description</u>
99.1	Presentation of MFA Financial, Inc.

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April 2012

**MFA**  
FINANCIAL, INC.

## Forward Looking Statements

**MFA**  
FINANCIAL, INC.

When used in this presentation or other written or oral communications, statements that are not historical in nature, including those containing words such as “will,” “believe,” “expect,” “anticipate,” “estimate,” “plan,” “continue,” “intend,” “should,” “could,” “would,” “may” or similar expressions, are intended to identify “forward-looking statements” for purposes of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, and, as such, may involve known and unknown risks, uncertainties and assumptions.

These forward-looking statements include information about possible or assumed future results with respect to our business, financial condition, liquidity, results of operations, plans and objectives. Statements regarding the following subjects, among others, may be forward-looking: changes in interest rates and the market value of MFA’s MBS; changes in the prepayment rates on the mortgage loans securing MFA’s MBS; MFA’s ability to borrow to finance its assets; implementation of or changes in government regulations or programs affecting MFA’s business; MFA’s ability to maintain its qualification as a REIT for federal income tax purposes; MFA’s ability to maintain its exemption from registration under the Investment Company Act of 1940, including statements regarding the Concept Release issued by the Securities and Exchange Commission relating to interpretive issues under the 1940 Act with respect to the status under the 1940 Act of companies that are engaged in the business of acquiring mortgages and mortgage-related interests; and risks associated with investing in real estate assets, including changes in business conditions and the general economy. These and other risks, uncertainties and factors, including those described in the annual, quarterly and/or current reports that MFA files with the SEC, could cause MFA’s actual results to differ materially from those projected in any forward-looking statements that it makes.

These forward-looking statements are based on beliefs, assumptions and expectations of MFA’s future performance, taking into account all information currently available. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date on which they are made. New risks and uncertainties arise over time and it is not possible to predict those events or how they may affect MFA. Except as required by law, MFA is not obligated to, and does not intend to, update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

**MFA**  
is an internally managed REIT  
positioned to benefit from  
investment in both Agency  
and Non-Agency Residential  
MBS

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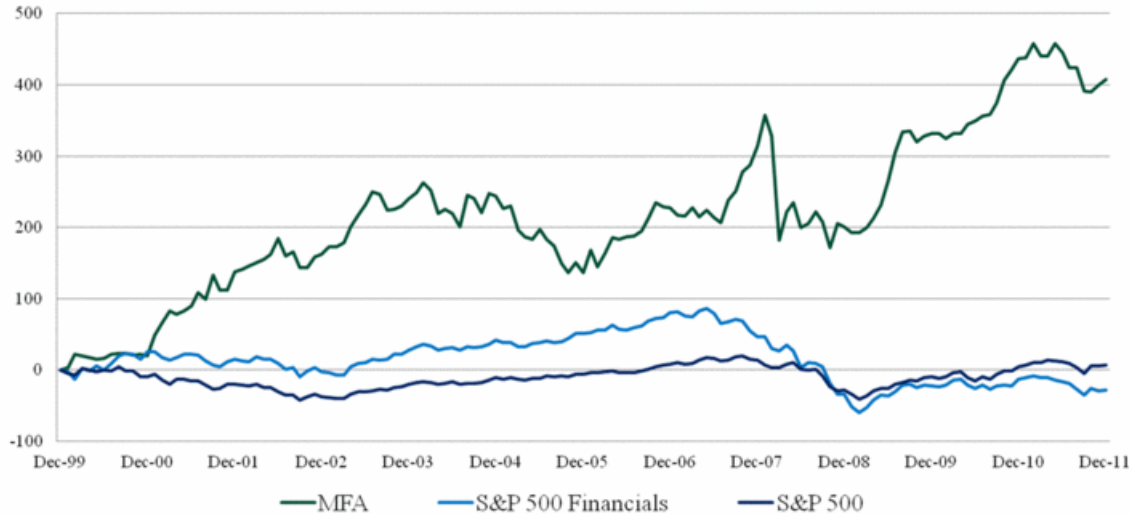
Experienced Management Team Focused on Residential  
MBS Opportunities

- Investment opportunities exist in RMBS, particularly in the Non-Agency sector.
- Agency MBS investment returns continue to benefit from a steep yield curve. Despite governmental actions, refinancing rates are not spiking.
- In this period of economic uncertainty, our goal remains to generate double-digit returns on equity with an appropriate level of leverage.

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## 14.5% Annual Return Since January 2000

### Total Return\*



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## MFA Asset Allocation Strategy

## Investment in Residential MBS Including Both Agency MBS and Non-Agency MBS

At December 31, 2011	Agency MBS	Non-Agency MBS	(1)	Cash	Other, net	Total
(Dollars in Thousands)						
Amortized Cost	\$ 6,921,275	\$ 4,154,746		\$ 409,524	\$ (49,884)	\$ 11,435,661
Market Value	\$ 7,137,531	\$ 4,001,415		\$ 409,524	\$ (49,884)	\$ 11,498,586
Less Payable for Unsettled Purchases	-	(27,056)		-	-	(27,056)
Less Repurchase Agreements	(6,198,829)	(1,485,227)		-	-	(7,684,056)
Less Multi-year Collateralized Financing Arrangements (2)	-	(300,000)		-	-	(300,000)
Less Securitized Debt	-	(875,520)		-	-	(875,520)
Equity Allocated	\$ 938,702	\$ 1,313,612		\$ 409,524	\$ (49,884)	\$ 2,611,954
Less Swaps at Market Value	-	-		-	(114,194)	(114,194)
Net Equity Allocated	\$ 938,702	\$ 1,313,612		\$ 409,524	\$ (164,078)	\$ 2,497,760
Debt/Net Equity Ratio (3)	6.60 x	2.05 x		-	-	-
<b>For the quarter ended December 31, 2011</b>						
Yield on Average Interest Earning Assets	3.14 %	7.06 %		0.03 %		4.42 %
Less Average Cost of Funds	1.71 (4)	1.78 (4)		-		1.73
Net Interest Rate Spread	1.43 %	5.28 %		0.03 %		2.69 %

For additional detail regarding the above table, see the Company's fourth quarter 2011 earnings release dated February 16, 2012.

(1) Information presented with respect to Non-Agency MBS, related repurchase agreement borrowings and resulting totals are presented on a non-GAAP basis. See the accompanying Reconciliation of Non-GAAP Financial Measures.

(2) Multi-year collateralized financing arrangements are viewed by management as having an effective term of 3.0 years, but for GAAP reporting purposes are disclosed within repurchase agreements and as having a contractual term of over 30 days to 90 days.

(3) Represents the sum of borrowings under repurchase agreements, multi-year collateralized financing arrangements, payable for unsettled purchases and securitized debt as a multiple of net equity allocated.

(4) Includes effect of Swaps.

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## Balanced Portfolio of Hybrid ARMs (~75%) and 15-Year Fixed (~25%)

- **Low premium exposure:** Agency Portfolio average amortized cost basis is 102.6%.
- **MFA's Agency MBS portfolio has limited exposure to HARP 2.0:**  
The majority of MFA's securities that could be affected have underlying mortgages that are currently in their interest-only period (limiting the incentive to refinance into a fully amortizing 30-year fixed rate mortgage).
- **Agency funding costs are expected to decline:** Approximately \$958 million of interest rate swaps at a pay rate of 3.87% will mature in the next 12 months.

\* All Agency MBS portfolio information is as of December 31, 2011

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## Increasing Non-Agency MBS Portfolio\*

- MFA owned \$4.0 billion market value of Non-Agency MBS with an average amortized cost of 73% of par.
- In the fourth quarter of 2011, these assets generated a loss adjusted yield of 7.06% on an unlevered basis.
- These assets are less sensitive to changes in the yield curve and interest rates. Returns on discounted Non-Agency MBS increase if prepayments increase.

\*Information presented as of December 31, 2011. Includes \$226.0 million fair value of Non-Agency MBS underlying Linked Transactions at December 31, 2011. Non-Agency MBS are presented on a non-GAAP basis. For a GAAP reconciliation of such items, see Annex 1.

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## Projections Assume Continued Housing Market Weakness with Defaults Well in Excess of Currently Delinquent Mortgages

% of Total Portfolio	Collateral Type	FICO	WALA	Credit Support (%)	60+ DQ	Projected Defaults	Projected Principal Recovery	6 Month Loss Severity
2.3%	7/23	725	57	0.1	27%	49%	76%	58%
1.5%	10/20	737	63	3.6	17%	37%	86%	42%
1.5%	Fixed	744	59	1.3	16%	27%	83%	44%
1.4%	Fixed	716	83	5.3	9%	38%	71%	53%
1.4%	10/20	741	58	0.0	25%	40%	79%	57%
1.4%	Fixed	729	58	0.0	23%	43%	70%	67%
1.3%	5/25	730	80	10.8	23%	46%	81%	55%
1.3%	5/25	746	56	4.5	18%	40%	86%	51%
1.2%	7/23	732	67	2.8	24%	48%	80%	40%
1.1%	5/25	735	73	5.0	13%	38%	87%	46%
1.0%	5/25	724	56	4.1	25%	53%	74%	45%
1.0%	Fixed	741	60	0.0	19%	36%	81%	65%
1.0%	Fixed	730	58	5.6	27%	29%	76%	65%
1.0%	10/20	728	67	0.7	23%	55%	69%	49%
1.0%	5/25	737	77	5.1	10%	36%	88%	44%
0.9%	5/25	726	88	12.7	12%	32%	95%	51%
0.9%	10/20	740	61	1.4	19%	35%	85%	37%
0.9%	5/25	722	90	14.4	11%	29%	98%	35%
0.9%	10/20	742	79	7.6	9%	21%	97%	46%
0.8%	7/23	745	59	0.2	28%	38%	81%	48%

Total/weighted average:		733	66	3.9	19%	39%	81%	51%
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\* Data as of March 31, 2012. FICO scores as of deal origination date.

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## MFA Strategy – Non-Agency MBS

## Example of Loss-Adjusted Yield

For Illustrative Purposes Only

Scenario	Price	Coupon	Defaults	Severity	Prepay Speed	Yield
Historic Base Case	72	4.50%	0%	0%	15%	14%
Slow Speed	72	4.50%	0%	0%	6%	10%
Slow Speed Loss Adjusted	72	4.50%	44%	50%	6%	7%

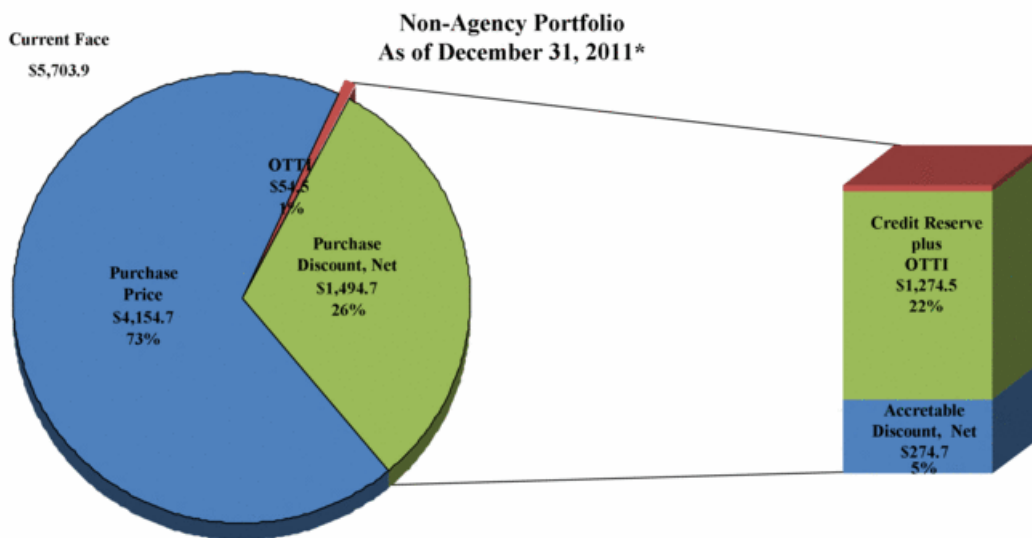
In general, MFA's yields are based on estimated future cash flows utilizing credit assumptions similar to those used in the slow speed, loss-adjusted illustration.

## While Housing Fundamentals Remain Weak, We Have Factored This Into Our Credit Reserve Estimates\*

- 1) **Credit enhancement**: Average credit enhancement of 5.2% absorbs realized losses before the securities owned by MFA are impacted.
- 2) **Discounted purchase price**: On average, capital losses of 27% can occur within a Non-Agency MBS before MFA has a loss on its investment.
- 3) **Substantial credit reserve**: MFA is booking income utilizing a substantial credit reserve that assumes \$1.2 billion of realized losses will occur within its \$5.7 billion face value of Non-Agency MBS.

\*Data as of December 31, 2011. Information regarding Non-Agency MBS is presented on a non-GAAP basis. For a GAAP reconciliation of such items, see Annex 1. 11

## Deeply Discounted Purchase Price, Substantial Credit Reserve and 5.2% Credit Enhancement mitigate Credit Risk



Dollars in Millions

\* Information regarding Non-Agency MBS is presented on a non-GAAP basis. For a GAAP reconciliation of such items, see Annex 1.



## We are Adding Financing Structures that Reduce our Reliance on Short-Term Non-Agency Repurchase Arrangements

- As of the first quarter of 2012, we have entered into a three-year collateralized financing arrangement that effectively provides \$500 million of financing for Non-Agency MBS.
- While this multi-year financing is incrementally more expensive than short-term financing by approximately 100-150 basis points, we believe that the certainty of the committed term outweighs the cost.
- In February 2012, \$187 of senior bonds rated “AAA” by DBRS, Inc. were issued to third-party investors via a Wells Fargo Trust. These bonds, with an average life of 1.9 years, were priced at 2.75% yield.

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## Less Than One-Third of MFA Non-Agency MBS Funded with Short-Term Repo\*

Non- Agency Financing	\$	%
Market value of Non-Agency MBS	\$ 4.2 Billion	100%
Repo (less than 12 months)	\$ 1.2 Billion	29%
Securitized Debt	\$ 1.0 Billion	24%
Multi-year Collateralized Financing	\$ .5 Billion	12%
Equity	\$ 1.5 Billion	35%

\* Data as of February 29, 2012.

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## MFA Financial, Inc.

- Internally managed.
- Goal is to generate double-digit returns on equity.
- 14.5% annual return since 2000 (including reinvestment of dividends).
- While housing fundamentals do remain weak, we believe this has been appropriately factored into our cash flow projections and credit reserve estimates.
- Diverse funding sources for Non-Agency MBS Portfolio including securitized debt, structured financing and equity, in addition to repo.

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## ANNEX 1 – Reconciliations of Non-GAAP Financial Measures



Information pertaining to MFA's Non-Agency MBS that are a component of Linked Transactions are reconciled below as of and for the three months ended December 31, 2011 with the most directly comparable financial measure calculated in accordance with GAAP, as follows:

<i>(Dollars in Thousands)</i>	<b>GAAP Based Information</b>	<b>Adjustments to Include Assets/Liabilities Underlying Linked Transactions</b>	<b>Non-GAAP Presentation</b>
<b>At December 31, 2011:</b>			
Repurchase Agreement Borrowings	\$ 7,813,159	\$ 170,897 (1)	\$ 7,984,056
Securitized Debt	875,520	-	875,520
Obligation to Return Securities Obtained as Collateral	306,401	-	306,401
Payable for Unsettled Purchases	27,056	-	27,056
Total Borrowings (Debt)	\$ 9,022,136	\$ 170,897 (1)	\$ 9,193,033
Stockholders' Equity	\$ 2,497,760	2,504	\$ 2,500,264
Debt-to-Equity (Debt/Stockholders' Equity)	3.6 x		3.7 x
<b>For the Three Months Ended December 31, 2011:</b>			
Average Interest Earning Assets	\$ 11,403,662	\$ 241,947 (2)	\$ 11,645,609
Interest Income	\$ 123,994	\$ 4,706	\$ 128,700
Yield on Average Interest Earning Assets	4.35 %	7.78 %	4.42 %
Average Total Borrowings	\$ 8,899,013	\$ 187,665 (1)	\$ 9,086,678
Interest Expense	\$ 38,811	\$ 857	\$ 39,668
Average Cost of Funds	1.73 %	1.81 %	1.73 %
Net Interest Rate Spread	2.62 %	5.97 %	2.69 %

(1) Represents borrowings under repurchase agreements underlying Linked Transactions.

(2) Represents Non-Agency MBS underlying Linked Transactions.

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## ANNEX 1 – Reconciliations of Non-GAAP Financial Measures (cont)



The table below reconciles MFA's Non-Agency MBS and related repurchase agreement borrowings and securitized debt on a GAAP basis to reflect on a combined basis its Non-Agency MBS and related repurchase agreements underlying its Linked Transactions, which is a Non-GAAP financial measure. Based on this Non-GAAP presentation, MFA has also presented certain resulting performance measures (reflected in the table below) on a Non-GAAP basis.

<i>(Dollars in Thousands)</i>	<b>GAAP Based Information</b>	<b>Adjustments to Include Assets/Liabilities Underlying Linked Transactions</b>	<b>Non-GAAP Presentation</b>
<b>At December 31, 2011:</b>			
Amortized Cost of Non-Agency MBS	\$ 3,936,211	\$ 218,535 (3)	\$ 4,154,746 (3)
Fair Value of Non-Agency MBS	\$ 3,775,446	\$ 225,969	\$ 4,001,415
Face/Par Value of Non-Agency MBS	\$ 5,414,353	\$ 289,536	\$ 5,703,889
Purchase (Discount) Designated as Credit Reserve and OTTI	\$ (1,228,766) (4)	\$ (45,735)	\$ (1,274,501) (5)
Net Purchase (Discount) Designated as Accretable	\$ (249,376)	\$ (25,266) (3)	\$ (274,642) (3)
Total Purchase (Discount) of Non-Agency MBS	\$ (1,478,142) (4)	\$ (71,001)	\$ (1,549,143) (5)
Non-Agency Repurchase Agreements and Securitized Debt	\$ 2,489,850	\$ 170,897	\$ 2,660,747
<b>For the Three Months Ended December 31, 2011:</b>			
Non-Agency MBS Average Amortized Cost	\$ 3,881,220	\$ 241,947	\$ 4,123,167
Non-Agency Average Total Borrowings	\$ 2,497,368	\$ 187,665	\$ 2,685,033
Coupon Interest on Non-Agency MBS	\$ 58,890	\$ 3,926	\$ 62,816
Effective Yield Adjustment (6)	\$ 9,194	\$ 780	\$ 9,974
Interest Income on Non-Agency MBS	\$ 68,084	\$ 4,706	\$ 72,790
Interest Expense on Non-Agency Total Borrowings	\$ 11,202	\$ 857	\$ 12,059
Yield on Average Interest Earning Non-Agency MBS	7.02 %	7.78 %	7.06 %
Non-Agency Average Cost of Funds	1.78 %	1.81 %	1.78 %
Non-Agency Interest Rate Spread	5.24 %	5.97 %	5.28 %

(1) Includes Non-Agency MBS transferred to consolidated VIE.

(2) Adjustment to reflect Non-Agency MBS underlying Linked Transactions, borrowings under repurchase agreements underlying Linked Transactions and yield adjustments for de-linked Non-Agency MBS.

(3) Includes adjustment of \$19.1 million related to yield adjustments for de-linked Non-Agency MBS.

(4) Amounts disclosed reflect purchase discount designated as credit reserve of \$1.174 billion and OTTI of \$54.5 million.

(5) Amounts disclosed reflect purchase discount designated as credit reserve of \$1.220 billion and OTTI of \$54.5 million.

(6) The effective yield adjustment on Non-Agency MBS is the difference between net income calculated using the net yield on average interest earning Non-Agency MBS, which is based on management's estimates of future cash flows for Non-Agency MBS, less the current coupon yield.

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**MFA**  
FINANCIAL, INC.