FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

l	OMB APP	ROVAL
	OMB Number:	3235-0287
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١	Section 16. Form 4 or Form 5 obligations may continue. See
J	obligations may continue. See
	Instruction 1(h)

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* HOLLIHAN JOHN P III						2. Issuer Name and Ticker or Trading Symbol Armour Residential REIT, Inc. [ARR]										all app	nship of Reporting P I applicable) Director		Person(s) to Issuer 10% Owner		
(Last) (First) (Middle) 3001 OCEAN DRIVE						3. Date of Earliest Transaction (Month/Day/Year) 07/01/2011											Officer (give title below)		Other (specify below)		
SUITE #201					4. If	4. If Amendment, Date of Original Filed (Month/Day/Year)									6. Individual or Joint/Group Filing (Check Applicable Line)						
(Street) VERO BEACH FL 32963														X Form filed by One Reporting Person Form filed by More than One Reporting Person							
(City)		(Sta	te) (2	Zip)																	
			Tabl	e I - Non	ı-Deriv	ative	Sec	curitie	s Ac	quired	Dis	posed o	f, or	Bene	efici	ally	Owne	ed			
1. Title of Security (Instr. 3) 2. Transa Date (Month/D						Exe Day/Year) if a		A. Deemed xecution Date, any Month/Day/Year)				ities Acquired (A) d Of (D) (Instr. 3,			4 and Se		Securities Beneficially		rship irect direct . 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
										Code	v	Amount		(A) or (D)	Price	е	Transaction(s) (Instr. 3 and 4)				(111501.4)
Common Stock, par value \$0.001 per share 07/01/						l/2011				M ⁽¹⁾		188		A		(1) 1		0,476	Г)	
	Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)																				
1. Title of Derivative Security (Instr. 3) 2. Conversion or Exercise Price of Derivative Security 3. Transaction Date (Month/Day/Year) if any (Month/Day/Year) (Month/Day/Year) if any (Month/Day/Ye			Date,	4. Transaction Code (Instr. 8)			ative rities ired osed	Expirati (Month/l	Date Exercisable and Expiration Date Month/Day/Year) Pate Expiration Expiration Exercisable Date			7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4) Amoun or Numbe of			ice of vative urity r. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	Owr Forr Dire or Ir (I) (I	ership n: ct (D) direct nstr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)		

Explanation of Responses:

1. On July 1, 2011, the reporting person elected to redeem 188 shares of vested phantom stock previously granted under ARMOUR Residential REIT, Inc.'s 2009 Stock Incentive Compensation Plan into 188 shares of ARMOUR's common stock. The 188 shares were issued on July 1, 2011.

Remarks:

<u>/s/ John P. Hollihan III</u> <u>07/05/2011</u>

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- * If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.