

May 16, 2013

REDWOOD
TRUST

Redwood Trust Declares \$0.28 Per Share Dividend For The Second Quarter Of 2013

MILL VALLEY, Calif., May 16, 2013 /PRNewswire/ -- Redwood Trust, Inc. (NYSE:RWT) today announced that its Board of Directors authorized the declaration of a second quarter regular dividend of \$0.28 per share. The second quarter 2013 dividend is payable on June 28, 2013 to stockholders of record on June 14, 2013.

"The payment of regular dividends remains a priority for Redwood. Our second quarter dividend will mark our 56th consecutive quarterly dividend," said Marty Hughes, Redwood's CEO.

For more information about Redwood Trust, Inc., please visit our website at: www.redwoodtrust.com.

SOURCE Redwood Trust, Inc.