

## **Bexil Corporation Announces Third Quarter 2008 Financial Results**

November 10, 2008 – Bexil Corporation ([BXL](#)) today reported its financial results for the third quarter ended September 30, 2008.

Bexil recorded net income of \$72,836 or \$0.08 per share on a diluted basis for the three months ended September 30, 2008 compared to net income of \$344,244 or \$0.37 per share on a diluted basis for the three months ended September 30, 2007. For the nine months ended September 30, 2008, Bexil recorded net income of \$295,572 or \$0.32 per share on a diluted basis compared to net income of \$401,048 or \$0.43 per share on a diluted basis for the nine months ended September 30, 2007.

Our book value per share at September 30, 2008 (883,592 shares issued and outstanding) was \$43.70, as compared to \$43.61 at September 30, 2007. At September 30, 2008, we had positive working capital of \$38,508,272, total assets of \$38,825,605, no long term debt, and shareholders equity of \$38,615,093. Our primary source of income since the sale of our fifty percent interest in York Insurance Services Group, Inc. (“York”) in April 2006 has been from interest and dividends earned from U.S. Treasury securities and money market funds.

The Company’s unaudited balance sheet, statements of income, and statements of cash flows as of and for the third quarter and nine months ended September 30, 2008 are appended to the copy of this press release on [www.bexil.com](http://www.bexil.com).

**Business Overview.** Since the sale of the York shares, we have been operating to acquire and/or develop one or more businesses. There are no limits on the types of businesses or fields in which we may devote our assets. We have not agreed to acquire any business as of the date of this press release. We have no plans to dissolve and liquidate the Company.

Our acquisition parameters for a public company and private business are:

- A proven track record with demonstrated earning power.
- A seasoned business with solid customer relations.
- Good return on equity, little or no debt.
- Solid management. Audited financials required.
- Particularly interested in a “spin-off” from a larger company.

We generally are not interested in acquiring (but we may develop) start-ups, turnarounds, or high tech. We will sign a confidentiality agreement and will protect a broker’s sell agreement. If the seller quotes a price, we will respond promptly.

### **About Bexil Corporation**

Bexil is a holding company. To learn more about Bexil Corporation, including Rule 15c2-11 information, please visit [www.bexil.com](http://www.bexil.com). Approximately 25% of Bexil's shares are owned by [Winmill & Co. Incorporated \(WNMLA\)](#), which is engaged through subsidiaries in stock market and [gold investing](#) through its investment management of equity and [gold mutual funds](#).

This release contains certain “forward looking statements” made pursuant to the “safe harbor” provisions of the Private Securities Litigation Reform Act of 1995. These statements involve known and unknown risks, uncertainties and other factors, many of which are beyond the control

of Bexil Corporation, which may cause the Company's actual results to be materially different from those expressed or implied by such statements. The forward looking statements made herein are only made as of the date of this release, and the Company undertakes no obligation to publicly update such forward looking statements to reflect subsequent events or circumstances.

The Company views book value per share, a non-GAAP financial measure, as an important indicator of financial performance. Presented in conjunction with other financial information, the combined presentation can enhance an investor's understanding of the Company's underlying financial condition and results from operations. The definition of book value as presented in this press release is shareholder's equity divided by currently issued and outstanding shares.

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**BEXIL CORPORATION**  
**BALANCE SHEET**  
**September 30, 2008**  
**(Unaudited)**

**ASSETS**

Current assets

Cash and cash equivalents	\$ 38,504,515
Refundable taxes	213,231
Other	1,038
Total current assets	<u>38,718,784</u>

Deferred taxes

Total assets	<u>\$ 38,825,605</u>
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**LIABILITIES AND SHAREHOLDERS' EQUITY**

Current liabilities

Accounts payable and accrued expenses	\$ 210,512
Total current liabilities	<u>210,512</u>

Shareholders' equity

Common stock, \$0.01 par value, 9,900,000 shares authorized, 883,592 shares issued and outstanding	8,836
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized, -0- shares issued and outstanding	-
Additional paid-in capital	13,015,306
Accumulated other comprehensive loss	(364)
Retained earnings	25,591,315
Total shareholders' equity	<u>38,615,093</u>
Total liabilities and shareholders' equity	<u>\$ 38,825,605</u>

**BEXIL CORPORATION**  
**STATEMENTS OF INCOME**  
(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2008	2007	2008	2007
Revenues	\$ -	\$ -	\$ -	\$ -
Expenses				
Compensation and benefits	163,747	172,461	538,800	584,930
Professional	38,130	42,934	120,877	368,774
General and administrative	25,616	31,062	84,741	102,365
	<u>227,493</u>	<u>246,457</u>	<u>744,418</u>	<u>1,056,069</u>
Other income				
Dividends and interest	355,521	449,707	1,224,731	1,340,598
Income before income taxes	128,028	203,250	480,313	284,529
Income tax expense (benefit)	55,192	(140,994)	184,741	(116,519)
Net income	<u>\$ 72,836</u>	<u>\$ 344,244</u>	<u>\$ 295,572</u>	<u>\$ 401,048</u>
Per share net income:				
Basic	\$ 0.08	\$ 0.39	\$ 0.33	\$ 0.45
Diluted	\$ 0.08	\$ 0.37	\$ 0.32	\$ 0.43
Average shares outstanding:				
Basic	883,592	883,592	883,592	884,306
Diluted	911,866	930,126	917,878	932,567

**BEXIL CORPORATION**  
**STATEMENTS OF CASH FLOWS**  
(Unaudited)

	<b>Nine Months Ended</b>	
	<b>September 30,</b>	
	<b>2008</b>	<b>2007</b>
<b>Cash flows from operating activities</b>		
Net income	\$ 295,572	\$ 401,048
Adjustments to reconcile net income to net cash provided by (used in) operating activities		
Share-based compensation expense	42,758	97,638
Accretion of discount on short term investment securities	27,853	-
(Increase) decrease in deferred taxes	(6,551)	4,264
Decrease in interest receivable	609,375	438,804
Increase in refundable taxes	-	(224,085)
Decrease in other assets	1,749	46,455
Increase (decrease) in accounts payable and accrued expenses	75,278	(25,207)
Net cash provided by operating activities	1,046,034	738,917
<b>Cash flows from investing activities</b>		
Proceeds from maturity of investment securities	36,500,000	-
Net cash provided by investing activities	36,500,000	-
Net increase in cash and cash equivalents	37,546,034	738,917
<b>Cash and cash equivalents</b>		
Beginning of period	958,481	458,032
End of period	\$ 38,504,515	\$ 1,196,949
<b>Supplemental disclosure</b>		
Income taxes paid	\$ 157,000	\$ 63,250