

## **Bexil Corporation Announces First Quarter 2012 Financial Results**

May 31, 2012 – Bexil Corporation ([BXL](#)) today reported its financial results for the first quarter ended March 31, 2012.

Bexil recorded a net loss attributable to Bexil shareholders of \$772,758 or \$0.76 per share for the three months ended March 31, 2012 compared to a net loss attributable to Bexil shareholders of \$355,130 or \$0.33 per share for the three months ended March 31, 2011.

The Company's book value per share attributable to Bexil shareholders at March 31, 2012 (1,018,592 shares issued and outstanding) was \$33.90. At March 31, 2012, Bexil had positive working capital of \$29,977,199, total assets of \$35,995,294, no long term debt, and shareholders' equity attributable to Bexil shareholders of \$34,525,899.

The Company's unaudited balance sheet, statements of income, and statements of cash flows as of and for the three months ended March 31, 2012 are appended to the copy of this press release on [www.bexil.com](http://www.bexil.com).

### **About Bexil Corporation**

Bexil is a holding company engaged through subsidiaries in investment management, securities trading, and mortgage banking. Bexil subsidiary Bexil Advisers LLC is investment manager to [Dividend and Income Fund](#), a closed end fund (NYSE: DNI) (NAV: XDNIX). [Bexil American Mortgage Inc.](#), a new mortgage subsidiary of Bexil, is engaged in the mortgage banking business including, but not limited to origination, production, and sales into the secondary market. To learn more about Bexil, including Rule 15c2-11 information, please visit [www.bexil.com](http://www.bexil.com). Certain affiliates of Bexil are engaged in stock market and [gold investing](#) through investment management of equity and [gold mutual funds](#) and [closed end funds](#).

### **Safe Harbor Note**

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, 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 shareholders' equity attributable to Bexil shareholders divided by currently issued and outstanding shares.

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**BEXIL CORPORATION**  
**CONSOLIDATED BALANCE SHEET**  
**March 31, 2012**  
**(Unaudited)**

Assets

Current assets

Cash and cash equivalents	\$ 24,396,183
Investments in securities	5,864,104
Management and other fees receivable	116,554
Interest receivable	1,483
Prepaid expenses	132,102
Total current assets	30,510,426

Intangible asset	4,200,000
Deferred taxes	1,277,428
Property and equipment, net	7,440
	5,484,868

Total assets	\$ 35,995,294
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Liabilities and shareholders' equity

Current liabilities

Accounts payable and accrued expenses	\$ 533,227
Total current liabilities	533,227

Commitments and contingencies

Shareholders' equity

Bexil Corporation shareholders' equity

Common stock, \$0.01 par value, 9,900,000 shares authorized; 1,018,592 issued and outstanding	10,186
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized: zero shares issued and outstanding	-
Additional paid in capital	16,181,993
Notes receivable for common stock issued	(2,855,113)
Accumulated comprehensive loss	(66)
Retained earnings	21,188,899
Total Bexil Corporation shareholders' equity	34,525,899

Non-controlling interest in subsidiary	936,168
	35,462,067

Total shareholders' equity	35,462,067
Total liabilities and shareholders' equity	\$ 35,995,294

**BEXIL CORPORATION**  
**CONSOLIDATED STATEMENTS OF INCOME**  
**Three Months Ended March 31, 2012 and 2011**  
**(Unaudited)**

	2012	2011
Revenues		
Management and other fees	\$ 306,163	\$ 150,791
Expenses		
Compensation and benefits	1,183,454	284,099
General and administrative	240,912	56,001
Professional	160,699	408,590
	1,585,065	748,690
Other income		
Unrealized gain on investments in securities	235,465	-
Dividends and interest	183,336	30,091
	418,801	30,091
Loss before income taxes	(860,101)	(567,808)
Income tax expense (benefit)	93,404	(232,678)
Net loss	(953,505)	(335,130)
Less: net loss attributable to the non-controlling interest in subsidiary	(180,747)	-
Net loss attributable to Bexil Corporation shareholders	\$ (772,758)	\$ (335,130)
Earnings per share - basic and diluted		
Net loss attributable to Bexil Corporation shareholders	\$ (0.76)	\$ (0.33)
Weighted average shares outstanding, basic and diluted	1,018,592	1,017,592

**BEXIL CORPORATION**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**Three Months Ended March 31, 2012 and 2011**  
**(Unaudited)**

	2012	2011
Cash flows from operating activities		
Net loss	\$ (953,505)	\$ (335,130)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Purchase of investment securities, trading	(1,473,267)	-
Share-based compensation expense	51,109	-
Decrease (increase) in deferred taxes	86,303	(232,678)
Unrealized gain on investments in trading securities	(235,465)	-
Depreciation	618	507
Decrease in due from broker	243,219	-
Increase in management and other fees receivable	(9,579)	(89,001)
Decrease in interest receivable	4,388	6,584
Decrease in refundable taxes	-	403,911
Increase in prepaid expenses	(61,971)	-
Increase (decrease) in accounts payable and accrued expenses	186,635	(11,235)
Net cash used in operating activities	(2,161,515)	(257,042)
Cash flows from investing activities		
Purchase of property and equipment	(4,000)	-
Acquisition of management contract	-	(4,200,000)
Net cash used in investing activities	(4,000)	(4,200,000)
Cash flows from financing activities		
Stock issuance costs of capital contributions to subsidiary	(138,000)	-
Dividends paid	-	(203,518)
Net cash used in financing activities	(138,000)	(203,518)
Net decrease in cash and cash equivalents	(2,303,515)	(4,660,560)
Cash and cash equivalents, beginning of period	26,699,698	35,713,373
Cash and cash equivalents, end of period	\$ 24,396,183	\$ 31,052,813
Supplemental disclosure		
Income taxes paid	\$ 500	\$ -