

## **Bexil Corporation Announces First Quarter 2017 Financial Results**

May 26, 2017 – Bexil Corporation (BXL) today reported its financial results for the first quarter ended March 31, 2017. Bexil recorded net income attributable to Bexil shareholders of \$0.34 million or \$0.35 per share for the three months ended March 31, 2017, compared to net income attributable to Bexil shareholders of \$0.26 million or \$0.27 per share for the three months ended March 31, 2016.

The Company's book value per share attributable to Bexil shareholders at March 31, 2017 was \$20.21, based on shareholders' equity attributable to Bexil shareholders of \$17.9 million and 884,878 shares issued and outstanding.

The Company's unaudited balance sheet, statements of comprehensive loss, and statements of cash flows as of and for the three months ended March 31, 2017 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 and securities trading. To learn more about Bexil, including Rule 15c2-11 information, please visit [www.Bexil.com](http://www.Bexil.com).

### **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. Investors should carefully consider the risks, uncertainties and other factors, together with all of the other information included in the Company's Annual Report, at <http://www.bexil.com/cautionary-language.html>, and similar information. 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, 2017**  
**(Unaudited)**

|  |                      |
|--|----------------------|
| <b>Assets</b>  |                      |
| Cash and cash equivalents  | \$ 1,606,548         |
| Investments in securities  | 14,909,004           |
| Accounts receivable  | 300,540              |
| Intangible asset, net  | 2,432,812            |
| Total assets   | <u>\$ 19,248,904</u> |
| <b>Liabilities and equity</b>  |                      |
| Accounts payable and accrued expenses  | \$ 1,397,156         |
| Payable for securities purchased   | 91,802               |
| Securities sold, not yet purchased   | 30,945               |
| Repurchase reserve   | 15,000               |
| Total liabilities  | <u>1,534,903</u>     |
| <b>Equity</b>  |                      |
| Bexil Corporation shareholders' equity   |                      |
| Common stock, \$0.01 par value, 9,900,000 shares authorized;<br>884,878 issued and outstanding at March 31, 2017           | 8,849                |
| Series A participating preferred stock, \$0.01 par value, 100,000<br>shares authorized: zero shares issued and outstanding | -                    |
| Additional paid in capital   | 15,259,810           |
| Notes receivable for common stock issued   | (1,276,946)          |
| Accumulated comprehensive income (loss)  | 1,769                |
| Retained earnings  | 3,891,002            |
| Total Bexil Corporation shareholders' equity   | <u>17,884,484</u>    |
| Noncontrolling interests in subsidiary   | <u>(170,483)</u>     |
| Total equity   | <u>17,714,001</u>    |
| Total liabilities and equity   | <u>\$ 19,248,904</u> |

**BEXIL CORPORATION**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**Three Months Ended March 31, 2017 and 2016**  
**(Unaudited)**

|  | 2017              | 2016              |
|--|-------------------|-------------------|
| Revenues   |                   |                   |
| Management and other fees  | \$ 456,305        | \$ 401,809        |
| Dividends and interest   | 145,029           | 203,611           |
| Realized gain on investments in securities                                     | 45,353            | -                 |
| Unrealized gain on investments in securities                                   | 178,639           | 120,634           |
|  | <u>825,326</u>    | <u>726,054</u>    |
| Expenses   |                   |                   |
| Compensation and benefits  | 294,988           | 273,530           |
| General and administrative   | 139,923           | 136,248           |
| Professional services  | 50,406            | 37,238            |
|  | <u>485,317</u>    | <u>447,016</u>    |
| Income before taxes  | 340,009           | 279,038           |
| Income tax expense   | 27                | 18,131            |
| Net income   | <u>339,982</u>    | <u>260,907</u>    |
| Net income attributable to noncontrolling interests                            | 122               | 296               |
| Net income attributable to Bexil Corporation shareholders                      | <u>\$ 340,104</u> | <u>\$ 261,203</u> |
| Net income per share   |                   |                   |
| Basic, attributable to Bexil Corporation shareholders                          | \$ 0.35           | \$ 0.27           |
| Diluted attributable to Bexil Corporation shareholders                         | \$ 0.35           | \$ 0.27           |
| Weighted average shares outstanding  |                   |                   |
| Basic  | 969,914           | 980,168           |
| Diluted  | 984,940           | 980,168           |
| Other comprehensive income (loss), net of tax                                  |                   |                   |
| Unrealized gain (loss) on investment securities available-for-sale, net of tax | \$ (318)          | \$ 401            |
| Other compressive income (loss), net of tax                                    | <u>(318)</u>      | <u>401</u>        |
| Comprehensive income   | 339,664           | 261,308           |
| Comprehensive loss attributable to noncontrolling interests                    | 122               | 296               |
| Comprehensive income attributable to Bexil Corporation shareholders            | <u>\$ 339,786</u> | <u>\$ 261,604</u> |

**BEXIL CORPORATION**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**Three Months Ended March 31, 2017 and 2016**  
**(Unaudited)**

|   | 2017                | 2016                |
|---|---------------------|---------------------|
| Cash flows from operating activities  |                     |                     |
| Net income  | \$ 339,982          | \$ 260,907          |
| Adjustments to reconcile net income to net cash provided by<br>(used in) operating activities |                     |                     |
| Purchase of investment securities, trading  | (2,227,054)         | (196,888)           |
| Proceeds on sales of investment securities, trading   | 2,448,833           | -                   |
| Stock-based compensation expense  | 16,085              | 9,114               |
| Realized gain on investments in securities  | (45,353)            | -                   |
| Unrealized gain on investments in securities  | (177,661)           | (120,634)           |
| Amortization  | 90,104              | 90,104              |
| (Increase) decrease in accounts receivable  | (134,368)           | 106,818             |
| Decrease in accounts payable and accrued expenses   | (59,083)            | (130,042)           |
| Increase in payable for securities purchased  | 91,802              | -                   |
| Increase in securities sold, not yet purchased  | 32,136              | -                   |
| Net cash provided by operating activities   | <u>375,423</u>      | <u>19,379</u>       |
| Cash flows from investing activities  |                     |                     |
| Proceeds on sale of investment securities, available-for-sale                                 | <u>244,486</u>      | <u>-</u>            |
| Net cash provided by investing activities   | <u>244,486</u>      | <u>-</u>            |
| Cash flows from financing activities  |                     |                     |
| Proceeds from promissory notes accepted for common stock issued                               | 18,800              | 15,500              |
| Common stock repurchased  | <u>(703,711)</u>    | <u>-</u>            |
| Net cash (used in) provided by financing activities   | <u>(684,911)</u>    | <u>15,500</u>       |
| Net decrease in cash and cash equivalents   | (65,002)            | 34,879              |
| Cash and cash equivalents, beginning of year  | <u>1,671,550</u>    | <u>6,904,417</u>    |
| Cash and cash equivalents, end of year  | <u>\$ 1,606,548</u> | <u>\$ 6,939,296</u> |
| Supplemental disclosures  |                     |                     |
| Income taxes paid   | \$ 27               | \$ 18,131           |