

## **Bexil Corporation Announces Second Quarter 2018 Financial Results**

August 14, 2018 – Bexil Corporation (ticker: BXLC) (“Bexil” or the “Company”) today reported its financial results for the second quarter ended June 30, 2018.

For the three months ended June 30, 2018, Bexil recorded net income attributable to Bexil shareholders of approximately \$0.29 million or \$0.31 of diluted earnings per share, compared to net income attributable to Bexil shareholders of approximately \$0.38 million or \$0.43 of diluted earnings per share for the three months ended June 30, 2017.

For the six months ended June 30, 2018, Bexil recorded a net loss attributable to Bexil shareholders of approximately \$0.61 million or \$0.68 per share compared to a net income attributable to Bexil shareholders of approximately \$0.72 million or \$0.77 of diluted earnings per share for the six months ended June 30, 2017.

The Company’s book value per share attributable to Bexil shareholders at June 30, 2018 was \$21.21, based on shareholders’ equity attributable to Bexil shareholders of approximately \$18.9 million and 892,843 shares issued and outstanding.

The Company’s consolidated unaudited balance sheet, statements of comprehensive income (loss), and statements of cash flows as of and for the six months ended June 30, 2018 are appended to the copy of this press release on [www.Bexil.com](http://www.Bexil.com).

### **About Bexil Corporation**

Bexil is primarily engaged through a subsidiary in investment management. 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**  
**June 30, 2018**  
**(Unaudited)**

**Assets**

Cash and cash equivalents	\$ 1,913,280
Investments in securities	16,210,359
Accounts receivable	193,447
Intangible asset, net	1,982,292
Total assets	<u>\$ 20,299,378</u>

**Liabilities and equity**

Accounts payable and accrued expenses	\$ 1,282,265
Payable for securities purchased	245,000
Total liabilities	<u>1,527,265</u>
Commitments and Contingencies	

**Equity**

Bexil Corporation shareholders' equity	
Common stock, \$0.01 par value, 9,900,000 shares authorized; 892,843 issued and outstanding	8,929
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized; zero shares issued and outstanding	—
Additional paid in capital	15,313,838
Notes receivable for common stock issued	(1,218,072)
Accumulated other comprehensive loss	(2,286)
Retained earnings	<u>4,835,753</u>
Total Bexil Corporation shareholders' equity	<u>18,938,162</u>
Noncontrolling interests in subsidiary	<u>(166,049)</u>
Total equity	<u>18,772,113</u>
Total liabilities and equity	<u>\$ 20,299,378</u>

**BEXIL CORPORATION**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)**  
(Unaudited)

	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
<b>Revenues</b>				
Management and other fees	\$ 508,442	\$ 435,120	\$ 1,060,131	\$ 891,425
Dividends and interest	186,674	173,327	370,792	318,356
Realized gain (loss) on investments in	10,225	231,265	8,552	29,259
Unrealized gain (loss) on investments in	51,334	(16,095)	(1,103,973)	409,903
	<u>756,675</u>	<u>823,617</u>	<u>335,502</u>	<u>1,648,943</u>
<b>Expenses</b>				
Compensation and benefits	297,284	290,436	608,388	585,424
General and administrative	142,457	123,943	293,701	263,866
Professional services	22,119	25,660	38,650	76,066
	<u>461,860</u>	<u>440,039</u>	<u>940,739</u>	<u>925,356</u>
Income (loss) before taxes	294,815	383,578	(605,237)	723,587
Income tax expense	7,622	39	7,622	66
Net income (loss)	287,193	383,539	(612,859)	723,521
Net loss attributable to noncontrolling interests	264	114	447	235
Net income (loss) attributable to Bexil Corporation shareholders	<u>\$ 287,457</u>	<u>\$ 383,653</u>	<u>\$ (612,412)</u>	<u>\$ 723,756</u>
Net income (loss) per share				
Basic, attributable to Bexil Corporation shareholders	\$ 0.32	\$ 0.43	\$ (0.68)	\$ 0.78
Diluted attributable to Bexil Corporation shareholders	\$ 0.31	\$ 0.43	\$ (0.68)	\$ 0.77
Weighted average shares outstanding				
Basic	892,843	889,706	894,460	928,097
Diluted	927,950	902,532	894,460	941,117
Other comprehensive gain (loss), net of tax				
Unrealized gain (loss) on investment	887	(2,497)	505	(2,815)
Other comprehensive gain (loss)	887	(2,497)	505	(2,815)
Comprehensive income (loss)	288,080	381,042	(612,354)	720,706
Comprehensive loss attributable to noncontrolling interests	264	114	447	235
Comprehensive income (loss) attributable to Bexil Corporation shareholders	<u>\$ 288,344</u>	<u>\$ 381,156</u>	<u>\$ (611,907)</u>	<u>\$ 720,941</u>

**BEXIL CORPORATION**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**Six Months Ended June 30, 2018 and 2017**  
**(Unaudited)**

	<b>2018</b>	<b>2017</b>
<b>Cash flows from operating activities</b>		
Net (loss) income	\$ (612,859)	\$ 723,521
Adjustments to reconcile net (loss) income to net cash provided by (used in) operating activities		
Purchase of investment securities	(4,922,715)	(3,268,015)
Proceeds on sales of investment securities	2,886,438	3,306,721
Stock-based compensation expense	22,211	32,170
Realized gain on investments in securities	(8,552)	(29,259)
Unrealized loss (gain) on investments in securities	1,103,973	(409,903)
Amortization	180,208	180,208
Decrease (increase) in accounts receivable	1,989	(125,948)
Decrease in accounts payable and accrued expenses	(91,882)	(105,005)
Increase in payable for securities purchases	245,000	151,838
Increase in securities sold, not yet purchased	—	83,159
Net cash (used in) provided by operating activities	(1,196,189)	539,487
<b>Cash flows from investing activities</b>		
Proceeds on sale of investment securities, available-for-sale	—	979,486
Purchase of investment securities, available-for-sale	—	(735,000)
Net cash provided by investing activities	—	244,486
<b>Cash flows from financing activities</b>		
Common stock issued upon exercise of stock options	107	90,288
Proceeds from promissory notes accepted for common stock issued	40,544	37,600
Common stock repurchases	(144,733)	(706,734)
Net cash used in financing activities	(104,082)	(578,846)
Net (decrease) increase in cash and cash equivalents	(1,300,271)	205,127
Cash and cash equivalents, beginning of period	3,213,551	1,671,550
Cash and cash equivalents, end of period	\$ 1,913,280	\$ 1,876,677
<b>Supplemental disclosures</b>		
Interest paid	\$ 3,587	\$ —
Income taxes paid	\$ 7,622	\$ 66
Cashless exercise of stock options	\$ —	\$ 7,448