

Bexil Corporation Announces First Quarter 2011 Financial Results

May 20, 2011 – Bexil Corporation (Ticker: [BXLC](#)) today reported its financial results for the first quarter ended March 31, 2011.

Bexil recorded a net loss of \$335,130 or \$0.33 per share for the three months ended March 31, 2011 compared to a net loss of \$170,867 or \$0.17 per share for the three months ended March 31, 2010.

The Company's book value per share at March 31, 2011 (1,017,592 shares issued and outstanding) was \$35.46. At March 31, 2011, Bexil had positive working capital of \$30,702,986, total assets of \$36,693,252, no long term debt, and shareholders' equity of \$36,085,400.

The Company's unaudited balance sheet, statements of income, and statements of cash flows as of and for the three months ended March 31, 2011 are appended to the copy of this press release on www.bexil.com.

About Bexil Corporation

Bexil is engaged through a subsidiary as investment manager to [Dividend and Income Fund, Inc.](#), a closed end fund (NYSE: DNI) (NAV: XDNIX). To learn more about Bexil, including Rule 15c2-11 information, please visit www.bexil.com. Certain affiliates of Bexil are engaged in stock market and [gold investing](#) through investment management of equity and [gold mutual funds](#), [closed end funds](#), and proprietary trading.

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 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 shareholders' equity divided by currently issued and outstanding shares.

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BEXIL CORPORATION
CONSOLIDATED BALANCE SHEET
March 31, 2011
(Unaudited)

Assets	
Current assets	
Cash and cash equivalents	\$ 31,052,812
Investment securities, available-for-sale	1,547
Receivables	
Refundable income taxes	165,922
Management fees	79,096
Other	11,461
Total current assets	<u>31,310,838</u>
Property and equipment, net	5,580
Intangible asset	4,200,000
Deferred taxes	1,176,834
	<u>5,382,414</u>
Total assets	<u><u>\$ 36,693,252</u></u>
Liabilities and shareholders' equity	
Current liabilities	
Accounts payable and accrued expenses	\$ 607,852
Total current liabilities	<u>607,852</u>
Shareholders' equity	
Common stock, \$0.01 par value, 9,900,000 shares authorized, 1,017,592 shares issued and outstanding	10,176
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized, -0- shares issued and outstanding	-
Additional paid-in capital	15,935,172
Notes receivable for common stock	(2,827,223)
Accumulated other comprehensive loss	(33)
Retained earnings	22,967,308
Total shareholders' equity	<u>36,085,400</u>
Total liabilities and shareholders' equity	<u><u>\$ 36,693,252</u></u>

BEXIL CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
Three Months Ended March 31, 2011 and 2010
(Unaudited)

	<u>2011</u>	<u>2010</u>
Revenues		
Management fees	\$ 150,791	\$ -
Expenses		
Professional	408,590	27,842
Compensation and benefits	284,099	252,561
General and administrative	56,001	37,908
	<u>748,690</u>	<u>318,311</u>
Other income		
Dividends and interest	30,091	28,707
	<u>30,091</u>	<u>28,707</u>
Loss before income taxes	(567,808)	(289,604)
Income tax benefit	(232,678)	(118,737)
Net loss	<u>\$ (335,130)</u>	<u>\$ (170,867)</u>
Basic and diluted per share net loss	\$ (0.33)	\$ (0.17)
Basic and diluted average shares outstanding	1,017,592	1,011,592

BEXIL CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Three Months Ended March 31, 2011 and 2010
(Unaudited)

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Net loss	\$ (335,130)	\$ (170,867)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Increase in deferred taxes	(232,678)	(119,236)
Depreciation	507	
Decrease in refundable taxes	403,911	-
Increase in management fees receivable	(79,096)	-
(Increase) decrease in other receivables	(3,321)	254
Increase in other assets	-	(5,125)
(Decrease) increase in accounts payable and accrued expenses	(11,235)	34,967
Net cash used in operating activities	<u>(257,042)</u>	<u>(260,007)</u>
Cash flows from investing activities		
Payment related to acquisition of management contract	(4,200,000)	-
Net cash used in investing activities	<u>(4,200,000)</u>	<u>-</u>
Cash flows from financing activities		
Dividend paid	(203,518)	-
Net cash used in financing activities	<u>(203,518)</u>	<u>-</u>
Net decrease in cash and cash equivalents	(4,660,560)	(260,007)
Cash and cash equivalents		
Beginning of period	<u>35,713,373</u>	<u>37,741,633</u>
End of period	<u>\$ 31,052,813</u>	<u>\$ 37,481,626</u>