

Bexil Corporation Announces Second Quarter 2015 Financial Results

August 14, 2015 – Bexil Corporation (BXL) today reported its financial results for the second quarter ended June 30, 2015.

For the three months ended June 30, 2015, Bexil recorded a net loss attributable to Bexil shareholders of approximately \$0.5 million or \$0.50 per share, compared to a net loss attributable to Bexil shareholders of approximately \$0.6 million or \$0.59 per share for the three months ended June 30, 2014. Net loss includes approximately \$0.2 million or \$0.20 per share and approximately \$1.5 million or \$1.22 per share in losses from discontinued operations for the three months ended June 30, 2015 and 2014, respectively. From continuing operations, Bexil recorded a net loss of approximately \$0.3 million or \$0.30 per share for the three months ended June 30, 2015, compared to net income of approximately \$0.6 million or \$0.63 per share for the three months ended June 30, 2014.

For the six months ended June 30, 2015, Bexil recorded a net loss attributable to Bexil shareholders of approximately \$0.9 million or \$0.92 per share compared to a net loss attributable to Bexil shareholders of approximately \$1.5 million or \$1.53 per share for the six months ended June 30, 2014. Net loss includes approximately \$0.8 million or \$0.73 per share and approximately \$3.0 million or \$2.42 per share in losses from discontinued operations for the six months ended June 30, 2015 and 2014, respectively. From continuing operations, Bexil recorded a net loss of approximately \$0.2 million or \$0.19 per share for the six months ended June 30, 2015, compared to net income of approximately \$0.9 million or \$0.90 per share for the six months ended June 30, 2014.

The Company's book value per share attributable to Bexil shareholders at June 30, 2015 was \$17.40, based on shareholders' equity attributable to Bexil shareholders of approximately \$17.1 million and 982,245 shares issued and outstanding.

The Company's unaudited balance sheet, statements of comprehensive loss, and statements of cash flows as of and for the six months ended June 30, 2015 are appended to the copy of this press release on 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.

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 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.

Contact: Thomas O'Malley
Chief Financial Officer
1-212-785-0900, ext. 267
tomalley@bexil.com
www.Bexil.com

BEXIL CORPORATION
CONSOLIDATED BALANCE SHEET
June 30, 2015
(Unaudited)

Assets	
Cash and cash equivalents	\$ 11,539,552
Investments in securities	7,219,191
Accounts receivable	471,877
Prepaid expenses and other assets	3,245
Intangible assets, net	3,063,541
Assets held for sale	79,645
Total assets	<u>\$ 22,377,051</u>
Liabilities and equity	
Accounts payable and accrued expenses	\$ 1,181,922
Repurchase reserve	30,000
Subordinated debt convertible to stock of subsidiary	2,560,117
Liabilities held for sale	909,063
Total liabilities	<u>4,681,102</u>
Equity	
Bexil Corporation shareholders' equity	
Common stock, \$0.01 par value, 9,900,000 shares authorized; 982,245 issued and outstanding	9,823
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized: zero shares issued and outstanding	-
Additional paid in capital	15,259,224
Notes receivable for common stock issued	(1,452,266)
Accumulated comprehensive loss	(256)
Retained earnings	3,354,482
Treasury stock of subsidiary stated at cost	(80,812)
Total Bexil Corporation shareholders' equity	<u>17,090,195</u>
Noncontrolling interests in subsidiary	<u>605,754</u>
Total equity	<u>17,695,949</u>
Total liabilities and equity	<u>\$ 22,377,051</u>

BEXIL CORPORATION
CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS
(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2015	2014	2015	2014
Revenues				
Management and other fees	\$ 461,955	\$ 432,036	\$ 885,739	\$ 862,873
Dividends and interest	209,471	189,611	413,539	374,417
Unrealized gain (loss) on investment securities	(455,818)	411,642	(489,782)	530,845
	<u>215,608</u>	<u>1,033,289</u>	<u>809,496</u>	<u>1,768,135</u>
Expenses				
Compensation and benefits	282,106	242,450	562,014	513,007
General and administrative	128,041	124,150	259,069	259,824
Professional services	100,389	48,400	158,355	97,509
	<u>510,536</u>	<u>415,000</u>	<u>979,438</u>	<u>870,340</u>
Income (loss) from continuing operations	(294,928)	618,289	(169,942)	897,795
Income tax expense	384	75	16,233	16,224
Net income (loss) from continuing operations	(295,312)	618,214	(186,175)	881,571
Loss on discontinued operations, net of tax	(223,160)	(1,488,904)	(797,923)	(2,970,282)
Net loss	(518,472)	(870,690)	(984,098)	(2,088,711)
Less: Net loss attributable to noncontrolling interests	24,907	287,950	79,062	588,428
Net loss attributable to Bexil Corporation shareholders	<u>\$ (493,565)</u>	<u>\$ (582,740)</u>	<u>\$ (905,036)</u>	<u>\$ (1,500,283)</u>
Earnings per share - basic and diluted				
Net income from continuing operations	\$ (0.30)	\$ 0.63	\$ (0.19)	\$ 0.90
Net loss from on discontinued operations	\$ (0.20)	\$ (1.22)	\$ (0.73)	\$ (2.42)
Net loss attributable to Bexil Corporation shareholders	\$ (0.50)	\$ (0.59)	\$ (0.92)	\$ (1.53)
Weighted average shares outstanding	982,245	982,245	982,245	982,245
Other comprehensive loss, net of tax				
Unrealized gain (loss) on investment securities available-for-sale, net of tax	\$ 14	\$ (204)	\$ (39)	\$ (143)
Other comprehensive gain (loss), net of tax	<u>14</u>	<u>(204)</u>	<u>(39)</u>	<u>(143)</u>
Comprehensive loss	(518,458)	(870,894)	(984,137)	(2,088,854)
Less: Net loss attributable to noncontrolling interests	24,907	287,950	79,062	588,428
Comprehensive loss attributable to Bexil Corporation shareholders	<u>\$ (493,551)</u>	<u>\$ (582,944)</u>	<u>\$ (905,075)</u>	<u>\$ (1,500,426)</u>

BEXIL CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Six Months Ended June 30, 2015 and 2014
(Unaudited)

	2015	2014
Cash flows from operating activities		
Net loss	\$ (984,098)	\$ (2,088,711)
Less: Loss from discontinued operations	(797,923)	(2,970,282)
(Loss) income from continuing operations	(186,175)	881,571
Adjustments to reconcile net income (loss) from continuing operations to net cash provided by (used in) operating activities		
Purchase of investment securities, trading	(399,741)	(360,870)
Stock-based compensation expense	56,737	47,677
Unrealized loss (gain) on investments in securities	489,782	(379,265)
Depreciation and amortization	180,208	180,208
Decrease in accounts receivable	5,015	29,145
(Increase) decrease in prepaid expenses and other assets	(1,724)	588
Decrease in accounts payable and accrued expenses	(34,564)	(109,943)
Total adjustments for continuing operations	295,713	(592,460)
Net cash provided by operating activities from continuing operations	109,538	289,111
Net cash provided by operating activities from discontinued operations	2,842,601	12,555,814
Net cash provided by operating activities	2,952,139	12,844,925
Cash flows from financing activities		
Proceeds from promissory notes accepted for common stock issued	24,800	19,200
Net cash provided by financing activities from continuing operations	24,800	19,200
Net cash used in financing activities from discontinued operations	(439,883)	(12,063,252)
Net cash used in financing activities	(415,083)	(12,044,052)
Net increase in cash and cash equivalents	2,537,056	800,873
Cash and cash equivalents, beginning of period	9,002,496	7,039,849
Cash and cash equivalents, end of period	11,539,552	7,840,722
Less: Cash and cash equivalents of discontinued operations at end of period	5,356,601	2,821,032
Cash and cash equivalents of continuing operations at end of period	\$ 6,182,951	\$ 5,019,690
Supplemental disclosures		
Interest paid	\$ 140,331	\$ 301,275
Income taxes paid	\$ 26,224	\$ 18,746