

## **Bexil Corporation Announces Third Quarter 2015 Financial Results**

December 8, 2015 – Bexil Corporation (BXLC) today reported its financial results for the third quarter ended September 30, 2015.

For the three months ended September 30, 2015, Bexil recorded a net loss attributable to Bexil shareholders of approximately \$484,000 or \$0.49 per share, compared to a net loss attributable to Bexil shareholders of approximately \$600,000 or \$0.62 per share for the three months ended September 30, 2014. Results from discontinued operations include approximately \$9,000 or \$0.01 per share net income and approximately \$1,220,000 or \$1.24 per share in net loss for the three months ended September 30, 2015 and 2014, respectively. From continuing operations, Bexil recorded a net loss of approximately \$309,000 or \$0.33 per share for the three months ended September 30, 2015, compared to net income of approximately \$183,000 or \$0.19 per share for the three months ended September 30, 2014.

For the nine months ended September 30, 2015, Bexil recorded a net loss attributable to Bexil shareholders of approximately \$1,389,000 or \$1.41 per share compared to a net loss attributable to Bexil shareholders of approximately \$2,027,000 or \$2.06 per share for the nine months ended September 30, 2014. Net loss from discontinued operations includes approximately \$867,000 or \$0.88 per share and approximately \$4,700,000 or \$4.78 per share for the nine months ended September 30, 2015 and 2014, respectively. From continuing operations, Bexil recorded a net loss of approximately \$507,000 or \$0.52 per share for the nine months ended September 30, 2015, compared to net income of approximately \$1,065,000 or \$1.08 per share for the nine months ended September 30, 2014.

The Company's book value per share attributable to Bexil shareholders at September 30, 2015 was \$16.59, based on shareholders' equity attributable to Bexil shareholders of approximately \$16,297,000 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 nine months ended September 30, 2015 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 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**  
**September 30, 2015**  
**(Unaudited)**

<b>Assets</b>	
Cash and cash equivalents	\$ 11,958,270
Investments in securities	5,741,135
Accounts receivable	384,447
Prepaid expenses and other assets	1,996
Intangible assets, net	<u>2,973,437</u>
Total assets	<u><u>\$ 21,059,285</u></u>
<b>Liabilities and equity</b>	
Accounts payable and accrued expenses	\$ 1,480,348
Repurchase reserve	30,000
Subordinated debt convertible to stock of subsidiary	<u>2,560,117</u>
Total liabilities	<u>4,070,465</u>
<b>Equity</b>	
<b>Bexil Corporation shareholders' equity</b>	
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	14,992,204
Notes receivable for common stock issued	(1,439,866)
Accumulated comprehensive loss	(112)
Retained earnings	2,815,448
Treasury stock of subsidiary stated at cost	<u>(80,812)</u>
Total Bexil Corporation shareholders' equity	<u>16,296,685</u>
Noncontrolling interests in subsidiary	<u>692,135</u>
Total equity	<u>16,988,820</u>
Total liabilities and equity	<u><u>\$ 21,059,285</u></u>

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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015	2014	2015	2014
<b>Revenues</b>				
Management and other fees	\$ 395,595	\$ 406,600	\$ 1,281,334	\$ 1,269,474
Dividends and interest	215,480	194,421	629,019	807,373
Realized gain on sale of Castle Mortgage Corporation	1,229,813	-	1,229,813	-
Unrealized gain (loss) on investment in securities	(1,686,467)	276,529	(2,176,249)	568,837
	<u>154,421</u>	<u>877,550</u>	<u>963,917</u>	<u>2,645,684</u>
<b>Expenses</b>				
Compensation and benefits	264,326	507,992	826,339	1,020,999
General and administrative	125,601	126,366	384,670	386,189
Professional services	73,718	59,688	232,073	157,197
	<u>463,645</u>	<u>694,046</u>	<u>1,443,082</u>	<u>1,564,385</u>
Income (loss) from continuing operations	(309,224)	183,504	(479,165)	1,081,299
Income tax expense	11,250	372	27,483	16,596
Net income (loss) from continuing operations	(320,474)	183,132	(506,648)	1,064,703
Loss on discontinued operations, net of tax	(77,045)	(1,004,640)	(874,969)	(3,895,532)
Net loss	(397,519)	(821,508)	(1,381,617)	(2,830,829)
Less: Net income (loss) attributable to noncontrolling interests	86,382	(215,092)	7,320	(803,520)
Net loss attributable to Bexil Corporation shareholders	<u>\$ (483,901)</u>	<u>\$ (606,416)</u>	<u>\$ (1,388,937)</u>	<u>\$ (2,027,309)</u>
<b>Earnings per share - basic and diluted</b>				
Net income (loss) from continuing operations	\$ (0.33)	\$ 0.19	\$ (0.52)	\$ 1.08
Net income (loss) from discontinued operations	\$ 0.01	\$ (1.24)	\$ (0.88)	\$ (4.78)
Net loss attributable to Bexil Corporation shareholders	\$ (0.49)	\$ (0.62)	\$ (1.41)	\$ (2.06)
Weighted average shares outstanding	982,245	982,245	982,245	982,245
<b>Other comprehensive gain, net of tax</b>				
Unrealized gain on investment securities available-for-sale, net of tax	\$ 143	\$ 175	\$ 104	\$ 32
Other comprehensive gain, net of tax	<u>143</u>	<u>175</u>	<u>104</u>	<u>32</u>
Comprehensive loss	(397,376)	(821,333)	(1,381,513)	(2,830,797)
Less: Comprehensive income (loss) attributable to noncontrolling interests	86,382	(215,092)	7,320	(803,520)
Comprehensive loss attributable to Bexil Corporation shareholders	<u>\$ (483,758)</u>	<u>\$ (606,241)</u>	<u>\$ (1,388,833)</u>	<u>\$ (2,027,277)</u>

**BEXIL CORPORATION**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**Nine Months Ended September 30, 2015 and 2014**  
**(Unaudited)**

	2015	2014
Cash flows from operating activities		
Net loss	\$ (1,381,617)	\$ (2,830,829)
Less: Loss from discontinued operations	(874,969)	(3,895,532)
(Loss) income from continuing operations	(506,648)	1,064,703
Adjustments to reconcile net income (loss) from continuing operations to net cash provided by (used in) operating activities		
Purchase of investment securities, trading	(608,009)	(548,352)
Stock-based compensation expense	67,718	326,195
Unrealized loss (gain) on investments in securities	2,176,249	(654,522)
Depreciation and amortization	270,312	270,312
Decrease in accounts receivable	14,614	87,215
(Increase) decrease in prepaid expenses and other assets	(1,042)	882
Decrease in accounts payable and accrued expenses	(81,731)	(130,258)
Total adjustments for continuing operations	1,838,111	(648,528)
Net cash provided by operating activities from continuing operations	1,331,463	416,175
Net cash provided by operating activities from discontinued operations	2,304,995	12,329,955
Net cash provided by operating activities	3,636,458	12,746,130
Cash flows from financing activities		
Proceeds from promissory notes accepted for common stock issued	37,200	28,800
Net cash provided by financing activities from continuing operations	37,200	28,800
Net cash used in financing activities from discontinued operations	(717,884)	(12,597,013)
Net cash used in financing activities	(680,684)	(12,568,213)
Net increase in cash and cash equivalents	2,955,774	177,917
Cash and cash equivalents, beginning of period	9,002,496	7,039,849
Cash and cash equivalents, end of period	11,958,270	7,217,766
Less: cash and cash equivalents of discontinued operations at end of period	5,756,081	1,971,055
Cash and cash equivalents of continuing operations at end of period	\$ 6,202,189	\$ 5,246,711
Supplemental disclosures		
Interest paid	\$ 201,288	\$ 385,570
Income taxes paid	\$ 40,430	\$ 19,483