

BEXIL CORPORATION

IMPORTANT NOTICE TO PARTICIPANTS OF DIVIDEND REINVESTMENT PLAN

DIVIDEND REINVESTMENT PLAN TERMINATION

November 8, 2006

On November 8, 2006, the Board of Directors of Bexil Corporation (the “Company”) deemed it advisable to terminate the Company Dividend Reinvestment Plan (the “Plan”) effective December 12, 2006. Accordingly, the Company hereby notifies all participants of the Plan of the termination of the Plan. ***Pursuant to the Plan, American Stock Transfer & Trust Company, as agent under the Plan, will adjust any undivided fractional shares in participant accounts in cash at the opening market value of the shares on the effective date of termination.***

We appreciate your understanding and your support. Thank you!

For more information on the termination of the Plan, please contact American Stock Transfer & Trust Company toll free at 1-800-278-4353.