

Tuxis Corporation Announces First Quarter 2018 Financial Results

May 18, 2018 – Tuxis Corporation (Ticker: [TUXS](#)) (the “Company”) today reported its financial results for the first quarter ended March 31, 2018.

The Company recorded a net loss of \$83,855 or \$0.07 per share for the three months ended March 31, 2018 compared to a net loss of \$226,858 or \$0.19 per share for the three months ended March 31, 2017.

The Company’s book value per share at March 31, 2018 was \$6.20 (shareholders’ equity of \$7,501,740 divided by 1,210,923 shares issued and outstanding).

The Company’s unaudited balance sheet, statements of comprehensive income (loss), and statements of cash flows as of and for the three months ended March 31, 2018 are appended to the copy of this press release on www.tuxis.com.

About Tuxis Corporation

Tuxis Corporation is a holding company that engages through subsidiaries primarily in real estate development and management. To learn more about Tuxis Corporation, including Rule 15c2-11 information, please visit www.tuxis.com.

Cautionary Note Regarding Forward Looking Statements

Certain information presented in this press release may contain “forward-looking statements” within the meaning of the federal securities laws, including the Private Securities Litigation Reform Act of 1995. Forward looking statements include statements concerning the Company’s plans, including its plans as to the use of the proceeds from the sale, objectives, goals, strategies, future events, future revenues or performance, capital expenditures, financing needs, plans or intentions relating to acquisitions, and other information that is not historical information. In some cases, forward looking statements can be identified by terminology such as “believes,” “expects,” “estimates,” “may,” “will,” “should,” “anticipates” or “intends,” or the negative of such terms or other comparable terminology, or by discussions of strategy. All forward-looking statements by the Company involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of the Company, which may cause the Company’s actual results to be materially different from those expressed or implied by such statements. The Company may also make additional forward looking statements from time to time. All such subsequent forward-looking statements, whether written or oral, by the Company or on its behalf, are also expressly qualified by these cautionary statements. All forward-looking statements, including without limitation, the Company’s examination of historical operating trends and estimates of future earnings, are based upon the Company’s current expectations and various assumptions. There can be no assurance that the Company’s expectations, beliefs and projections will result or be achieved. All forward looking statements apply only as of the date made. The Company undertakes no obligation to publicly update or revise forward looking statements which may be made to reflect events or circumstances after the date made or to reflect the occurrence of unanticipated events.

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.

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

TUXIS CORPORATION
CONSOLIDATED BALANCE SHEET
March 31, 2018
(Unaudited)

Assets

Current assets

Cash and cash equivalents	\$ 373,543
Investment in securities	4,493,335
Dividends and interest receivable	43,260
Due from affiliates	11,684
Refundable income taxes	11,143
Prepaid expenses	20,753
Total current assets	<u>4,953,718</u>
Property and equipment, net	2,691,880
Other assets	1,377
	<u>2,693,257</u>
Total assets	<u>\$ 7,646,975</u>

Liabilities and shareholders' equity

Current liabilities

Death benefit obligation	\$ —
Total liabilities	<u>145,235</u>
	<u>145,235</u>

Shareholders' equity

Common stock, \$0.01 par value; shares authorized, 1,000,100,000 issued and 1,210,923 outstanding	12,109
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized, -0- shares issued and outstanding	—
Additional paid in capital	10,416,636
Notes receivable for common stock issued	(37,484)
Accumulated comprehensive loss	(109,760)
Accumulated deficit	(2,779,761)
Total shareholders' equity	<u>7,501,740</u>
Total liabilities and shareholders' equity	<u>\$ 7,646,975</u>

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
Three Months Ended March 31, 2018 and 2017
(Unaudited)

	<u>2018</u>	<u>2017</u>
Revenues	\$ —	\$ —
Expenses		
Compensation and benefits	46,751	77,871
General and administrative	23,984	31,180
Professional services	7,960	133,628
Share-based compensation	4,803	—
Depreciation	55	233
	<u>83,553</u>	<u>242,912</u>
Other income		
Dividends, interest, and other	46,681	16,054
Unrealized loss on investment securities	(46,983)	—
	<u>(302)</u>	<u>16,054</u>
Loss before income taxes	(83,855)	(226,858)
Income tax expense	—	—
Net loss	<u>\$ (83,855)</u>	<u>\$ (226,858)</u>
Basic and diluted per share net loss	\$ (0.07)	\$ (0.19)
Basic and diluted average share outstanding	1,211,550	1,213,487
Other comprehensive income (loss)		
Unrealized loss on investment securities	\$ (75,520)	\$ —
Comprehensive loss	<u>\$ (159,375)</u>	<u>\$ (226,858)</u>

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Three Months Ended March 31, 2018 and 2017
(Unaudited)

	2018	2017
Cash flows from operating activities		
Net loss	\$ (83,855)	\$ (226,858)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Unrealized loss on investment securities	46,983	
Share-based compensation	4,803	—
Amortization of premium U.S. Treasury securities	399	—
Depreciation	55	233
Increase in dividends and interest receivable	(29,908)	(12,858)
Decrease in due from affiliates	3,894	—
Increase in refundable income taxes	(2,153)	(1,706)
Increase in prepaid expenses	(16,911)	(16,128)
Increase in other assets	3	177
Decrease in due to affiliates	—	(19,711)
(Decrease) increase in death benefit obligation	(33,751)	5,781
Net cash used in operating activities	(110,441)	(271,070)
Cash flows from investing activities		
Real estate development	(10,550)	(10,078)
Net cash used in investing activities	(10,550)	(10,078)
Cash flows from financing activities		
Common stock repurchases	(11,152)	—
Net settlement of cashless stock option exercises	—	(179,199)
Dividend paid	—	(121,349)
Prepayment of promissory note	—	50
Net cash used in financing activities	(11,152)	(300,498)
Net decrease in cash and cash equivalents	(132,143)	(581,646)
Cash and cash equivalents, beginning of period	505,686	5,035,531
Cash and cash equivalents, end of period	\$ 373,543	\$ 4,453,885