

Tuxis Corporation Announces Second Quarter 2007 Financial Results

September 25, 2007 – Tuxis Corporation ([TUXS](#)) announced today its financial results for the second quarter ended June 30, 2007. The Company reported a net loss in the second quarter of 2007 of \$114,673 compared to a net loss of \$149,670 for the same quarter in 2006. The net loss per share was \$0.12 for the second quarter of 2007 compared to a net loss per share of \$0.15 for the second quarter of 2006. For the six months ended June 30, 2007, the Company reported a net loss of \$246,536 compared to a net loss of \$330,566 for the six months ended June 30, 2006. The net loss per share was \$0.25 for the first half of 2007 compared to a net loss per share of \$0.34 for the first half of 2006. The Company attributes the improvement in its 2007 results compared to 2006 to lower total expenses. The decrease in total expenses is a result of no longer having to bear both the direct and indirect expenses associated with being listed on the American Stock Exchange and having to prepare and file periodic reports with the Securities and Exchange Commission. The Company delisted and deregistered its common stock on March 8, 2007.

As previously announced, the Company acquired [Heritage Park Self Storage](#), located at 6 Heritage Park Road, Clinton, Connecticut for \$1.5 million cash. Heritage Park Self Storage is a 177 unit 25,705 square foot facility with 3,500 square feet of office and warehouse space and a cell tower on 1.93 acres. It is located in an industrial park approximately one mile from Exit 64 on I-95. The self-storage facility, which offers a mix of standard and climate control units, has been operating since 1985. The entire facility is paved, fenced, and lighted. The facility is secured by an electronic gate with key pad access. The Company intends to evaluate opportunities to develop and acquire other self-storage facilities.

The Company's unaudited balance sheet, statements of income, and statements of cash flows as of and for the second quarter and six months ended June 30, 2007 are appended to the copy of this press release on www.tuxis.com.

Tuxis is a real estate development and service company. To learn more about Tuxis Corporation, including Rule 15c2-11 information, please visit www.tuxis.com.

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 Tuxis 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.

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TUXIS CORPORATION
CONSOLIDATED BALANCE SHEET
June 30, 2007
(Unaudited)

Assets			
Current assets			
	Cash and cash equivalents		\$ 2,338,144
	Prepaid expenses		14,255
	Total current assets		2,352,399
	Property and equipment, net		5,479,539
	Other assets		5,980
			5,485,519
	Total assets		\$ 7,837,918
Liabilities and shareholders' equity			
Current liabilities			
	Accounts payable and accrued expenses		\$ 58,042
	Total current liabilities		58,042
Shareholders' equity			
	Common stock, \$0.01 par value, 999,900,000 shares authorized; 983,776 shares issued and outstanding		9,838
	Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized, -0- shares issued and outstanding		-
	Additional paid in capital		10,105,465
	Accumulated deficit		(2,335,427)
	Total shareholder's equity		7,779,876
	Total liabilities and shareholder's equity		\$ 7,837,918

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2007	2006	2007	2006
Revenue				
Rental income	\$ 20,091	\$ 10,800	\$ 20,091	\$ 21,600
	20,091	10,800	20,091	21,600
Expenses				
Employee compensation and benefits	102,606	132,694	209,165	273,860
General and administrative	49,391	40,493	87,525	91,357
Professional	14,450	33,319	37,461	72,119
	166,447	206,506	334,151	437,336
Operating loss	(146,356)	(195,706)	(314,060)	(415,736)
Non-operating revenue				
Dividends	41,218	53,836	90,362	103,506
Loss before income taxes	(105,138)	(141,870)	(223,698)	(312,230)
Income taxes	9,535	7,800	22,838	18,336
Net loss	<u>\$ (114,673)</u>	<u>\$ (149,670)</u>	<u>\$ (246,536)</u>	<u>\$ (330,566)</u>
Basic and diluted per share net loss:				
Net loss	\$ (0.12)	\$ (0.15)	\$ (0.25)	\$ (0.34)
Basic and diluted weighted average common shares outstanding	983,776	983,776	983,776	983,776

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Six Months Ended June, 2007 and 2006
(Unaudited)

	2007	2006
Cash flows from operating activities		
Net loss	\$ (246,536)	\$ (330,566)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Stock-based compensation	41,254	4,348
Depreciation	18,873	16,041
Decrease in rentals receivable	15,300	6,237
Decrease in receivable from affiliate	1,414	-
Increase in other receivables and prepaid expenses	(3,970)	(6,037)
Decrease in accounts payable and accrued expenses	(24,278)	(105,304)
Net cash used in operating activities	(197,943)	(415,281)
Cash flows from investing activities		
Purchase of real estate	(1,509,489)	-
Development of real estate	(158,025)	(169,459)
Net cash used in investing activities	(1,667,514)	(169,459)
Net decrease in cash and cash equivalents	(1,865,457)	(584,740)
Cash and cash equivalents		
Beginning of period	4,203,601	5,310,837
End of period	\$ 2,338,144	\$ 4,726,097
Supplemental disclosure:		
Income taxes paid	\$ 22,838	\$ 30,006