

## **Tuxis Corporation Announces First Quarter 2007 Financial Results**

September 25, 2007 – Tuxis Corporation ([TUXS](#)) announced today its financial results for the first quarter ended March 31, 2007. The Company reported a net loss in the first quarter of 2007 of \$131,863 compared to a net loss of \$180,896 for the same quarter in 2006. The net loss per share was \$0.13 for the first quarter of 2007 compared to a net loss per share of \$0.18 for the first quarter of 2006. Total revenue decreased \$11,000 and total expenses decreased \$63,000 in the first quarter of 2007 compared to the first quarter of 2006. The Company attributes the decrease in total expenses to 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.

The Company's unaudited balance sheet, statements of income, and statements of cash flows as of and for the first quarter ended March 31, 2007 are appended to the copy of this press release on [www.tuxis.com](http://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](http://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.

Contact:            Thomas O'Malley  
                         Chief Financial Officer  
                         1-212-785-9300, ext. 267  
                         [tomalley@tuxis.com](mailto:tomalley@tuxis.com)

**TUXIS CORPORATION**  
**CONSOLIDATED BALANCE SHEET**  
**March 31, 2007**  
**(Unaudited)**

<b>Assets</b>			
Current assets			
	Cash and cash equivalents		\$ 4,152,486
	Prepaid expenses		3,417
	Total current assets		4,155,903
	Property and equipment, net		3,900,320
	Other assets		4,129
			3,904,449
	Total assets		\$ 8,060,352
<b>Liabilities and shareholders' equity</b>			
Current liabilities			
	Accounts payable and accrued expenses		\$ 188,495
	Total current liabilities		188,495
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		10,082,773
	Accumulated deficit		(2,220,754)
	Total shareholder's equity		7,871,857
	Total liabilities and shareholder's equity		\$ 8,060,352

**TUXIS CORPORATION**  
**CONSOLIDATED STATEMENTS OF INCOME**  
(Unaudited)

		<b>Three Months Ended</b>	
		<b>March 31,</b>	
		<b>2007</b>	<b>2006</b>
<b>Revenue</b>			
Rental income		\$ -	\$ 10,800
		-	10,800
<b>Expenses</b>			
Employee compensation and benefits		106,560	141,166
General and administrative		38,133	53,864
Professional		23,011	35,800
		167,704	230,830
Operating loss		(167,704)	(220,030)
<b>Non-operating revenue</b>			
Dividends		49,144	49,670
Loss before income taxes		(118,560)	(170,360)
Income taxes		13,303	10,536
Net loss		\$ (131,863)	\$ (180,896)
<b>Basic and diluted per share net loss:</b>			
Net loss		\$ (0.13)	\$ (0.18)
B shares outstanding		983,776	983,776

**TUXIS CORPORATION**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**Three Months Ended March 31, 2007 and 2006**  
**(Unaudited)**

	2007	2006
<b>Cash flows from operating activities</b>		
Net loss	\$ (131,863)	\$ (180,896)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Stock-based compensation	18,562	-
Depreciation	8,020	8,020
Decrease (increase) in receivables and prepaid expenses	34,736	(1,131)
Decrease in accounts payable and accrued expenses	96,872	84,098
Net cash provided by (used in) operating activities	26,327	(89,909)
<b>Cash flows from investing activities</b>		
Development of real estate	(77,442)	(84,626)
Net cash used in investing activities	(77,442)	(84,626)
Net decrease in cash and cash equivalents	(51,115)	(174,535)
<b>Cash and cash equivalents</b>		
Beginning of period	4,203,601	5,310,837
End of period	\$ 4,152,486	\$ 5,136,302
<b>Supplemental disclosure:</b>		
Income taxes paid	\$ 13,303	\$ 21,806