

Tuxis Corporation Announces First Quarter 2015 Financial Results

June 18, 2015 – Tuxis Corporation ([TUXS](#)) today reported its financial results for the first quarter ended March 31, 2015.

Tuxis recorded a net loss of \$71,969 or \$0.06 per share for the three months ended March 31, 2015 compared to a net loss of \$68,327 or \$0.06 per share for the three months ended March 31, 2014. Revenue from rental income and fees was \$132,637 for the three months ended March 31, 2015 compared to \$117,027 for the three months ended March 31, 2014. The Company's primary source of revenue is rental income from its self storage facilities. Tuxis had adjusted EBITDA of \$2,924 for the three months ended March 31, 2015 compared to an adjusted EBITDA loss of \$26,467 for the three months ended March 31, 2014.

The Company's book value per share at March 31, 2015 was \$5.02 (shareholders' equity of \$5,956,053 divided by 1,187,487 shares issued and outstanding).

The Company's unaudited balance sheets, statements of income, and statements of cash flows as of and for the three months ended March 31, 2015, including a reconciliation of net loss to adjusted EBITDA, are appended to the copy of this press release on www.tuxis.com.

About Tuxis

Tuxis Corporation is engaged through subsidiaries in self storage and real estate development. [Tuxis Self Storage at Heritage Park](#), Clinton, Connecticut, is a 184 unit self storage facility which offers a mix of standard and climate control units. [Tuxis Self Storage at Millbrook Commons](#), Millbrook, New York, is a mixed use facility consisting of 141 climate control self storage units including wine storage bins and complemented by rental office space. To learn more about our self storage facilities please visit www.tuxisselfstorage.com. To learn more about Tuxis Corporation, including Rule 15c2-11 information, please visit www.tuxis.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 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.

The Company views book value per share and adjusted EBITDA, non-GAAP financial measures, as an important indicator of financial performance and as a complement to results in accordance with accounting principles generally accepted in the United States of America ("GAAP"). 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. The term "adjusted EBITDA" is a financial measure that the Company defines as net income (loss) before dividend and interest income, income taxes, depreciation, and share-based compensation. Adjusted EBITDA is not a substitute for measures determined in accordance with GAAP and may not be comparable to adjusted EBITDA as reported by other companies.

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, 2015
(Unaudited)

Assets

Current assets

Cash and cash equivalents	\$	297,082
Investment in securities		73,299
Accounts receivable		149
Refundable income taxes		8,474
Prepaid expenses		37,736
Total current assets		416,740
Property and equipment, net		6,664,861
Other assets		3,134
		6,667,995
Total assets	\$	7,084,735

Liabilities and shareholders' equity

Current liabilities

Accounts payable and accrued expenses	\$	18,859
Total current liabilities		18,859
Due to affiliates		1,006,092
Death benefit obligation		103,731
		1,109,823
Total liabilities		1,128,682

Shareholders' equity

Common stock, \$0.01 par value; shares authorized, issued and outstanding at March 31, 2015 were: 1,000,000,000 and 1,187,487		11,878
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized, -0- shares issued and outstanding		-
Additional paid in capital		10,505,575
Notes receivable for common stock issued		(39,734)
Accumulated comprehensive loss		(8,338)
Accumulated deficit		(4,513,328)
Total shareholders' equity		5,956,053
Total liabilities and shareholders' equity	\$	7,084,735

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
Three Months Ended March 31, 2015 and 2014
(Unaudited)

	<u>2015</u>	<u>2014</u>
Revenues		
Rental income and other fees	\$ 132,637	\$ 117,027
Expenses		
Compensation and benefits	84,017	62,567
General and administrative	72,059	73,727
Depreciation	31,200	31,623
Professional services	8,637	7,200
	<u>195,913</u>	<u>175,117</u>
Other income		
Dividends, interest, and other	<u>2,922</u>	<u>1,434</u>
Loss before income taxes	(60,354)	(56,656)
Income tax expense	<u>11,615</u>	<u>11,668</u>
Net loss	<u>\$ (71,969)</u>	<u>\$ (68,324)</u>
Basic and diluted per share net loss	\$ (0.06)	\$ (0.06)
Basic and diluted weighted average shares outstanding	1,187,477	1,133,477

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Three Months Ended March 31, 2015 and 2014
(Unaudited)

	2015	2014
Cash flows from operating activities		
Net loss	\$ (71,969)	\$ (68,324)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Share-based compensation	35,000	-
Depreciation	31,200	31,623
Increase in accounts receivable	-	(4,500)
Decrease in refundable income taxes	8,491	7,646
Increase in prepaid expenses	(2,660)	(747)
Decrease (increase) in other assets	667	(434)
(Decrease) increase in accounts payable and accrued expenses	(2,703)	659
Increase (decrease) in due to affiliates	4,205	(3,311)
Decrease in death benefit obligation	(6,750)	(6,650)
Net cash used in operating activities	(4,519)	(44,038)
Cash flows from investing activities		
Real estate development	(9,370)	(9,005)
Fixed asset acquisitions	(577)	(600)
Net cash used in investing activities	(9,947)	(9,605)
Cash flows from financing activities		
Forgiveness of indebtedness	-	17,532
Prepayment of promissory note	200	350
Net cash provided by financing activities	200	17,882
Net decrease in cash and cash equivalents	(14,266)	(35,761)
Cash and cash equivalents, beginning of year	311,348	372,257
Cash and cash equivalents, end of year	\$ 297,082	\$ 336,496
Supplemental disclosure		
Income taxes paid	\$ 11,615	\$ 11,668

TUXIS CORPORATION
NON-GAAP FINANCIAL MEASURE AND RECONCILIATION
(Unaudited)

The Company views adjusted EBITDA, a non-GAAP financial measure, as a complement to results in accordance with accounting principles generally accepted in the United States of America (“GAAP”). The term “adjusted EBITDA” is a financial measure that the Company defines as net income (loss) before dividends and interest income, income taxes, depreciation, and share-based compensation. Adjusted EBITDA is not a substitute for measures determined in accordance with GAAP and may not be comparable to adjusted EBITDA as reported by other companies. A reconciliation of net loss to adjusted EBITDA for years ended March 31, 2015 and 2014, respectively, is set forth in the following table:

	<u>2015</u>	<u>2014</u>
Net loss	\$ (71,969)	\$ (68,324)
Adjustments:		
Dividends, interest, and other income	(2,922)	(1,434)
Depreciation	31,200	31,623
Share-based compensation	35,000	-
Income tax expense	11,615	11,668
Adjusted EBITDA	<u>\$ 2,924</u>	<u>\$ (26,467)</u>