

Tuxis Corporation Announces Second Quarter 2024 Financial Results

ROCHESTER, NY – October 11, 2024 – Tuxis Corporation (Stock Symbol: [TUXS](#)) (“Tuxis” or the “Company”) today announced its financial results for the second quarter ended June 30, 2024.

The Company recorded net income of \$73,591 or \$0.06 per diluted share for the three months ended June 30, 2024, compared to a net loss of \$84,072 or \$0.07 per diluted share for the three months ended June 30, 2023. The Company recorded net income of \$8,828 or \$0.01 per diluted share for the six months ended June 30, 2024, compared to a net loss of \$111,317 or \$0.09 per share for the six months ended June 30, 2023.

Generally Accepted Accounting Principles (“GAAP”) require that the Company include the changes in unrealized gains/losses of its equity security investments in net income. Such investment gains/losses include net unrealized gains of \$116,635 in the three months ended June 30, 2024 compared to a net unrealized loss of \$26,953 in the three months ended June 30, 2023. The Company recorded net unrealized gains of \$64,007 for the six months ended June 30, 2024, compared to net unrealized gains of \$50,911 for the six months ended June 30, 2023. The amount of investment unrealized gains/losses in any given period is usually meaningless and delivers figures for earnings per share that can be misleading to investors without sufficient knowledge of accounting rules.

The Company’s book value per share at June 30, 2024, was \$5.42 (shareholders’ equity of \$6,724,995 divided by 1,240,038 shares issued and outstanding).

The Company’s unaudited balance sheet, statements of income, and statements of cash flows as of and for the six months ended June 30, 2024 are appended to the copy of this press release on www.Tuxis.com.

About Tuxis Corporation

The objective of Tuxis, a holding company, is to increase value over time for the benefit of its shareholders. The Company engages through subsidiaries primarily in real estate development and management. To learn more about Tuxis 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. The Company’s expectations, beliefs and projections are

expressed in good faith, but 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.

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TUXIS CORPORATION
CONSOLIDATED BALANCE SHEET
June 30, 2024
(Unaudited)

	<u>June 30, 2024</u>	<u>December 31, 2023</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 105,867	\$ 155,993
Investment in securities	1,382,563	1,318,556
Due from affiliates	—	2,622
Interest receivable	1,345	1,618
Refundable income taxes	4,661	10,230
Prepaid expenses	21,431	318
Total current assets	<u>1,515,867</u>	<u>1,489,337</u>
Property and equipment, net	5,225,969	5,225,969
Other assets	1,230	1,230
	<u>5,227,199</u>	<u>5,227,199</u>
Total assets	<u>\$ 6,743,066</u>	<u>\$ 6,716,536</u>
Liabilities and shareholders' equity		
Current liabilities		
Accounts payable and accrued expenses	\$ 12,748	\$ 369
Due to affiliates	5,323	—
Total liabilities	<u>18,071</u>	<u>369</u>
Commitments and Contingencies		
Shareholders' equity		
Common stock, \$0.01 par value; shares authorized, issued and outstanding at June 30, 2024 and December 31, 2023: 1,000,100,000 and 1,240,038 and 1,000,000,000 and 1,240,038, respectively	12,400	12,400
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized, -0- shares issued and outstanding	—	—
Additional paid in capital	10,460,233	10,460,233
Notes receivable for common stock issued	(64,030)	(64,030)
Accumulated deficit	<u>(3,683,608)</u>	<u>(3,692,436)</u>
Total shareholders' equity	<u>6,724,995</u>	<u>6,716,167</u>
Total liabilities and shareholders' equity	<u>\$ 6,743,066</u>	<u>\$ 6,716,536</u>

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

	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2024	2023	2024	2023
Revenues	\$ —	\$ —	\$ —	\$ —
Expenses				
Compensation and benefits	4,380	34,311	9,469	78,231
General and administrative	38,747	23,889	61,497	87,024
Professional services	8,000	2,630	13,675	23,002
	51,127	60,830	84,641	188,257
Other income				
Dividends, interest, and other	21,146	22,251	42,525	44,569
Unrealized gain (loss) on investment securities	116,635	(26,953)	64,007	50,911
	137,781	(4,702)	106,532	95,480
Income (loss) before income taxes	86,654	(65,532)	21,891	(92,777)
Income tax expense	13,063	18,540	13,063	18,540
Net income (loss)	\$ 73,591	\$ (84,072)	\$ 8,828	\$ (111,317)
Net income (loss) per share				
Basic	\$ 0.06	\$ (0.07)	\$ 0.01	\$ (0.09)
Diluted	\$ 0.06	\$ (0.07)	\$ 0.01	\$ (0.09)
Weighted average shares outstanding				
Basic	1,240,038	1,240,038	1,240,185	1,240,185
Diluted	1,240,038	1,240,038	1,240,185	1,240,185

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Six Months Ended June 30, 2024 and 2023
(Unaudited)

	<u>Six Months Ended June 30,</u>	
	<u>2024</u>	<u>2023</u>
Net income (loss)	\$ 8,828	\$ (111,317)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Unrealized gain on investment securities	(64,007)	(50,911)
Changes in operating assets and liabilities:		
Dividends and interest receivable	273	273
Due from affiliates	2,622	—
Refundable income taxes	5,569	(4,909)
Prepaid expenses	(21,113)	(12,127)
Due to affiliates	5,323	(18,189)
Accounts payable and accrued expenses	12,379	(31,588)
Net cash used in operating activities	<u>(50,126)</u>	<u>(228,768)</u>
Net decrease in cash and cash equivalents	(50,126)	(228,768)
Cash and cash equivalents, beginning of period	155,993	371,122
Cash and cash equivalents, end of period	<u>\$ 105,867</u>	<u>\$ 142,354</u>
Supplemental disclosure:		
Income taxes paid	\$ 13,063	\$ 23,449