

Tuxis Corporation Announces Third Quarter 2017 Financial Results

November 17, 2017 – Tuxis Corporation (Ticker: [TUXS](#)) today reported its financial results for the third quarter ended September 30, 2017.

Tuxis recorded a net loss of \$120,406 or \$0.10 per share for the three months ended September 30, 2017 compared to a net loss of \$50,252 or \$0.04 per share for the three months ended September 30, 2016. Tuxis recorded a net loss of \$457,710 or \$0.38 per share for the nine months ended September 30, 2017 compared to a net loss of \$157,594 or \$0.13 per share for the nine months ended September 30, 2016.

The Company's book value per share at September 30, 2017 was \$6.43 (shareholders' equity of \$7,802,994 divided by 1,213,487 shares issued and outstanding).

The Company's unaudited balance sheet, statements of income, and statements of cash flows as of and for the nine months ended September 30, 2017 are appended to the copy of this press release on www.tuxis.com.

About Tuxis

Tuxis Corporation is a holding company engaged through its 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. 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
September 30, 2017
(Unaudited)

Assets	
Current assets	
Cash and cash equivalents	\$ 2,051,126
Investment in securities	3,202,642
Due from affiliates	19,804
Refundable income taxes	7,630
Prepaid expenses	11,314
Total current assets	<u>5,292,516</u>
Property and equipment, net	2,673,882
Other assets	1,391
	<u>2,675,273</u>
Total assets	<u>\$ 7,967,789</u>
Liabilities and shareholders' equity	
Current liabilities	
Due to affiliates	<u>\$ 17,607</u>
Total current liabilities	<u>17,607</u>
Death benefit obligation	<u>147,188</u>
	<u>147,188</u>
Total liabilities	<u>164,795</u>
Shareholders' equity	
Common stock, \$0.01 par value, 1,000,000,000 shares authorized; Issued and outstanding: 1,213,487	12,135
Series A participating preferred stock, \$0.01 par value, 100,000 shares authorized, -0- shares issued and outstanding	
Additional paid in capital	10,379,260
Notes receivable for common stock issued	(37,484)
Accumulated comprehensive income	15,995
Accumulated deficit	(2,566,912)
Total shareholders' equity	<u>7,802,994</u>
Total liabilities and shareholders' equity	<u>\$ 7,967,789</u>

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS
Nine Months Ended September 30, 2017 and 2016
(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
Revenues				
Rental income and other fees	\$ -	\$ 148,457	\$ -	\$ 437,483
Expenses				
Compensation and benefits	101,940	45,206	243,546	183,576
General and administrative	16,928	58,686	66,306	160,442
Professional	10,743	48,657	167,133	102,433
Depreciation	233	31,460	700	94,379
Share-based compensation	-	3,431	-	45,754
	<u>129,844</u>	<u>187,440</u>	<u>477,685</u>	<u>586,584</u>
Other income				
Dividends and interest	<u>17,557</u>	<u>1,540</u>	<u>33,814</u>	<u>4,619</u>
Loss before income taxes	(112,287)	(37,443)	(443,871)	(144,482)
Income tax expense	<u>8,119</u>	<u>12,809</u>	<u>13,839</u>	<u>13,112</u>
Net loss	<u>\$ (120,406)</u>	<u>\$ (50,252)</u>	<u>\$ (457,710)</u>	<u>\$ (157,594)</u>
Basic and diluted per share net loss	\$ (0.10)	\$ (0.04)	\$ (0.38)	\$ (0.13)
Basic and diluted average shares outstanding	1,213,487	1,213,487	1,213,487	1,213,487
Other comprehensive income				
Unrealized income (loss) on investment securities available-for-sale	<u>\$ 4,848</u>	<u>\$ (2,738)</u>	<u>\$ (21,690)</u>	<u>\$ 32,228</u>
Comprehensive loss	<u>\$ (115,558)</u>	<u>\$ (52,990)</u>	<u>\$ (479,400)</u>	<u>\$ (125,366)</u>

TUXIS CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Nine Months Ended September 30, 2017 and 2016
(Unaudited)

	2017	2016
Cash flows from operating activities		
Net loss	\$ (457,710)	\$ (157,594)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Share-based compensation	-	45,754
Depreciation	700	94,379
Decrease in refundable income taxes	17,616	4,835
Increase in accounts receivable	-	(1,161)
Increase in due from affiliates	(19,804)	-
Increase in prepaid expenses	(6,695)	(28,777)
Decrease (increase) in other assets	164	(1,525)
(Decrease) increase in accounts payable and accrued expenses	(64,010)	3,665
Decrease in due to affiliates	(19,077)	(33,232)
Increase in death benefit obligation	37,062	15,514
Net cash used in operating activities	(511,754)	(58,142)
Cash flows from investing activities		
Purchases of investment securities	(2,130,429)	-
Real estate development	(27,624)	(27,404)
Net cash used in investing activities	(2,158,053)	(27,404)
Cash flows from financing activities		
Net settlement of cashless stock option exercises	(193,299)	-
Dividends paid	(121,349)	-
Prepayment of promissory note	50	900
Net cash (used in) provided by financing activities	(314,598)	900
Net decrease in cash and cash equivalents	(2,984,405)	(84,646)
Cash and cash equivalents		
Beginning of period	5,035,531	328,174
End of period	\$ 2,051,126	\$ 243,528