

## Texcom Announces Results for 2016

**HOUSTON, TX – April 4, 2017** - Texcom, Inc. (the "Company" or "Texcom"), an environmental services company serving the oil and gas industry, today announced financial results for the quarter and year ended December 31, 2016. Results for 2016 were as follows:

- Revenues totaled \$2,398,000.
- Asset impairment expense was \$7,965,000.
- Operating loss was \$9,578,000.
- Income tax expense was \$6,740,000.
- Net loss was \$17,387,000.
- Total liabilities were \$8.5 million at the end of the year.
- Total equity was negative \$5 million at the end of the year.

“The year 2016 was all about survival” stated Bob May, CEO. “During the year, we made some difficult decisions and took actions to preserve our liquidity and improve our cash flow. We discontinued our NORM consulting activities at Texcom Environmental Services and abandoned our Eagle Ford Environmental Services assets. In early 2017, we shuttered the corporate office in Houston and all Company functions have been outsourced. Fortunately, our Arkansas disposal properties continue to provide consistent cash flow. We still own our 20% membership interest in Texcom Gulf Disposal, which we anticipate will commence operations in late 2017. We were able to meet all of our obligations on our bank loan in 2016 but have had to reduce working capital substantially to do so. The bank has extended our loan maturity until January 31, 2018, but it will require all of our projected cash flow to maintain debt service until that time. In order to retain our working capital and maximize cash flow, we are attempting to terminate several office leases and office services contracts. If we are unable to negotiate favorable termination agreements for such contracts, it might be necessary to seek the protection of the bankruptcy court.”

### **About Texcom, Inc.**

Texcom, headquartered in Houston, Texas, is an environmental services company with a primary focus on the disposal of nonhazardous wastes generated by the oil & gas industry. For more information, please visit [www.texcomresources.com](http://www.texcomresources.com).

### **Forward-Looking Statements**

This press release and the presentation referenced above may contain forward-looking statements, including information about management's view of Texcom, Inc.'s future expectations, plans and prospects. In particular, when used in the preceding discussion, the words "believes," "expects," "intends," "plans," "anticipates," or "may," and similar conditional expressions are intended to identify forward-looking statements. Any statements made in this news release or such presentation other than those of historical fact, about an action, event or development, are forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors, which may cause the results of Texcom, Inc., its divisions and concepts to be materially different than those expressed or implied in such statements. Unknown or unpredictable factors also could have material adverse effects on Texcom's future results. The forward-looking statements included in this press release and the presentation are made only as of the date hereof. Texcom cannot guarantee future results, levels of activity, performance or achievements. Accordingly, you should not place

undue reliance on these forward-looking statements. Finally, Texcom undertakes no obligation to update these statements after the date of this release, except as required by law, and also takes no obligation to update or correct information prepared by third parties that are not paid for by Texcom.