

Texcom Announces Results for Third Quarter of 2020

OKLAHOMA CITY, OK – October 19, 2020 - Texcom, Inc. (the "Company" or "Texcom"), an environmental services company serving the oil and gas industry, today announced financial results for the first nine months of 2020. Results for the first nine months of 2020 were as follows:

- Revenues totaled \$759,000.
- Operating loss was \$434,000.
- Interest expense was \$559,000.
- EBITDA was \$16,000.
- Net loss was \$993,000.
- Loss per share was 8.62 cents
- Total liabilities were \$9.3 million on September 30, 2020.
- Total equity was negative \$8.4 million on September 30, 2020.

As noted in our second quarter review, operations at our Texcom Peak Environmental Services, LLC facility in Van Buren County, Arkansas were significantly impacted by the need to replace a major valve on our well head at a cost of approximately \$80,000. As the same time, disposal activity has been reduced as the oil and gas activity in the area has contracted due to low commodity prices.

As we also noted in our second quarter review, on July 10, 2020, we signed a Modification Agreement with our bank whereby the interest payments that were due on June 1, July 1, and August 1 were deferred to September 1. Only the deferred interest payment that was originally due on June 1 was paid on September 1, 2020. Currently, interest of \$149,363 is due to the bank.

Commercial operations at the Class 1 Industrial Waste Disposal Facility in Montgomery County, Texas owned by Union Processing Systems, LLC ("UPS") continue to ramp up. While UPS has substantial debt to repay, the Company is optimistic that it will receive cash flow from its 20% ownership of UPS in the coming years.

About Texcom, Inc.

Texcom, headquartered in Oklahoma City, Oklahoma, 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.

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.