

**PRESS RELEASE**

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ACMAT Corporation  
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**ACMAT CORPORATION REPORTS FOURTH QUARTER  
AND YEAR END 2019 RESULTS**

	Quarter Ended December 31,		Year Ended December 31,	
	2019	2018	2019	2018
Net earnings	\$ 1,070,903	\$ 167,589	\$ 1,522,471	\$ 743,540
Revenues	\$ 1,472,286	\$ 673,435	\$ 4,006,638	\$ 2,750,729
Earnings per-share <i>(Applies to Common and Class A stock)</i>	\$ 1.35	\$ 0.20	\$ 1.92	\$ 0.90

Based upon an update made by the Financial Accounting Standards Board to US GAAP accounting, which the Company adopted at December 31, 2019, requires recognition of unrealized capital gains and losses on equity securities in net earnings. Previously, unrealized capital gains and losses on equity securities available-for-sale were adjustments to stockholders' equity, without affecting net earnings. The effect of the adoption is recognized in the Company's full year 2019 results. Net earnings for the year ended December 31, 2019 include a favorable after-tax effect on net unrealized capital gains of \$747,811, which contributed \$0.94 to earnings per share. Full year 2019 revenues included a favorable before-tax effect of \$946,596 on net unrealized capital gains on equity securities.

As a consequence, net earnings increased to \$1,522,471 for the year ended December 31, 2019 from \$743,540 for the year ended December 31, 2018. Net earnings for the quarter ended December 31, 2019 increased to \$1,070,903 from \$167,589 for the quarter ended December 31, 2018. Earnings per share increased to \$1.92 per-share in 2019 from \$0.90 per-share in 2018. Earnings per-share increased to \$1.35 per share in the fourth quarter of 2019 as compared to \$0.20 in the fourth quarter of 2018.

For the year ended December 31, 2019, the Company recorded revenues of \$4,006,638, as compared to \$2,750,729 for the year ended December 31, 2018. For the quarter ended December 31, 2019, the Company recorded revenues of \$1,472,286, as compared to \$673,435 for the same quarter of 2018.

ACMAT's insurance subsidiary, ACSTAR Insurance Company, is licensed nationwide and provides surety bonds for prime contractors, specialty trade and environmental remediation contractors. ACSTAR also provides miscellaneous surety and some general liability.