

PRESS RELEASE

ACMAT Corporation
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For confirmation call:
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**ACMAT CORPORATION REPORTS FIRST
QUARTER 2021 RESULTS**

	Quarter Ended March 31,	
	2021	2020
Net earnings (losses)	\$ 429,521	\$ (1,638,858)
Revenues	\$ 1,137,676	\$ (1,197,380)
Net unrealized capital gains (losses) on equity securities, included in Revenues	\$ 271,237	\$ (2,063,568)
Earnings (losses) per-share <i>(Common and Class A Shares)</i>	\$ 0.56	\$ (2.06)

Net earnings were \$429,521 for the quarter ended March 31, 2021, compared to net losses of \$1,638,858 for the quarter ended March 31, 2020. Revenues were \$1,137,676 for the quarter ended March 31, 2021, compared to net contra-revenues of \$1,197,380 for the quarter ended March 31, 2020. Net earnings were \$0.56 per-share in the first quarter of 2021, compared to net losses of \$2.06 per-share in the first quarter of 2020.

Excluding the effects of net unrealized capital gains and losses on equity securities, which are recognized in revenues; net earnings were \$215,244 for the quarter ended March 31, 2021, compared to (\$8,639) for the quarter ended March 31, 2020. Revenues were \$866,439 for the quarter ended March 31, 2021, compared to \$866,188 for the quarter ended March 31, 2020. Net earnings were \$0.28 per-share in the first quarter of 2021, compared to net losses of \$0.01 per-share in the first quarter of 2020.

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.

ACMAT CORPORATION AND SUBSIDIARIES
Reconciliation of Non-GAAP Measures
For the three months ended March 31, 2021 and 2020

	Three Months Ended	
	March 31,	
	2021	2020
Revenues:		
Revenues	\$ 1,137,676	\$ (1,197,380)
Deduct:		
Unrealized capital gains (losses) on equity securities	271,237	(2,063,568)
Adjusted revenues (1)	<u>\$ 866,439</u>	<u>\$ 866,188</u>
Net earnings:		
Net earnings (losses)	\$ 429,521	\$ (1,638,858)
Deduct:		
Unrealized capital gains (losses) on equity securities	271,237	(2,063,568)
Provision for income taxes	(56,960)	433,349
Non-GAAP adjustment	214,277	(1,630,219)
Adjusted net earnings (1)	<u>\$ 215,244</u>	<u>\$ (8,639)</u>
Earnings (losses) per share: (2)		
Net earnings (losses) per share attributable to Common and Class A shareholders, basic and diluted	\$ 0.56	\$ (2.06)
Deduct:		
Per share effect of Non-GAAP adjustments	0.28	(2.05)
Adjusted net earnings per share attributable to Common and Class A shareholders, basic and diluted	<u>\$ 0.28</u>	<u>\$ (0.01)</u>

(1) The Company recognizes the changes in the fair value of marketable equity securities in revenues and, consequently, net earnings and losses. Management has presented information excluding the effects of this item to provide shareholders and other stakeholders a measure of controllable revenues and operating income.

(2) Earnings and losses per share are presented in the aggregate. Common stock and Class A stock share equally in the profits and losses of the Company.