

PRESS RELEASE

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ACMAT Corporation
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**ACMAT CORPORATION REPORTS FOURTH QUARTER
AND YEAR END 2021 RESULTS**

	Quarter Ended December 31,		Year Ended December 31,	
	2021	2020	2021	2020
Net earnings	\$ 465,581	\$ 1,360,811	\$ 1,208,620	\$ 696,017
Revenues	\$ 872,893	\$ 1,903,280	\$ 3,307,879	\$ 3,022,179
Earnings per-share <i>(Applies to Common and Class A stock)</i>	\$ 0.61	\$ 1.74	\$ 1.57	\$ 0.89

Quarter to Date Results

Net earnings were \$465,581 for the quarter ended December 31, 2021, compared to \$1,360,811 for the quarter ended December 31, 2020. Revenues were \$872,893 for the quarter ended December 31, 2021, compared to \$1,903,280 for the quarter ended December 31, 2020. Earnings were \$0.61 per-share in the fourth quarter of 2021, compared to \$1.74 per-share in the fourth quarter of 2020.

Excluding the effects of net unrealized capital gains and losses on equity securities, which are recognized in revenues; net earnings were \$313,330 for the quarter ended December 31, 2021, compared to \$404,819 for the quarter ended December 31, 2020. Revenues were \$680,170 for the quarter ended December 31, 2021, compared to \$693,160 for the quarter ended December 31, 2020. Earnings were \$0.41 per-share in the fourth quarter of 2021, compared to \$0.52 per-share in the fourth quarter of 2020.

Full Year Results

Net earnings were \$1,208,620 for the year ended December 31, 2021 compared to net earnings of \$696,017 for the year ended December 31, 2020. Revenues were \$3,307,879 for the year ended December 31, 2021 compared to \$3,022,179 for the year ended December 31, 2020. Earnings per-share were \$1.57 in 2021 compared to \$0.89 in 2020.

Excluding the effects of net unrealized capital gains and losses on equity securities, which are recognized in revenues; net earnings were \$975,704 for the year ended December 31, 2021 compared to \$796,551 for the year ended December 31, 2020. Revenues were \$3,013,049 for the year ended December 31, 2021 compared to \$3,149,437 for the year ended December 31, 2020. Earnings per-share increased to \$1.27 in 2021 from \$1.02 per-share in 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 and year ended December 31, 2021 and 2020

	Three Months Ended December 31,		Year Ended December 31,	
	2021	2020	2021	2020
Revenues:				
Revenues	\$ 872,893	\$ 1,903,280	\$ 3,307,879	\$ 3,022,179
<i>Deduct:</i>				
Unrealized capital gains (losses) on equity securities	192,723	1,210,117	294,830	(127,258)
Adjusted revenues (1)	<u>\$ 680,170</u>	<u>\$ 693,163</u>	<u>\$ 3,013,049</u>	<u>\$ 3,149,437</u>
Net earnings:				
Net earnings	\$ 465,581	\$ 1,360,811	\$ 1,208,620	\$ 696,017
<i>Deduct:</i>				
Unrealized capital gains (losses) on equity securities	192,723	1,210,117	294,830	(127,258)
Provision for income taxes	(40,472)	(254,125)	(61,914)	26,724
Non-GAAP adjustment	152,251	955,992	232,916	(100,534)
Adjusted net earnings (1)	<u>\$ 313,330</u>	<u>\$ 404,819</u>	<u>\$ 975,704</u>	<u>\$ 796,551</u>
Earnings per share: (2)				
Net earnings per share attributable to Common and Class A shareholders, basic and diluted	\$ 0.61	\$ 1.74	\$ 1.57	\$ 0.89
<i>Deduct:</i>				
Per share effect of Non-GAAP adjustments	0.20	1.22	0.30	(0.13)
Adjusted net earnings per share attributable to Common and Class A shareholders, basic and diluted	<u>\$ 0.41</u>	<u>\$ 0.52</u>	<u>\$ 1.27</u>	<u>\$ 1.02</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.