

PRESS RELEASE

November 3, 2022

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**ACMAT CORPORATION REPORTS THIRD
 QUARTER 2022 RESULTS**

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2022	2021	2022	2021
Net earnings and losses	\$ (379,423)	\$ 199,460	\$(1,851,028)	\$ 743,039
Revenues	\$ 248,743	\$ 600,609	\$ (16,330)	\$ 2,434,986
Net unrealized capital gains (losses) on equity securities, included in Revenues	\$ (432,884)	\$ (200,956)	\$(2,359,780)	\$ 102,107
Earnings and losses per-share <i>(Common and Class A shares)</i>	\$ (0.49)	\$ 0.26	\$ (2.40)	\$ 0.96

Net losses were \$379,423 for the quarter ended September 30, 2022, compared to net earnings of \$199,460 for the quarter ended September 30, 2021. Revenues were \$248,743 for the quarter ended September 30, 2022, compared to \$600,609 for the quarter ended September 30, 2021. Losses were \$0.49 per-share in the third quarter of 2022, compared to earnings of \$0.26 per-share in the third quarter of 2021.

Excluding the effects of net unrealized capital gains and losses on equity securities, which are recognized in revenues; net earnings were \$30,687 for the quarter ended September 30, 2022, compared to \$358,215 for the quarter ended September 30, 2021. Revenues were \$681,627 for the quarter ended September 30, 2022, compared to \$801,565 for the quarter ended September 30, 2021. Earnings were \$0.06 per-share in the third quarter of 2022, compared to \$0.46 per-share in the third quarter of 2021.

Net losses were \$1,851,028 for the nine months ended September 30, 2022, compared to net earnings of \$743,039 for the nine months ended September 30, 2021. Contra-revenues were \$16,330 for the nine months ended September 30, 2022, compared to revenues of 2,434,986 for the nine months ended September 30, 2021. Losses were \$2.40 per-share through the first nine months of 2022 from net earnings of \$0.96 per-share through the first nine months of 2021.

Excluding the effects of net unrealized capital gains and losses on equity securities, which are recognized in revenues; net earnings were \$251,647 for the nine months ended September 30, 2022, compared to \$662,374 for the nine months ended September 30, 2021. Revenues were \$2,343,450 for the nine months ended September 30, 2022, compared to \$2,332,879 for the nine months ended September 30, 2021. Earnings were \$0.35 per-share through the first nine months of 2022 from \$0.86 per-share through the first nine months of 2021.

ACMAT CORPORATION AND SUBSIDIARIES

Reconciliation of Non-GAAP Measures

For the three months and nine months ended September 30, 2022 and 2021

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2022	2021	2022	2021
Revenues:				
Revenues	\$ 248,743	\$ 600,609	\$ (16,330)	\$ 2,434,986
<i>Deduct:</i>				
Unrealized capital (losses) gains on equity securities	(432,884)	(200,956)	(2,359,780)	102,107
Adjusted revenues (1)	<u>\$ 681,627</u>	<u>\$ 801,565</u>	<u>\$ 2,343,450</u>	<u>\$ 2,332,879</u>
Net earnings and losses:				
Net (losses) earnings	\$ (379,423)	\$ 199,460	\$ (1,851,028)	\$ 743,039
<i>Deduct:</i>				
Unrealized capital (losses) gains on equity securities	(432,884)	(200,956)	(2,359,780)	102,107
Provision for income taxes	22,774	42,201	257,105	(21,442)
Non-GAAP adjustment	(410,110)	(158,755)	(2,102,675)	80,665
Adjusted net earnings (1)	<u>\$ 30,687</u>	<u>\$ 358,215</u>	<u>\$ 251,647</u>	<u>\$ 662,374</u>
Earnings and losses per share: (2)				
Net (losses) earnings per share attributable to Common and Class A shareholders, basic and diluted	\$ (0.49)	\$ 0.26	\$ (2.40)	\$ 0.96
<i>Deduct:</i>				
Per share effect of Non-GAAP adjustments	(0.55)	(0.20)	(2.75)	0.10
Adjusted net earnings per share attributable to Common and Class A shareholders, basic and diluted	<u>\$ 0.06</u>	<u>\$ 0.46</u>	<u>\$ 0.35</u>	<u>\$ 0.86</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.