

NEWS RELEASE

NEWS RELEASE

NEWS RELEASE

SUMMARY:

United Capital Corp.
Reports First Quarter Results

COMPANY CONTACT:

Anthony J. Miceli
Chief Financial Officer
(516) 466-6464

FOR IMMEDIATE RELEASE

GREAT NECK, New York, May 14, 2007... United Capital Corp. (AMEX:AFP) today reported a 263% increase in net income for the first quarter of 2007 resulting in net income of \$7.6 million or \$.92 per basic share, compared to net income of \$2.1 million or \$.25 per basic share for the comparable quarter of 2006. For the three months ended March 31, 2007, total revenues were \$16.9 million, a 5.5% increase from that reported for the same period of 2006. Operating income increased 56% to \$2.8 million, from \$1.8 million reported in the first quarter of 2006.

The results of the current quarter include \$5.7 million in net gain from a condemnation award related to a property previously taken by the City of New York. The prior year results include \$457,000 in pre-tax compensation charges associated with unvested stock options. No such charges were recorded in the current year.

In commenting on the results, A.F. Petrocelli, Chairman of United Capital Corp. noted "I am very pleased to start 2007 with such strong results, realized from each aspect of our business."

United Capital Corp. continues to expand the exceptional financial strength and liquidity of its balance sheet. At March 31, 2007, the Company had more than \$140 million or \$17 per outstanding share in cash and marketable securities, working capital of over \$149 million and stockholders' equity in excess of \$22 per outstanding share.

Certain statements in this press release and other statements made by the Company or its representatives that are not strictly historical facts are "forward-looking" statements within the meaning of the Private Securities Litigation Reform Act of 1995 that should be considered as subject to the many risks and uncertainties that exist in the Company's operations and business environment. The forward-looking statements are based on current expectations and involve a number of known and unknown risks and uncertainties that could cause the actual results, performance and/or achievements of the Company to differ materially from any future results, performance or achievements, expressed or implied, by the forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, and that in light of

the significant uncertainties inherent in forward-looking statements, the inclusion of such statements should not be regarded as a representation by the Company or any other person that the objectives or plans of the Company will be achieved. The Company also assumes no obligation to publicly update or revise its forward-looking statements or to advise of changes in the assumptions and factors on which they are based. See our 2006 Annual Report on Form 10-K for a discussion of risk factors that could impact our future financial performance and/or cause actual results to differ significantly from those expressed or implied by such statements.

United Capital Corp. and its subsidiaries own and manage real estate and hotel properties and provide engineered products to industrial and automotive markets worldwide.

TABLE FOLLOWS

UNITED CAPITAL CORP. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL HIGHLIGHTS

(Unaudited)

(In thousands, except per share data)

	Three Months Ended March 31,	
	2007	2006
Revenues	<u>\$ 16,856</u>	<u>\$ 15,976</u>
Operating income	<u>\$ 2,810</u>	<u>\$ 1,804</u>
Other income	<u>\$ 7,519</u>	<u>\$ 1,504</u>
Income from continuing operations before income taxes	<u>\$ 10,329</u>	<u>\$ 3,308</u>
Provision for income taxes	<u>\$ 3,674</u>	<u>\$ 1,206</u>
Income from continuing operations	<u>\$ 6,655</u>	<u>\$ 2,102</u>
Income (loss) from discontinued operations	<u>\$ 933</u>	<u>\$ (14)</u>
Net income	<u>\$ 7,588</u>	<u>\$ 2,088</u>
Basic earnings per share:		
Income from continuing operations	\$.81	\$.25
Income from discontinued operations	<u>.11</u>	<u>—</u>
Net income per share	<u>\$.92</u>	<u>\$.25</u>
Diluted earnings per share:		
Income from continuing operations	\$.63	\$.20
Income from discontinued operations	<u>.09</u>	<u>—</u>
Net income per share assuming dilution	<u>\$.72</u>	<u>\$.20</u>
Weighted average shares:		
Basic	<u>8,279</u>	<u>8,355</u>
Diluted	<u>10,482</u>	<u>10,260</u>