

Kingstone Companies, Inc.
1154 Broadway
Hewlett, NY 11557
Phone: (516) 374-7600
Fax: (516) 295-7216
www.kingstonecompanies.com

News Release

KINGSTONE RECORDS NET INCOME IN Q1 INSURANCE COMPANY OPERATIONS DRIVE RESULTS

Hewlett, New York—May 18, 2010--Kingstone Companies, Inc. (NASDAQ: KINS) filed its Form 10-Q for the period ended March 31, 2010.

Barry Goldstein, Kingstone's Chairman and CEO, said "Operating Income swung to a profit of \$363,110 from a loss of (\$274,079) in Q1 2009. We reported net income for the quarter of \$232,394 as opposed to a loss in the 2009 period of (\$171,514).

"Kingstone Insurance Company ("KICO) drove our positive results", said Goldstein. "KICO suffered pre-tax losses from the March storms of \$250,000 (approximate), which added over 11.3 percentage points to our net loss ratio. The resulting loss ratio of 64.7% is well above our full year 2010 estimate of 51.6%, which remains unchanged. KICO's quarterly results reflect positive development on quota share ceding commissions from prior periods. This benefit of \$180,000 (before tax) offsets our underwriting expense ratio. Our Combined Ratio for the quarter was 62.6%. Book value per KINS share was \$3.62 at March 31st up from \$3.49 at year end 2009. At March 31, 2009 our book value per share was \$1.71.

"While KICO continues its profitable growth path, we recognize that the costs attributable to the Parent Company need to be reduced. We will seek to reduce or eliminate the liabilities attributable to our Mandatorily Redeemable Preferred Stock and Promissory Notes. Our Finance Committee is working on a set of proposals that will seek to convert much if not all of these liabilities to equity."

Victor Brodsky, Chief Financial Officer, commented that "so as to allow for some comparison to the prior year, selected unaudited pro forma results were prepared as though the transaction occurred as of January 1, 2008. This shows revenues from continuing operations increasing to \$13.3 million in 2009 from \$12.3 million in 2008. Net income on this same pro forma basis increased from a 2008 loss of (\$144,000) to a 2009 net profit of \$517,000. The net loss and income figures exclude the transactions costs of

\$240,000 and \$62,000 for 2009 and 2009, respectively, relating to the acquisition of KICO and the gain on acquisition of KICO of \$5,178,000 for 2009.

Selected data

Item	2009 (In thousands except per share data)	2008 (In thousands except per share data)
Total Revenues	\$7,667	\$430
Total Operating Expenses	\$7,096	\$1,156
Acquisition Transaction Costs	\$210	\$33
Depreciation and Amortization	\$269	\$37
Interest Expense	\$311	\$337
Gain on Acquisition of KICO	\$5,178	-
Interest Income – Note receivable	\$61	\$765
Benefit from Tax	\$67	\$448
Income from Continuing Operations	\$5,087	\$79
Loss from Discontinued Operations	\$(266)	\$(1,057)
Net Income (Loss)	\$4,821	\$(977)
Unrealized Investment Gains, net of tax	\$216	-
Comprehensive Income (Loss)	\$5,037	\$(977)
Net Income (Loss) Per Share	\$1.62	\$(.33)
Book Value Per Share	\$3.49	\$1.77

Annual Meeting of Shareholders-The Board of Directors has set June 22, 2010 as the date of the annual meeting.

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Forward Looking Statements

Statements in this press release may contain “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. All statements, other than statements of historical facts, may be forward-looking statements. These statements are based on management’s current expectations and are subject to uncertainty and changes in circumstances. These statements involve risks and uncertainties that could cause actual results to differ materially from those included in forward-looking statements due to a variety of factors. More information about these factors can be found in Kingstone’s filings with the Securities and Exchange Commission, including its latest Annual Report filed with the Securities and Exchange Commission on Form 10-K. The company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.