
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 8-K

**CURRENT REPORT
Pursuant to Section 13 or 15(d)
of The Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported): May 8, 2013

THE GEO GROUP, INC.

(Exact name of registrant as specified in its charter)

Florida
(State or other jurisdiction
of incorporation)

1-14260
(Commission
File Number)

65-0043078
(IRS Employer
Identification No.)

621 NW 53rd Street, Suite 700, Boca Raton, Florida
(Address of principal executive offices)

33487
(Zip Code)

Registrant's telephone number, including area code (561) 893-0101

N/A
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instructions A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Section 2 - Financial Information.

Item 2.02 Results of Operations and Financial Condition.

On May 8, 2013, The GEO Group, Inc. (“GEO”) issued a press release (the “Earnings Press Release”) announcing its financial results for the quarter ended March 31, 2013, updating its financial guidance for full year 2013 and issuing its financial guidance for the second quarter 2013. A copy of the Earnings Press Release is furnished hereto as Exhibit 99.1.

In the Earnings Press Release, GEO provided Net Operating Income, Pro Forma Income from Continuing Operations, EBITDA, Adjusted EBITDA, Funds From Operations, Normalized Funds From Operations and Adjusted Funds From Operations for the first quarter ended March 31, 2013 and the comparable prior-year period that were not calculated in accordance with Generally Accepted Accounting Principles (the “Non-GAAP Information”) and are presented as supplemental disclosures. Generally, for purposes of Regulation G under the Securities Exchange Act of 1934, Non-GAAP Information is any numerical measure of a company’s performance, financial position, or cash flows that either excludes or includes amounts that are not normally excluded or included in the most directly comparable measure calculated and presented in accordance with GAAP. The Earnings Press Release presents the financial measure calculated and presented in accordance with GAAP, which is the most directly comparable to the Non-GAAP Information, with a prominence equal to or greater than its presentation of the Non-GAAP Information. The Earnings Press Release also contains a reconciliation of the Non-GAAP Information to the financial measure calculated and presented in accordance with GAAP which is the most directly comparable to the Non-GAAP Information.

Net Operating Income, or gross profit, is defined as revenues less operating expenses, excluding depreciation and amortization expense and general and administrative expenses.

Pro Forma Income from Continuing Operations is defined as income from continuing operations adjusted for net income/loss attributable to non-controlling interests, start-up/transition expenses, net of tax, international bid related costs, net of tax, and certain other adjustments as defined from time to time. GEO believes that Pro Forma Income from Continuing Operations is useful to investors as it provides information about the performance of GEO’s overall business because such measure eliminates the effects of certain charges that are not directly attributable to GEO’s underlying operating performance, it provides disclosure on the same basis as that used by GEO’s management and it provides consistency in GEO’s financial reporting and therefore continuity to investors for comparability purposes. GEO’s management uses Pro Forma Income from Continuing Operations to monitor and evaluate its operating performance and to facilitate internal and external comparisons of the historical operating performance of GEO and its business units.

EBITDA is defined as income from continuing operations before net interest expense, income tax provision (benefit), depreciation and amortization, and tax provision on equity in earnings of affiliates. Adjusted EBITDA is defined as EBITDA adjusted for net income/loss attributable to non-controlling interests, non-cash stock-based compensation expenses, non-cash interest expense, and certain other adjustments as defined from time to time. GEO believes that Adjusted EBITDA is useful to investors as it provides information about the performance of GEO’s overall business because such measure eliminates the effects of certain charges that are not directly attributable to GEO’s underlying operating performance, it provides disclosure on the same basis as that used by GEO’s management and it provides consistency in GEO’s financial reporting and therefore continuity to investors for comparability purposes. GEO uses Adjusted EBITDA to monitor and evaluate its operating performance and to facilitate internal and external comparisons of the historical operating performance of GEO and its business units.

Funds From Operations, or FFO, is defined in accordance with standards established by the National Association of Real Estate Investment Trusts, or NAREIT, which defines FFO as net income (loss) attributable to common shareholders (computed in accordance with United States Generally Accepted Accounting Principles), excluding real estate related depreciation and amortization, excluding gains and losses from the cumulative effects of accounting changes, extraordinary items and sales of properties, and including adjustments for unconsolidated partnerships and joint ventures. Normalized Funds From Operations, or Normalized FFO, is defined as FFO adjusted for certain items which by their nature are not comparable from period to period or that tend to obscure the Company's actual operating performance.

Adjusted Funds From Operations, or AFFO, is defined as Normalized Funds From Operations adjusted for maintenance capital expenditures, non-cash stock-based compensation expenses, non-cash interest expense, and certain other adjustments as defined from time to time. GEO believes that Funds From Operations, Normalized Funds From Operations, and Adjusted Funds From Operations are useful measures to investors as they provide information regarding cash that GEO's operating business generates before taking into account certain cash and non-cash items that are non-operational in nature, provide disclosure on the same basis as that used by GEO's management and provide consistency in GEO's financial reporting and therefore continuity to investors for comparability purposes. GEO's management uses these measures to monitor and evaluate its operating performance and to facilitate internal and external comparisons of the historical operating performance of GEO and its business units.

The Earnings Press Release contains reconciliation tables for Net Operating Income, Pro Forma Income from Continuing Operations, EBITDA, Adjusted EBITDA, Funds From Operations, Normalized Funds From Operations and Adjusted Funds From Operations.

GEO has presented in the Earnings Press Release certain forward-looking statements about GEO's future financial performance that include non-GAAP financial measures, including, Net Operating Income, Adjusted EBITDA and Adjusted Funds From Operations. The determination of the amounts that are excluded from these non-GAAP financial measures is a matter of management judgment and depends upon, among other factors, the nature of the underlying expense or income amounts recognized in a given period. While GEO has provided in the Earnings Press Release a high level reconciliation for the guidance ranges for full year 2013, GEO is unable to present a more detailed quantitative reconciliation of the forward-looking non-GAAP financial measures to their most directly comparable forward-looking GAAP financial measures because management cannot reliably predict all of the necessary components of such GAAP measures. The quantitative reconciliation of the forward-looking non-GAAP financial measures will be provided for completed annual and quarterly periods, as applicable, calculated in a consistent manner with the quantitative reconciliation of non-GAAP financial measures previously reported for completed annual and quarterly periods.

The Non-GAAP Information should be considered in addition to results that are prepared under current accounting standards but should not be considered a consolidated substitute for, or superior to, financial information prepared in accordance with GAAP. The Non-GAAP Information may differ from similarly titled measures presented by other companies. The Non-GAAP Information, as well as other information in the Earnings Press Release, should be read in conjunction with GEO's financial statements filed with the Securities and Exchange Commission. The information set forth in Item 2.02 in this Form 8-K is being furnished and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to the liabilities of that section. The information set forth in Item 2.02 in this Form 8-K shall not be incorporated by reference into any registration statement or other document pursuant to the Securities Act of 1933, as amended.

Section 8 – Other Events**Item 8.01 Other Events.**

On May 8, 2013, GEO issued a press release (the “Dividend Press Release”) announcing that its Board of Directors declared a quarterly cash dividend of \$0.50 per share which will be paid on June 3, 2013 to shareholders of record as of the close of business on May 20, 2013. A copy of the Dividend Press Release is attached as Exhibit 99.2.

Section 9 - Financial Statements and Exhibits.**Item 9.01 Financial Statements and Exhibits.**

(d) *Exhibits*

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release, dated May 8, 2013, announcing GEO’s financial results for the first quarter ended March 31, 2013.
99.2	Press Release, dated May 8, 2013, announcing GEO’s declaration of a quarterly cash dividend.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

THE GEO GROUP, INC.

May 8, 2013
Date

By: /s/ Brian R. Evans
Brian R. Evans
Senior Vice President and Chief Financial Officer
(Principal Financial Officer)

EXHIBIT INDEX

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The GEO Group, Inc.

One Park Place, Suite 700 n 621 Northwest 53rd Street n Boca Raton, Florida 33487 n www.geogroup.com

CR-13-12

NEWS RELEASE

THE GEO GROUP REPORTS FIRST QUARTER 2013 RESULTS

- **1Q13 Income from Continuing Operations per Share up 43.5%**
- **1Q13 Normalized FFO up 52.1%; 1Q13 AFFO up 51.2%**
- **Confirms 2013 Guidance – AFFO of \$200-210 million, \$2.78 to \$2.92 per Diluted Share; Annual Dividend of \$2.00 per Diluted Share**
- **Signs Definitive Agreement to Purchase 1,287-Bed Joe Corley Detention Center**

Boca Raton, Fla. – May 8, 2013 — The GEO Group, Inc. (NYSE: GEO) (“GEO”), the world’s leading provider of diversified correctional, detention, and community reentry services, reported today its financial results for the first quarter 2013.

First Quarter 2013 Highlights

- **Income from Continuing Operations of \$0.33 Per Diluted Share**
- **Pro Forma Income from Continuing Operations of \$0.38 Per Diluted Share**
- **Net Operating Income of \$96.2 million**
- **Normalized FFO of \$0.55 Per Diluted Share**
- **AFFO of \$0.69 Per Diluted Share**

For the first quarter 2013, GEO reported Normalized FFO of \$39.6 million, or \$0.55 per diluted share, an increase of 52.1% from \$26.0 million, or \$0.43 per diluted share, for the first quarter 2012. GEO reported first quarter 2013 AFFO of \$49.6 million, or \$0.69 per diluted share, an increase of 51.2% from \$32.8 million, or \$0.54 per diluted share, for the first quarter 2012.

Net operating income for the first quarter 2013 increased to \$96.2 million from \$89.3 million for the first quarter of 2012. Net operating income, or gross profit, is defined as revenues less operating expenses, excluding depreciation and amortization expense and general and administrative expenses.

George C. Zoley, Chairman and Chief Executive Officer of GEO, said: “We are pleased with our first quarter results and confirmed outlook for 2013, which continue to reflect strong operational and financial performance from our diversified business units. During the first quarter, we achieved several important milestones with the issuance of senior notes at a historically low interest rate and the amendment of our senior credit facility. These important steps will give us additional flexibility as we continue our efforts to maximize value for our shareholders.”

—More—

Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436

GEO reported total revenues for the first quarter 2013 of \$377.0 million compared to total revenues of \$360.0 million for the first quarter 2012. GEO reported first quarter 2013 income from continuing operations of \$0.33 per diluted share, compared to \$0.23 per diluted share for the first quarter 2012. GEO's first quarter 2013 earnings reflect \$3.7 million, after-tax, in one-time expenses associated with GEO's conversion to a Real Estate Investment Trust ("REIT"). Excluding these one-time expenses, GEO reported Pro Forma income from continuing operations of \$0.38 per diluted share, for the first quarter 2013 compared to \$0.29 per diluted share for the first quarter 2012.

Net Operating Income, Funds from Operations ("FFO"), Normalized Funds from Operations ("Normalized FFO"), and Adjusted Funds From Operations ("AFFO") are widely used non-GAAP supplemental financial measures of REIT performance. GEO also uses Pro Forma Income from Continuing Operations and Adjusted EBITDA as Non-GAAP supplemental financial measures. Please see the section of this press release below entitled "Note to Reconciliation Tables and Supplemental Disclosure - Important Information on GEO's Non-GAAP Financial Measures" for information on how GEO defines these supplemental Non-GAAP financial measures.

Joe Corley Detention Center

GEO announced today the signing of a definitive agreement for the purchase of the 1,287-bed Joe Corley Detention Center (the "Center") for \$65 million. The Center, which is owned by Montgomery County, Texas, houses federal detainees for U.S. Immigration and Customs Enforcement. GEO already manages the Center under a contract with Montgomery County. The Center is expected to generate approximately \$27 million in total annual revenues. The acquisition of the Center is expected to generate returns consistent with GEO's owned facilities. GEO expects to close the transaction during the second quarter of 2013.

Senior Notes Offering and Senior Credit Facility Amendment

On March 19, 2013, GEO completed an offering of \$300 million aggregate principal amount of senior unsecured notes due 2023 (the "Notes"). The Notes were issued with a coupon and yield to maturity of 5.125%. On April 3, 2013, GEO completed an amendment and restatement to its senior credit facility. Following the amendment, GEO's senior credit facility is comprised of a \$300 million Term Loan B due April 2020 bearing interest at LIBOR plus 2.50% (with a LIBOR floor of 0.75%) and a \$700 million Revolving Credit Facility due April 2018 bearing interest at LIBOR plus 2.50% (with no LIBOR floor). As of April 4, 2013, the Revolving Credit Facility had approximately \$240 million in outstanding borrowings along with approximately \$60 million of Letters of Credit issued thereunder.

GEO used borrowings under the amended and restated senior credit facility along with the net proceeds from the Notes to refinance GEO's previous senior credit facility and pay related fees, costs, and expenses.

—More—

Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436

2013 Financial Guidance

GEO updated its previously issued financial guidance for 2013 and issued additional financial guidance for the second quarter 2013. GEO expects full year 2013 AFFO to be in a range of \$2.78 to \$2.92 per diluted share, or \$200 million to \$210 million. On a GAAP basis, GEO expects its income from continuing operations for the full year 2013 to be in a range of \$1.58 to \$1.68 per diluted share, including \$8 million, after-tax, in one-time expenses related to GEO's REIT conversion and the write-off of deferred financing fees in connection with GEO's recently completed amendment to its senior credit facility. GEO's current annual dividend is \$2.00 per diluted share.

GEO expects full year 2013 revenues to be in a range of \$1.51 billion to \$1.55 billion. GEO's full year 2013 Net Operating Income is expected to be in a range of \$410 million to \$420 million, and full year 2013 Adjusted EBITDA is expected to be in a range of \$320 million to \$330 million.

GEO's 2013 guidance reflects the expected purchase of the Joe Corley Detention Center during the second quarter 2013 as well as the offering of \$300 million in senior unsecured notes completed on March 19, 2013 and the amendment to GEO's senior credit facility completed on April 3, 2013.

Further, GEO's 2013 guidance does not assume the potential reactivation of approximately 6,000 current beds in inventory which GEO is actively marketing to local, state, and federal customers.

With respect to the second quarter 2013, GEO expects AFFO to be in a range of \$0.72 to \$0.75 per diluted share, or \$52 million to \$54 million. On a GAAP basis, GEO expects its second quarter 2013 income from continuing operations to be in a range of \$0.38 to \$0.40 per diluted share, including a one-time \$3 million to \$4 million after-tax loss associated with the write-off of deferred financing fees in connection with GEO's recently completed amendment to its senior credit facility. GEO expects second quarter 2013 revenues to be in a range of \$380 million to \$385 million.

Reconciliation Tables and Supplemental Disclosure

GEO has made available a Supplemental Disclosure which contains reconciliation tables of operating income to net operating income, income from continuing operations to pro forma income from continuing operations, income from continuing operations to EBITDA and Adjusted EBITDA, and income from continuing operations to Funds From Operations, Normalized Funds From Operations and Adjusted Funds From Operations along with supplemental financial and operational information on GEO's business segments and other important operating metrics. Please see the section of this press release below entitled "Note to Reconciliation Tables and Supplemental Disclosure - Important Information on GEO's Non-GAAP Financial Measures" for information on how GEO defines these supplemental financial measures and reconciles them to the most directly comparable GAAP measures. GEO's Reconciliation Tables can be found herein and in GEO's Supplemental Disclosure which is available on GEO's Investor Relations webpage at www.geogroup.com.

—More—

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(866) 301 4436

GEO's financial results are presented throughout as retrospectively revised for discontinued operations resulting from the discontinuation of three managed-only contracts with the State of Mississippi during the third quarter of 2012 and the divestiture of the healthcare facility contracts previously held by its former wholly-owned subsidiary, GEO Care, Inc., which was completed on December 31, 2012.

Conference Call Information

GEO has scheduled a conference call and simultaneous webcast for today at 11:00 AM (Eastern Time) to discuss GEO's first quarter 2013 financial results as well as its progress and outlook. The call-in number for the U.S. is 1-888-713-4199 and the international call-in number is 1-617-213-4861. The conference call participant passcode is 53610700. In addition, a live audio webcast of the conference call may be accessed on the Conference Calls/Webcasts section of GEO's investor relations home page at www.geogroup.com. A replay of the audio webcast will be available on the website for one year. A telephonic replay of the conference call will be available until June 8, 2013 at 1-888-286-8010 (U.S.) and 1-617-801-6888 (International). The conference call participant passcode for the telephonic replay is 33063494.

About The GEO Group

The GEO Group, Inc. (NYSE: GEO) is the first fully integrated equity real estate investment trust specializing in the design, financing, development, and operation of correctional, detention, and community reentry facilities around the globe. GEO is the world's leading provider of diversified correctional, detention, and community reentry services to government agencies worldwide with operations in the United States, Australia, South Africa, and the United Kingdom. GEO's worldwide operations include the ownership and/or management of 95 facilities totaling approximately 72,000 beds with a growing workforce of approximately 18,000 professionals.

Note to Reconciliation Tables and Supplemental Disclosure – Important Information on GEO's Non-GAAP Financial Measures

Net Operating Income, Pro Forma Income from Continuing Operations, EBITDA, Adjusted EBITDA, Funds From Operations, Normalized Funds From Operations and Adjusted Funds From Operations are non-GAAP financial measures that are presented as supplemental disclosures.

GEO has presented herein certain forward-looking statements about GEO's future financial performance that include non-GAAP financial measures, including, Net Operating Income, Adjusted EBITDA and Adjusted Funds From Operations. The determination of the amounts that are excluded from these non-GAAP financial measures is a matter of management judgment and depends upon, among other factors, the nature of the underlying expense or income amounts recognized in a given period. While we have provided a high level reconciliation for the guidance ranges for full year 2013, we are unable to present a more detailed quantitative reconciliation of the forward-looking non-GAAP financial measures to their most directly comparable forward-looking GAAP financial measures because management cannot reliably predict all of the necessary components of such GAAP measures. The quantitative reconciliation of the forward-looking GAAP financial measures will be provided for completed annual and quarterly periods, as applicable, calculated in a consistent manner with the quantitative reconciliation of non-GAAP financial measures previously reported for completed annual and quarterly periods.

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Net operating income, or gross profit, is defined as revenues less operating expenses, excluding depreciation and amortization expense and general and administrative expenses.

Pro Forma Income from Continuing Operations is defined as income from continuing operations adjusted for net income/loss attributable to non-controlling interests, start-up/transition expenses, net of tax, international bid related costs, net of tax, and certain other adjustments as defined from time to time. GEO believes that Pro Forma Income from Continuing Operations is useful to investors as it provides information about the performance of GEO's overall business because such measure eliminates the effects of certain charges that are not directly attributable to GEO's underlying operating performance, it provides disclosure on the same basis as that used by GEO's management and it provides consistency in GEO's financial reporting and therefore continuity to investors for comparability purposes. GEO's management uses Pro Forma Income from Continuing Operations to monitor and evaluate its operating performance and to facilitate internal and external comparisons of the historical operating performance of GEO and its business units.

EBITDA is defined as income from continuing operations before net interest expense, income tax provision (benefit), depreciation and amortization, and tax provision on equity in earnings of affiliates. Adjusted EBITDA is defined as EBITDA adjusted for net income/loss attributable to non-controlling interests, non-cash stock-based compensation expenses, and certain other adjustments as defined from time to time. GEO believes that Adjusted EBITDA is useful to investors as it provides information about the performance of GEO's overall business because such measure eliminates the effects of certain charges that are not directly attributable to GEO's underlying operating performance, it provides disclosure on the same basis as that used by GEO's management and it provides consistency in GEO's financial reporting and therefore continuity to investors for comparability purposes. GEO uses Adjusted EBITDA to monitor and evaluate its operating performance and to facilitate internal and external comparisons of the historical operating performance of GEO and its business units.

Funds From Operations, or FFO, is defined in accordance with standards established by the National Association of Real Estate Investment Trusts, or NAREIT, which defines FFO as net income (loss) attributable to common shareholders (computed in accordance with United States Generally Accepted Accounting Principles), excluding real estate related depreciation and amortization, excluding gains and losses from the cumulative effects of accounting changes, extraordinary items and sales of properties, and including adjustments for unconsolidated partnerships and joint ventures. Normalized Funds From Operations, or Normalized FFO, is defined as FFO adjusted for certain items which by their nature are not comparable from period to period or that tend to obscure the Company's actual operating performance.

Adjusted Funds From Operations, or AFFO, is defined as Normalized Funds From Operations adjusted for non-real estate related depreciation and amortization expense, maintenance capital expenditures, non-cash stock-based compensation expenses, non-cash interest expense, and certain other adjustments as defined from time to time. GEO believes that Funds From Operations, Normalized Funds From Operations, and Adjusted Funds From Operations are useful measures to investors as they provide information regarding cash that GEO's operating business generates before taking into account certain cash and non-cash items that are non-operational in nature, provide disclosure on the same basis as that used by GEO's management and provide consistency in GEO's financial reporting and therefore continuity to investors for comparability purposes. GEO's management uses these measures to monitor and evaluate its operating performance and to facilitate internal and external comparisons of the historical operating performance of GEO and its business units.

—More—

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(866) 301 4436

Safe-Harbor Statement

This press release contains forward-looking statements regarding future events and future performance of GEO that involve risks and uncertainties that could materially affect actual results, including statements regarding financial guidance for second quarter 2013 and full year 2013 and statements regarding the anticipated closing of the acquisition of the Joe Corley Detention Center. Factors that could cause actual results to vary from current expectations and forward-looking statements contained in this press release include, but are not limited to: (1) GEO's ability to meet its financial guidance for 2013 given the various risks to which its business is exposed; (2) GEO's ability to consummate the acquisition of the Joe Corley Detention Center within its anticipated timing, or at all; (3) GEO's ability to declare future quarterly cash dividends; (4) GEO's ability to successfully pursue further growth and continue to create shareholder value; (5) risks associated with GEO's ability to control operating costs associated with contract start-ups; (6) GEO's ability to timely open facilities as planned, profitably manage such facilities and successfully integrate such facilities into GEO's operations without substantial costs; (7) GEO's ability to win management contracts for which it has submitted proposals and to retain existing management contracts; (8) GEO's ability to obtain future financing on acceptable terms; (9) GEO's ability to sustain company-wide occupancy rates at its facilities; (10) GEO's ability to access the capital markets in the future on satisfactory terms or at all; (11) GEO's ability to remain qualified as a REIT; (12) the incurrence of REIT related expenses; and (13) other factors contained in GEO's Securities and Exchange Commission periodic filings, including the Form 10-K, 10-Q and 8-K reports.

First quarter 2013 financial tables to follow:

Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436

Condensed Consolidated Statements of Income

(In thousands except per share data)

(Unaudited)

	Three Months Ended 31-Mar-13	Three Months Ended 1-Apr-12
Revenues	\$ 377,031	\$ 360,042
Operating expenses	280,797	270,720
Depreciation and amortization	22,935	22,239
General and administrative expenses	32,040	26,586
Operating income	\$ 41,259	\$ 40,497
Interest income	1,184	1,807
Interest expense	(19,341)	(20,806)
Income before income taxes, equity in earnings of affiliates and discontinued operations	\$ 23,102	\$ 21,498
Provision for income taxes	881	8,490
Equity in earnings of affiliates, net of income tax provision	1,217	748
Income from continuing operations	\$ 23,438	\$ 13,756
Income from discontinued operations, net of income tax provision	—	1,303
Net income	\$ 23,438	\$ 15,059
Net income attributable to non-controlling interests	(18)	(34)
Net income attributable to The GEO Group, Inc.	\$ 23,420	\$ 15,025
Weighted average shares outstanding		
Basic	70,850	60,768
Diluted	71,412	60,929
Income per share from continuing operations		
Basic	\$ 0.33	\$ 0.23
Diluted	\$ 0.33	\$ 0.23
Income per share attributable to The GEO Group, Inc.		
Basic	\$ 0.33	\$ 0.25
Diluted	\$ 0.33	\$ 0.25

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Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436

Condensed Consolidated Balance Sheets

(In thousands)

(Unaudited)

	<u>31-Mar-13</u>	<u>31-Dec-12</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 83,724	\$ 31,755
Restricted cash and investments	15,780	15,654
Accounts receivable, less allowance for doubtful accounts	254,917	246,635
Current deferred income tax assets	18,290	18,290
Prepaid expenses and other current assets	25,649	24,849
Total current assets	<u>398,360</u>	<u>337,183</u>
Restricted Cash and Investments	30,337	32,756
Property and Equipment, Net	1,680,165	1,687,159
Assets Held for Sale	1,700	3,243
Direct Finance Lease Receivable	25,010	26,757
Non-Current Deferred Income Tax Assets	2,532	2,532
Goodwill	490,312	490,308
Intangible Assets, Net	174,473	178,318
Other Non-Current Assets	85,193	80,938
	<u>\$2,888,082</u>	<u>\$2,839,194</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities		
Accounts payable	52,152	50,110
Accrued payroll and related taxes	46,316	39,322
Accrued expenses	112,175	116,557
Current portion of capital lease obligation, long-term debt, and non-recourse debt	59,627	53,882
Total current liabilities	<u>270,270</u>	<u>259,871</u>
Non-Current Deferred Income Tax Liabilities	15,703	15,703
Other Non-Current Liabilities	82,522	82,025
Capital Lease Obligations	11,678	11,926
Long-Term Debt	1,370,167	1,317,529
Non-Recourse Debt	97,964	104,836
Total Shareholders' Equity	<u>1,039,778</u>	<u>1,047,304</u>
Total Liabilities and Shareholders' Equity	<u>\$2,888,082</u>	<u>\$2,839,194</u>

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Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436

Reconciliation of Income from Continuing Operations to Funds from Operations, Normalized FFO, and Adjusted Funds from Operations

(In thousands)

(Unaudited)

	Three Months Ended 31-Mar-13	Three Months Ended 1-Apr-12
Income from Continuing Operations	\$ 23,438	\$ 13,756
Net Income Attributable to Non-controlling Interests	(18)	(34)
Real Estate Related Depreciation and Amortization	12,524	12,315
Funds from Operations	<u>\$ 35,944</u>	<u>\$ 26,037</u>
Funds from Operations	<u>\$ 35,944</u>	<u>\$ 26,037</u>
REIT Conversion Related Expenses	3,667	—
Normalized Funds from Operations	<u>\$ 39,611</u>	<u>\$ 26,037</u>
Normalized Funds from Operations	<u>\$ 39,611</u>	<u>\$ 26,037</u>
Non-Real Estate Related Depreciation & Amortization	10,411	9,924
Consolidated Maintenance Capital Expenditures	(3,617)	(5,302)
Stock Based Compensation Expenses	1,685	1,472
Amortization of Debt Costs and Other Non-Cash Interest	1,537	690
Adjusted Funds from Operations (AFFO)	<u>\$ 49,627</u>	<u>\$ 32,821</u>
Normalized FFO Per Diluted Share	<u>\$ 0.55</u>	<u>\$ 0.43</u>
AFFO Per Diluted Share	<u>\$ 0.69</u>	<u>\$ 0.54</u>
Weighted Average Common Shares Outstanding-Diluted	71,412	60,929

Reconciliation of Operating Income to Net Operating Income

(In thousands)

(Unaudited)

	Three Months Ended 31-Mar-13	Three Months Ended 1-Apr-12
Operating Income	\$ 41,259	\$ 40,497
Depreciation and amortization	22,935	22,239
General and administrative expenses	32,040	26,586
Net Operating Income	<u>\$ 96,234</u>	<u>\$ 89,322</u>

—More—

Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436

Reconciliation of Income from Continuing Operations to Adjusted EBITDA(In thousands)
(Unaudited)

	Three Months Ended 31-Mar- 13	Three Months Ended 1-Apr-12
Income from continuing operations	\$23,438	\$13,756
Interest expense, net	18,157	18,999
Income tax provision	881	8,490
Depreciation and amortization	22,935	22,239
Tax provision on equity in earnings of affiliates	477	321
EBITDA	<u>\$65,888</u>	<u>\$63,805</u>
Adjustments		
Net Income attributable to non-controlling interests	(18)	(34)
Stock based compensation expenses, pre-tax	1,685	1,472
Start-up/transition expenses, pre-tax	—	4,889
International bid related costs, pre-tax	—	565
REIT conversion related expenses, pre-tax	5,972	—
M&A related expenses, pre-tax	—	453
Adjusted EBITDA	<u>\$73,527</u>	<u>\$71,150</u>

Reconciliation of Income from Continuing Operations to Pro Forma Income from Continuing Operations(In thousands except per share data)
(Unaudited)

	Three Months Ended 31-Mar- 13	Three Months Ended 1-Apr-12
Income from continuing operations	\$23,438	\$13,756
Net Income attributable to non-controlling interests	(18)	(34)
Start-up/transition expenses, net of tax	—	3,055
International bid related costs, net of tax	—	418
REIT conversion related expenses, net of tax	3,667	—
M&A related expenses, net of tax	—	273
Pro forma income from continuing operations	<u>\$27,087</u>	<u>\$17,468</u>
Income from continuing operations per diluted share ⁽¹⁾	<u>\$ 0.33</u>	<u>\$ 0.23</u>
Net Income attributable to non-controlling interests	—	—
Start-up/transition expenses, net of tax	—	0.05
International bid related costs, net of tax	—	0.01
REIT conversion related expenses, net of tax	0.05	—
M&A related expenses, net of tax	—	—
Diluted Pro forma income from continuing operations per diluted share	<u>\$ 0.38</u>	<u>\$ 0.29</u>
Weighted average common shares outstanding-diluted	71,412	60,929

(1) Note that earnings per share tables may contain slight summation differences due to rounding

—More—

Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436

2013 Outlook/Reconciliation

(Unaudited)

(In thousands except per share data)

	Full Year 2013		
Net Income	\$ 112,000	to	\$ 122,000
Real Estate Related Depreciation and Amortization	50,000		50,000
Funds from Operations (FFO)	\$ 162,000	to	\$ 172,000
REIT Conversion Related Expenses & Write-Off of Deferred Financing Fees	8,000		8,000
Normalized Funds from Operations	\$ 170,000	to	\$ 180,000
Non-Real Estate Related Depreciation and Amortization	45,000		45,000
Consolidated Maintenance Capex	(30,000)		(30,000)
Non-Cash Stock Based Compensation and Non-Cash Interest Expense	15,000		15,000
Adjusted Funds From Operations (AFFO)	\$ 200,000	to	\$ 210,000
Net Cash Interest Expense	75,000		75,000
Consolidated Maintenance Capex	30,000		30,000
Income Taxes	15,000		15,000
Adjusted EBITDA	\$ 320,000	to	\$ 330,000
G&A Expenses	100,000		100,000
Non-Cash Stock Based Compensation	(10,000)		(10,000)
Net Operating Income	\$ 410,000	to	\$ 420,000
FFO Per Share	\$ 2.25	to	\$ 2.39
AFFO Per Share	\$ 2.78	to	\$ 2.92
Dividend Per Share	\$ 2.00		\$ 2.00
Weighted Average Common Shares Outstanding-Diluted	72,000		72,000
FFO Payout Ratio	89%		84%
AFFO Payout Ratio	72%		69%

- End -

Contact: Pablo E. Paez
Vice President, Corporate Relations

(866) 301 4436



NEWS RELEASE

One Park Place, Suite 700 ; 621 Northwest 53rd Street ; Boca Raton, Florida 33487 ; www.geogroup.com

CR-13-13

THE GEO GROUP DECLARES QUARTERLY CASH DIVIDEND OF \$0.50 PER SHARE

Boca Raton, Fla. – May 8, 2013 — The GEO Group, Inc. (NYSE: GEO) (“GEO”) announced that on May 7, 2013, its Board of Directors declared a quarterly cash dividend of \$0.50 per share which will be paid on June 3, 2013 to shareholders of record as of the close of business on May 20, 2013.

George C. Zoley, Chairman and Chief Executive Officer of GEO, said: “We are pleased to declare our quarterly cash dividend of \$0.50 per share, which is indicative of our continued commitment to return value to our shareholders.”

The GEO Group, Inc. (NYSE: GEO) is the first fully integrated equity real estate investment trust specializing in the design, financing, development, and operation of correctional, detention, and community reentry facilities around the globe. GEO is the world’s leading provider of diversified correctional, detention, and community reentry services to government agencies worldwide with operations in the United States, Australia, South Africa, and the United Kingdom. GEO’s worldwide operations include the ownership and/or management of 95 facilities totaling approximately 72,000 beds with a growing workforce of approximately 18,000 professionals.

This press release contains forward-looking statements regarding future events and the future performance of GEO that involve risks and uncertainties that could materially affect actual results, including statements regarding the timing and amount of dividends. Factors that could cause actual results to vary from current expectations and forward-looking statements contained in this press release include, but are not limited to: (1) GEO’s ability to declare future quarterly cash dividends; (2) GEO’s ability to successfully pursue further growth and continue to enhance shareholder value; (3) GEO’s ability to access the capital markets in the future on satisfactory terms or at all; (4) risks associated with GEO’s ability to control operating costs associated with contract start-ups; (5) GEO’s ability to timely open facilities as planned, profitably manage such facilities and successfully integrate such facilities into GEO’s operations without substantial costs; (6) GEO’s ability to win management contracts for which it has submitted proposals and to retain existing management contracts; (7) GEO’s ability to obtain future financing on acceptable terms; (8) GEO’s ability to sustain company-wide occupancy rates at its facilities; and (9) other factors contained in GEO’s Securities and Exchange Commission filings, including the forms 10-K, 10-Q and 8-K reports.

-End-

Contact: Pablo E. Paez
Vice President, Corporate Relations

1-866-301-4436