

GeoMet, Inc.
Form 424B3
November 09, 2007
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**Filed pursuant to Rule 424(b)(3)
Registration Statement No. 333-131716**

PROSPECTUS SUPPLEMENT NO. 13

to prospectus dated July 27, 2006, as amended on April 9, 2007

10,250,000 Shares

Common Stock

The following information supplements the prospectus dated July 27, 2006, as amended on April 9, 2007, relating to the offer and sale by the selling stockholders identified in the prospectus of up to 10,250,000 shares of our common stock. This prospectus supplement includes our Quarterly Report on Form 10-Q, which was filed with the U.S. Securities and Exchange Commission on November 9, 2007.

The information contained in such report is dated as of the date of such report. This prospectus supplement should be read in conjunction with the prospectus dated July 27, 2006, as amended on April 9, 2007, and prior prospectus supplements, which are to be delivered with this prospectus supplement. This prospectus supplement is qualified by reference to the prospectus except to the extent that the information in this prospectus supplement updates and supersedes the information contained in the prospectus dated July 27, 2006, as amended on April 9, 2007, including any supplements or amendments thereto.

Investing in the shares involves risks and uncertainties. See **Risk Factors beginning on page 10 of the prospectus dated July 27, 2006, as amended on April 9, 2007, and the risk factors included in our Annual Report on Form 10-K for the year ended December 31, 2007.**

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved of these securities or determined if this prospectus is truthful or complete. Any representation to the contrary is a criminal offense.

The date of this prospectus supplement is November 9, 2007.

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

x QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2007

OR

.. TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission File Number 000-52155

GeoMet, Inc.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

909 Fannin, Suite 1850

Houston, Texas 77010

(713) 659-3855

76-0662382
(I.R.S. Employer

Identification Number)

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(Address of principal executive offices and telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

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As of November 1, 2007 there were 38,953,159 shares issued and outstanding of GeoMet, Inc. s common stock, par value \$0.001 per share.

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| | September 30, | December 31, |
|--|-----------------------|-----------------------|
| | 2007 | 2006 |
| ASSETS | | |
| Current Assets: | | |
| Cash and cash equivalents | \$ 1,892,123 | \$ 1,414,476 |
| Accounts receivable | 4,281,656 | 10,881,479 |
| Current portion of notes receivable | 57,019 | 81,181 |
| Derivative asset | 3,086,472 | 4,290,599 |
| Other current assets | 953,960 | 648,053 |
| Total current assets | 10,271,230 | 17,315,788 |
| Gas properties utilizing the full cost method of accounting: | | |
| Proved gas properties | 359,527,949 | 310,011,154 |
| Unevaluated gas properties, not subject to amortization | 23,967,560 | 26,397,982 |
| Other property and equipment | 2,535,810 | 2,314,190 |
| Total property and equipment | 386,031,319 | 338,723,326 |
| Less accumulated depreciation, depletion, and amortization | (29,484,955) | (22,849,903) |
| Property and equipment net | 356,546,364 | 315,873,423 |
| Other noncurrent assets: | | |
| Note receivable | 278,458 | 298,936 |
| Derivative asset | | 1,043,108 |
| Other | 517,820 | 663,511 |
| Total other noncurrent assets | 796,278 | 2,005,555 |
| TOTAL ASSETS | \$ 367,613,872 | \$ 335,194,766 |
| LIABILITIES AND STOCKHOLDERS EQUITY | | |
| Current Liabilities: | | |
| Accounts payable | \$ 8,667,784 | \$ 14,284,921 |
| Accrued liabilities | 3,497,603 | 2,917,575 |
| Deferred income taxes | 986,917 | 1,570,684 |
| Asset retirement liability | 81,328 | 73,047 |
| Current portion of long-term debt | 62,574 | 94,177 |
| Total current liabilities | 13,296,206 | 18,940,404 |
| Long-term debt | 89,284,726 | 60,832,110 |
| Asset retirement liability | 2,882,418 | 2,480,754 |
| Other long-term accrued liabilities | 146,616 | 154,455 |
| Derivative liability | 2,034 | |

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| | | |
|---|-----------------------|-----------------------|
| Deferred income taxes | 45,296,435 | 42,779,537 |
| TOTAL LIABILITIES | 150,908,435 | 125,187,260 |
| Commitments and contingencies (Note 10) | | |
| Stockholders' Equity: | | |
| Preferred stock, \$0.001 par value authorized 10,000,000, none issued | | |
| Common stock, \$0.001 par value authorized 125,000,000 shares; issued and outstanding 38,953,159 and 38,678,713 at September 30, 2007 and December 31, 2006, respectively | 38,953 | 38,679 |
| Paid-in capital | 187,392,501 | 186,852,852 |
| Accumulated other comprehensive income (loss) | 2,194,135 | (193,888) |
| Retained earnings | 27,300,993 | 23,740,144 |
| Less notes receivable | (221,145) | (430,281) |
| TOTAL STOCKHOLDERS' EQUITY | 216,705,437 | 210,007,506 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | \$ 367,613,872 | \$ 335,194,766 |

See accompanying Notes to Consolidated Financial Statements.

Table of Contents**GEOMET, INC. AND SUBSIDIARIES****Consolidated Statements of Operations and Comprehensive Income****(Unaudited)**

| | Three months ended | | Nine months ended | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | September 30, 2007 | September 30, 2006 | September 30, 2007 | September 30, 2006 |
| Revenues: | | | | |
| Gas sales | \$ 11,303,198 | \$ 10,916,708 | \$ 36,590,259 | \$ 33,367,653 |
| Operating fees and other | 341,099 | | 957,098 | |
| Total revenues | 11,644,297 | 10,916,708 | 37,547,357 | 33,367,653 |
| Expenses: | | | | |
| Lease operating expense | 3,559,786 | 2,509,874 | 10,353,430 | 8,183,527 |
| Compression and transportation expense | 1,165,745 | 1,040,660 | 4,033,311 | 3,172,298 |
| Production taxes | 260,125 | 259,915 | 857,806 | 764,852 |
| Depreciation, depletion and amortization | 2,346,875 | 2,168,456 | 6,687,649 | 5,748,942 |
| Research and development | 12,375 | 16,162 | 12,375 | 114,554 |
| General and administrative | 2,525,756 | 1,868,701 | 7,029,444 | 4,325,700 |
| Realized (gains) losses on derivative contracts | (1,227,572) | (551,475) | (2,524,102) | (395,271) |
| Unrealized (gains) losses on derivative contracts | (463,960) | (4,134,128) | 2,249,269 | (14,578,784) |
| Total operating expenses | 8,179,130 | 3,178,165 | 28,699,182 | 7,335,818 |
| Income from continuing operations | 3,465,167 | 7,738,543 | 8,848,175 | 26,031,835 |
| Other income (expense): | | | | |
| Interest income | 6,893 | 6,938 | 31,991 | 25,151 |
| Interest expense (net of amounts capitalized) | (1,448,065) | (738,501) | (3,583,481) | (2,367,640) |
| Other | (26,569) | (22,324) | (51,189) | (2,636) |
| Total other (expense) income | (1,467,741) | (753,887) | (3,602,679) | (2,345,125) |
| Income from continuing operations before income taxes | 1,997,426 | 6,984,656 | 5,245,496 | 23,686,710 |
| Income tax expense | 453,973 | 2,757,127 | 1,850,159 | 10,004,863 |
| Income from continuing operations | 1,543,453 | 4,227,529 | 3,395,337 | 13,681,847 |
| Discontinued operations: | | | | |
| Discontinued operations, net of tax | 44,618 | 12,164 | 165,512 | 12,164 |
| Minority interest, net of tax | | (12,164) | | (12,164) |
| Income from discontinued operations | 44,618 | | 165,512 | |
| Net income | \$ 1,588,071 | \$ 4,227,529 | \$ 3,560,849 | \$ 13,681,847 |
| Other comprehensive income, net of income taxes | | | | |
| Foreign currency translation adjustment, net of income tax of \$0 | 1,021,963 | 45,480 | 2,388,023 | 285,135 |
| Comprehensive Income | \$ 2,610,034 | \$ 4,273,009 | \$ 5,948,872 | 13,966,982 |

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Earnings per Share:

| | | | | | |
|---|----|------------|----|------------|-----------------|
| Income from continuing operations | | | | | |
| Basic | \$ | 0.04 | \$ | 0.11 | \$ 0.09 \$ 0.40 |
| Diluted | \$ | 0.04 | \$ | 0.11 | \$ 0.09 \$ 0.39 |
| Discontinued operations | | | | | |
| Basic | \$ | | \$ | | \$ |
| Diluted | \$ | | \$ | | \$ |
| Net income per common share | | | | | |
| Basic | \$ | 0.04 | \$ | 0.11 | \$ 0.09 \$ 0.40 |
| Diluted | \$ | 0.04 | \$ | 0.11 | \$ 0.09 \$ 0.39 |
| Weighted average number of common shares: | | | | | |
| Basic | | 38,726,595 | | 36,921,141 | |