

**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): October 24, 2007

FIRST ADVANTAGE CORPORATION

(Exact Name of Registrant as Specified in Its Charter)

Delaware
(State or Other Jurisdiction
of incorporation)

001-31666
(Commission File Number)

61-1437565
(IRS Employer
Identification Number)

100 Carillon Parkway
St. Petersburg, Florida 33716
(Address of principal executive offices)

(727) 214-3411
(Registrant's telephone number)

Not Applicable.
(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 Instruction 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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Item 2.02 Results of Operations and Financial Condition.

On October 24, 2007, First Advantage Corporation, a Delaware corporation, (the “Company”) announced financial results for the third quarter ended September 30, 2007. The full text of the press release issued in connection with the announcement is attached hereto as Exhibit 99.1.

The Company’s earnings release contains non-GAAP financial measures. Pursuant to the requirements of Regulation G, the Company has provided reconciliations within the press release of the non-GAAP financial measures to the most directly comparable GAAP financial measures in the text of the press release.

EBITDA and Adjusted EBITDA are presented in the earnings release. EBITDA was determined by adjusting net income for income taxes, interest expense, minority interest and depreciation and amortization. Adjusted EBITDA is EBITDA adjusted for share based compensation expense.

Although EBITDA and Adjusted EBITDA are not financial measures prepared in accordance with generally accepted accounting principles (“GAAP”), they are calculated and communicated by the Company because management believes it is of interest to investors and lenders in relation to its overall capital structure and its ability to borrow additional funds.

The Company’s calculation of EBITDA and Adjusted EBITDA may or may not be consistent with the calculation of this measure by other companies in the same industry. Investors should not view EBITDA and Adjusted EBITDA as alternatives to the GAAP measures of net income as a measure of performance, or cash flows from operating, investing and financing activities as a measure of liquidity. In addition, EBITDA and Adjusted EBITDA do not take into account changes in certain assets and liabilities as well as interest and income taxes that can affect cash flows. Management does not intend the presentation of EBITDA and Adjusted EBITDA to be considered in isolation or as a substitute for results prepared in accordance with GAAP.

The information in this current report and the exhibit hereto is being “furnished” pursuant to Item 2.02 of Form 8-K. As such, this information is not deemed to be “filed” for the purposes of Section 18 of the Securities Exchange Act of 1934 and is not incorporated by reference into any filings with the SEC unless it shall be explicitly so incorporated into such filings.

Item 9.01. Financial Statements and Exhibits

(c) Exhibits

99.1 Earnings Press Release dated October 24, 2007



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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.

FIRST ADVANTAGE CORPORATION

Date: October 24, 2007

By: /s/ John Lamson

Name: John Lamson

Title: Executive Vice President and Chief Financial Officer

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NEWS FOR IMMEDIATE RELEASE

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**FIRST ADVANTAGE CORPORATION REPORTS
OPERATING RESULTS FOR THE THIRD QUARTER OF 2007**

ST. PETERSBURG, Fla., Oct. 24, 2007—**First Advantage Corporation (NASDAQ: FADV)**, a global risk mitigation and business solutions provider, today announced operating results for the third quarter ended Sept. 30, 2007.

First Advantage reported net income of \$19.0 million (32 cents per diluted share) for the quarter ended Sept. 30, 2007, compared with net income of \$18.6 million (32 cents per diluted share) for the quarter ended Sept. 30, 2006. The results include a pre-tax charge of \$1.7 million (\$1 million after tax or 2 cents per diluted share) for costs incurred in connection with continued planned operational consolidations in the Employer Services segment.

Service revenue for the company was \$205.3 million and \$198.6 million for the quarters ended Sept. 30, 2007 and 2006, respectively.

Earnings before interest, taxes, depreciation and amortization, minority interest and share-based compensation expense (adjusted EBITDA) were \$48.6 million and \$47.3 million for the quarters ended Sept. 30, 2007 and 2006, respectively.

“We are very pleased with the results for the quarter, which underscores the diversification of our business segments,” said Anand Nallathambi, president and chief executive officer. “Significant growth in our Investigative and Litigation Support Services segment, consistent results in our Multifamily Services segment and continued improvement in our Employer Services segment minimized the impact of the turmoil in the credit markets on our overall operating results.

“The Employer Services segment reported solid revenue growth with improved margins, excluding the costs incurred in connection with continued planned operational consolidations, during the third quarter as a result of international operations, cross-sell initiatives, product expansion and improved operational efficiencies.

“Margins were down in our Lender Services and Data Services segments from the third quarter of last year as these businesses face challenges due to market conditions that have negatively impacted mortgage applications and lead generation services.”

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First Advantage's third quarter 2007 results will be discussed in more detail on **Wednesday, October 24, 2007**, at 5:00 p.m. EDT, via teleconference and webcast. The teleconference dial-in number is 877.546.1565 within the U.S. and 212.547.0422 outside the U.S., and the passcode is "Advantage". The live audio webcast of the call will be accessible from the Investor Relations section of First Advantage's Web site at www.FADV.com. An audio replay of the teleconference call will be available through November 7, 2007, by dialing 800.253.1054 within the U.S., or 203.369.3219 outside the U.S. An audio archive of the webcast will also be available for replay on First Advantage's Web site following the call.

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Summary Consolidated Income Statement (Unaudited)

| (In thousands, except per share amounts) | Three Months Ended Sept. 30, | | Nine Months Ended Sept. 30, | |
|--|------------------------------|------------|-----------------------------|------------|
| | 2007 | 2006 | 2007 | 2006 |
| Service revenue | \$ 205,306 | \$ 198,605 | \$ 614,546 | \$ 571,564 |
| Reimbursed government fee revenue | 14,107 | 13,431 | 41,926 | 39,943 |
| Total revenue | 219,413 | 212,036 | 656,472 | 611,507 |
| Cost of service revenue | 56,603 | 62,020 | 178,621 | 177,762 |
| Government fees paid | 14,107 | 13,431 | 41,926 | 39,943 |
| Total cost of sales | 70,710 | 75,451 | 220,547 | 217,705 |
| Gross margin | 148,703 | 136,585 | 435,925 | 393,802 |
| Salaries and benefits | 67,865 | 60,414 | 207,685 | 177,794 |
| Facilities and telecommunications | 8,670 | 7,625 | 24,812 | 22,205 |
| Other operating expenses | 26,754 | 24,799 | 80,544 | 70,850 |
| Depreciation and amortization | 10,862 | 9,641 | 32,044 | 28,369 |
| Income from operations | 34,552 | 34,106 | 90,840 | 94,584 |
| Interest (expense) income: | | | | |
| Interest expense | (2,946) | (3,571) | (9,269) | (10,062) |
| Interest income | 323 | 252 | 975 | 554 |
| Interest (expense) income, net | (2,623) | (3,319) | (8,294) | (9,508) |
| Equity in earnings of investee | 865 | 747 | 2,315 | 1,407 |
| Income before income taxes and minority interest | 32,794 | 31,534 | 84,861 | 86,483 |
| Provision for income taxes | 13,610 | 12,151 | 35,058 | 36,038 |
| Income before minority interest | 19,184 | 19,383 | 49,803 | 50,445 |
| Minority interest | 231 | 759 | 1,260 | 2,439 |
| Net income | \$ 18,953 | \$ 18,624 | \$ 48,543 | \$ 48,006 |
| Per share amounts: | | | | |
| Basic earnings per share | \$.32 | \$.32 | \$.83 | \$.84 |
| Basic weighted-average shares outstanding | 59,064 | 58,096 | 58,799 | 57,282 |
| Diluted earnings per share | \$.32 | \$.32 | \$.82 | \$.83 |
| Diluted weighted-average shares outstanding | 59,222 | 58,155 | 59,121 | 58,035 |
| EBITDA and adjusted EBITDA calculation: | | | | |
| Net income | \$ 18,953 | \$ 18,624 | \$ 48,543 | \$ 48,006 |
| Provision for income taxes | 13,610 | 12,151 | 35,058 | 36,038 |
| Minority interest | 231 | 759 | 1,260 | 2,439 |
| Interest expense | 2,946 | 3,571 | 9,269 | 10,062 |
| Depreciation and amortization | 10,862 | 9,641 | 32,044 | 28,369 |
| Earnings before interest, taxes, depreciation and amortization (EBITDA)* | \$ 46,602 | \$ 44,746 | \$ 126,174 | \$ 124,914 |
| Share based compensation expense | 2,039 | 2,522 | 10,942 | 8,484 |
| Adjusted EBITDA | \$ 48,641 | \$ 47,268 | \$ 137,116 | \$ 133,398 |

* EBITDA and adjusted EBITDA are not measures of financial performance under generally accepted accounting principles. EBITDA and adjusted EBITDA are used by certain investors to analyze and compare companies.

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Segment Financial Information (Unaudited)

| (In thousands, except percentages) | Three Months Ended Sept. 30, | | Nine Months Ended Sept. 30, | |
|---|------------------------------|-------------------|-----------------------------|-------------------|
| | 2007 | 2006 | 2007 | 2006 |
| Service revenue | | | | |
| Lender Services | \$ 35,110 | \$ 44,072 | \$ 123,580 | \$ 135,023 |
| Data Services | 35,138 | 37,153 | 113,874 | 108,312 |
| Dealer Services | 28,720 | 31,993 | 88,364 | 92,790 |
| Employer Services | 59,013 | 53,399 | 171,534 | 139,901 |
| Multifamily Services | 19,699 | 18,616 | 56,980 | 54,068 |
| Investigative & Litigation Support Services | 28,051 | 14,336 | 62,289 | 44,451 |
| Corporate | (425) | (964) | (2,075) | (2,981) |
| Consolidated | <u>\$ 205,306</u> | <u>\$ 198,605</u> | <u>\$ 614,546</u> | <u>\$ 571,564</u> |
| Income (Loss) from operations | | | | |
| Lender Services | \$ 6,660 | \$ 14,603 | \$ 31,002 | \$ 42,469 |
| Data Services | 9,230 | 10,283 | 31,946 | 29,185 |
| Dealer Services | 4,150 | 4,913 | 11,238 | 13,814 |
| Employer Services | 6,550 | 5,960 | 18,460 | 13,961 |
| Multifamily Services | 6,076 | 4,933 | 16,256 | 13,023 |
| Investigative & Litigation Support Services | 11,056 | 2,666 | 17,672 | 8,822 |
| Corporate | (9,170) | (9,252) | (35,734) | (26,690) |
| Consolidated | <u>\$ 34,552</u> | <u>\$ 34,106</u> | <u>\$ 90,840</u> | <u>\$ 94,584</u> |
| Operating margin percentage of service revenue | | | | |
| Lender Services | 18.97% | 33.13% | 25.09% | 31.45% |
| Data Services | 26.27% | 27.68% | 28.05% | 26.95% |
| Dealer Services | 14.45% | 15.36% | 12.72% | 14.89% |
| Employer Services | 11.10% | 11.16% | 10.76% | 9.98% |
| Multifamily Services | 30.84% | 26.50% | 28.53% | 24.09% |
| Investigative & Litigation Support Services | 39.41% | 18.60% | 28.37% | 19.85% |
| Corporate | N/A | N/A | N/A | N/A |
| Consolidated | <u>16.83%</u> | <u>17.17%</u> | <u>14.78%</u> | <u>16.55%</u> |

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About First Advantage Corporation

First Advantage Corporation (NASDAQ: FADV) combines industry expertise with information to create products and services that organizations worldwide use to make smarter business decisions. First Advantage is a leading provider of consumer credit information in the mortgage, automotive and specialty finance markets; business credit information in the transportation industry; lead generation services; motor vehicle record reports; supply chain security consulting; employment background verifications; occupational health services; applicant tracking systems; recruiting solutions; skills and behavioral assessments; business tax consulting services; insurance fraud, corporate and litigation investigations; surveillance; computer forensics; electronic discovery; data recovery; due diligence reporting; resident screening; property management software; renters insurance and consumer location services. First Advantage ranks among the top companies in all of its major business lines. First Advantage is headquartered in St. Petersburg, Fla., and has more than 4,700 employees in offices throughout the United States and abroad. More information about First Advantage can be found at www.FADV.com.

First Advantage is a majority-owned subsidiary of The First American Corporation (NYSE: FAF), a FORTUNE 500® company that traces its history to 1889. First American is America's largest provider of business information, supplying businesses and consumers with valuable information products to support the major economic events of people's lives. Additional information about the First American Family of Companies can be found at www.firstam.com.

Certain statements in this press release are forward looking. Risks and uncertainties exist that may cause results to differ materially from those set forth in these forward-looking statements. Factors that could cause the anticipated results to differ from those described in the forward-looking statements include: general volatility of the capital markets and the market price of the company's Class A common stock; the company's ability to successfully raise capital; the company's ability to identify and complete acquisitions and successfully integrate businesses it acquires; changes in applicable government regulations; the degree and nature of the company's competition; increases in the company's expenses; continued consolidation among the company's competitors and customers; unanticipated technological changes and requirements; the company's ability to identify suppliers of quality and cost-effective data; and other risks identified from time-to-time in the company's SEC filings. The forward-looking statements speak only as of the date they are made. The company does not undertake to update forward-looking statements to reflect circumstances or events that occur after the date the forward-looking statements are made. Investors are advised to consult the company's filings with the SEC, including its 2006 Annual Report on Form 10-K and subsequent amendments, for a further discussion of these and other risks.

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