



April 30, 2007

Maxor National Pharmacy Services Corp. (Maxor) and America Service Group, Inc. (NASDAQ:ASGR) announced that they have executed an asset purchase agreement for the sale of certain assets of Secure Pharmacy Plus, LLC (SPP), an indirect subsidiary of America Service Group, Inc., to Maxor. Additionally, as a part of the transaction, Maxor and Prison Health Services, Inc. (PHS), America Service Group's primary operating subsidiary, have entered into a long-term pharmacy services agreement pursuant to which Maxor will become the provider of pharmaceuticals and medical supplies to PHS.

The asset purchase agreement is effective April 30, 2007. The pharmacy services agreement will commence May 1, 2007, subject to the closing of the asset purchase agreement.

Maxor, headquartered in Amarillo, Texas, is a nationwide provider of pharmacy services. After opening its first pharmacy in 1926, Maxor became a nationwide provider of correctional pharmacy services, pharmacy benefit management services, specialty pharmacy services, infusion therapy, retail and mail order pharmacies, pharmacy consulting and pharmacy management services. More information about Maxor can be found at [www.maxor.com](http://www.maxor.com).

America Service Group Inc., based in Brentwood, Tennessee, is a leading provider of correctional healthcare services in the United States. America Service Group Inc., through its subsidiaries, provides a wide range of healthcare and pharmacy programs to government agencies for the medical care of inmates. More information about America Service Group Inc. can be found on the Company's website at [www.asgr.com](http://www.asgr.com) or [www.prisonhealthmedia.com](http://www.prisonhealthmedia.com).