

NEWFIELD EXPLORATION CO /DE/  
Form 10-Q  
August 03, 2016

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549  
FORM 10-Q  
(Mark One)

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

For the Quarterly Period Ended June 30, 2016

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: 1-12534

NEWFIELD EXPLORATION COMPANY  
(Exact name of registrant as specified in its charter)  
Delaware 72-1133047  
(State or other jurisdiction of (I.R.S. Employer  
incorporation or organization) Identification Number)

4 Waterway Square Place  
Suite 100  
The Woodlands, Texas 77380  
(Address and Zip Code of principal executive offices)

(281) 210-5100  
(Registrant's telephone number, including area code)

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 has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes ☐ No ☒

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer ☐ Accelerated filer ☐ Non-accelerated filer ☒ Smaller reporting company ☐  
(Do not check if a smaller reporting company)

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

As of July 28, 2016, there were 198,604,244 shares of the registrant's common stock, par value \$0.01 per share, outstanding.

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NEWFIELD EXPLORATION COMPANY  
CONSOLIDATED BALANCE SHEET

(In millions, except share data)

(Unaudited)

	June 30, 2016	December 31, 2015
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 165	\$ 5
Accounts receivable, net	256	262
Inventories	19	34
Derivative assets	150	284
Other current assets	48	40
Total current assets	638	625
Oil and gas properties, net — full cost method (\$1,386 and \$780 were excluded from amortization at June 30, 2016 and December 31, 2015, respectively)	3,403	3,819
Other property and equipment, net	170	172
Derivative assets	20	105
Long-term investments	21	20
Other assets	33	27
Total assets	\$4,285	\$ 4,768
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$59	\$ 41
Accrued liabilities	441	533
Advances from joint owners	77	58
Asset retirement obligations	2	2
Derivative liabilities	78	13
Total current liabilities	657	647
Other liabilities	72	48
Derivative liabilities	21	9
Long-term debt	2,430	2,467
Asset retirement obligations	204	192
Deferred taxes	29	26
Total long-term liabilities	2,756	2,742
Commitments and contingencies (Note 11)		
Stockholders' equity:		
Preferred stock (\$0.01 par value, 5,000,000 shares authorized; no shares issued)	—	—
Common stock (\$0.01 par value, 300,000,000 shares authorized at June 30, 2016 and December 31, 2015; 199,529,109 and 164,102,786 shares issued at June 30, 2016 and December 31, 2015, respectively)	2	2
Additional paid-in capital	3,231	2,436
Treasury stock (at cost, 936,218 and 612,469 shares at June 30, 2016 and December 31, 2015, respectively)	(33 )	(22 )
Accumulated other comprehensive gain (loss)	(2 )	(2 )
Retained earnings (deficit)	(2,326 )	(1,035 )
Total stockholders' equity	872	1,379

Total liabilities and stockholders' equity	\$4,285	\$ 4,768
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The accompanying notes to consolidated financial statements are an integral part of this statement.

NEWFIELD EXPLORATION COMPANY  
CONSOLIDATED STATEMENT OF OPERATIONS

(In millions, except per share data)

(Unaudited)

	Three Months Ended		Six Months Ended	
	June 30, 2016	June 30, 2015	June 30, 2016	June 30, 2015
Oil, gas and NGL revenues	\$381	\$469	\$665	\$818
Operating expenses:				
Lease operating	62	73	123	148
Transportation and processing	66	52	129	101
Production and other taxes	11			