

NEWFIELD EXPLORATION CO /DE/
Form 10-Q
August 01, 2017

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, 2017

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, smaller reporting company or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act. (Check one):

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Large accelerated filer <input type="checkbox"/>	Accelerated filer <input type="checkbox"/>	Non-accelerated filer <input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>	Emerging growth company <input type="checkbox"/>
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(Do not check if a smaller reporting company)

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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 31, 2017, there were 199,319,211 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, 2017	December 31, 2016
ASSETS		
Current assets:		
Cash and cash equivalents	\$522	\$ 555
Short-term investments	25	25
Accounts receivable, net	224	232
Inventories	19	16
Derivative assets	33	75
Other current assets	60	46
Total current assets	883	949
Oil and gas properties, net — full cost method (\$1,246 and \$1,238 were excluded from amortization at June 30, 2017 and December 31, 2016, respectively)	3,479	3,140
Other property and equipment, net	166	167
Derivative assets	1	—
Long-term investments	23	19
Restricted cash	32	25
Other assets	11	12
Total assets	\$4,595	\$ 4,312
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$44	\$ 33
Accrued liabilities	546	498
Advances from joint owners	73	54
Asset retirement obligations	2	2
Derivative liabilities	13	97
Total current liabilities	678	684
Other liabilities	67	63
Derivative liabilities	—	3
Long-term debt	2,432	2,431
Asset retirement obligations	156	154
Deferred taxes	55	39
Total long-term liabilities	2,710	2,690
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, 2017 and December 31, 2016; 200,728,889 and 200,150,392 shares issued at June 30, 2017 and December 31, 2016, respectively)	2	2
Additional paid-in capital	3,278	3,247
Treasury stock (at cost, 1,397,293 and 1,195,809 shares at June 30, 2017 and December 31, 2016, respectively)	(52)	(44)
Accumulated other comprehensive income (loss)	(1)	(2)
Retained earnings (deficit)	(2,020)	(2,265)
Total stockholders' equity	1,207	938

Total liabilities and stockholders' equity	\$4,595	\$ 4,312
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The accompanying notes to consolidated financial statements are an integral part of this statement.

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NEWFIELD EXPLORATION COMPANY
 CONSOLIDATED STATEMENT OF OPERATIONS AND COMPREHENSIVE INCOME

(In millions, except per share data)

(Unaudited)

	Three Months Ended June 30, 2017		Six Months Ended June 30, 2016	
Oil, gas and NGL revenues	\$402	\$381	\$819	\$665
Operating expenses:				
Lease operating	58	62	114	123
Transportation and processing	71	66	143	