

NEWFIELD EXPLORATION CO /DE/
Form 10-Q
April 25, 2011

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 March 31, 2011

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
(State or other jurisdiction of
incorporation or organization)

72-1133047
(I.R.S. Employer
Identification Number)

363 North Sam Houston Parkway East
Suite 100
Houston, Texas 77060
(Address and Zip Code of principal executive offices)

(281) 847-6000
(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

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(§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 <input checked="" type="checkbox"/>	Accelerated filer <input type="checkbox"/>	Non-accelerated filer <input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>
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(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 April 21, 2011, there were 134,475,257 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)

March 31,
2011December 31,
2010

ASSETS

Current assets:			
Cash and cash equivalents	\$	56	\$ 39
Accounts receivable		333	354
Inventories		93	79
Derivative assets		153	197
Other current assets		72	62
Total current assets		707	731
Property and equipment, at cost, based on the full cost method of accounting for oil and gas properties (\$1,881 and \$1,658 were excluded from amortization at March 31, 2011 and December 31, 2010, respectively)			
		12,835	12,399
Less accumulated depreciation, depletion and amortization			
		(5,977)	(5,791)
Total property and equipment, net		6,858	6,608
Derivative assets		28	39
Long-term investments		52	48
Deferred taxes		31	29
Other assets		40	39
Total assets	\$	7,716	\$ 7,494

LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities:			
Accounts payable	\$	70	\$ 92
Accrued liabilities		659	670
Advances from joint owners		41	51
Asset retirement obligation		11	11
Derivative liabilities		148	53
Deferred taxes		2	51
Total current liabilities		931	928
Other liabilities		55	56
Derivative liabilities		133	46
Long-term debt		2,428	2,304
Asset retirement obligation		102	97
Deferred taxes		739	720
Total long-term liabilities		3,457	3,223
Commitments and contingencies (Note 12)		—	—

Stockholders' equity:			
Preferred stock (\$0.01 par value, 5,000,000 shares authorized; no shares issued)		—	—
Common stock (\$0.01 par value, 200,000,000 shares authorized at March 31, 2011 and December 31, 2010; 136,147,671 and 135,910,641 shares issued at March 31, 2011 and December 31, 2010, respectively)		1	1
Additional paid-in capital		1,459	1,450
Treasury stock (at cost, 1,703,460 and 1,664,538 shares at March 31, 2011 and December 31, 2010, respectively)		(51)	(41)
Accumulated other comprehensive loss		(9)	(12)
Retained earnings		1,928	1,945
Total stockholders' equity		3,328	3,343
Total liabilities and stockholders' equity	\$	7,716	\$ 7,494

The accompanying notes to consolidated financial statements are an integral part of this statement.

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NEWFIELD EXPLORATION COMPANY
CONSOLIDATED STATEMENT OF INCOME
(In millions, except per share data)
(Unaudited)

	Three Months Ended March 31,	
	2011	2010
Oil and gas revenues	\$545	\$458
Operating expenses:		
Lease operating	93	67
Production and other taxes	71	25
Depreciation, depletion and amortization	166	147
General and administrative	37	36
Other	—	8
Total operating expenses	367	283
Income from operations	178	175
Other income (expenses):		
Interest expense	(40)	(38)
Capitalized interest	18	12
Commodity derivative income (expense)	(182)	237
Other	(1)	2
Total other income (expense)	(205)	