

CABOT OIL & GAS CORP
Form 10-Q
April 27, 2018
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

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

For the quarterly period ended March 31, 2018

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

Commission file number 1-10447

CABOT OIL & GAS CORPORATION

(Exact name of registrant as specified in its charter)

DELAWARE 04-3072771

(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification Number)

Three Memorial City Plaza

840 Gessner Road, Suite 1400, Houston, Texas 77024

(Address of principal executive offices including ZIP code)

(281) 589-4600

(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 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 of this chapter) 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, a 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):

Large accelerated filer Accelerated filer

Non-accelerated filer Smaller reporting company

(Do not check if a smaller reporting company) Emerging growth 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 Exchange Act). Yes No

As of April 25, 2018, there were 451,487,754 shares of Common Stock, Par Value \$0.10 Per Share, outstanding.

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PART I. FINANCIAL INFORMATION

ITEM 1. Financial Statements

CABOT OIL & GAS CORPORATION

CONDENSED CONSOLIDATED BALANCE SHEET (Unaudited)

(In thousands, except share amounts)	March 31, 2018	December 31, 2017
ASSETS		
Current assets		
Cash and cash equivalents	\$964,928	\$ 480,047
Accounts receivable, net	170,000	216,004
Income taxes receivable	81,420	56,666
Inventories	12,448	8,006
Derivative instruments	5,551	—
Current assets held for sale	—	1,440
Other current assets	1,771	2,794
Total current assets	1,236,118	764,957
Properties and equipment, net (Successful efforts method)	3,146,252	3,072,204
Equity method investments	120,501	86,077
Assets held for sale	6,807	778,855
Derivative instruments	5,762	2,239
Other assets	22,961	23,012
	\$4,538,401	\$ 4,727,344
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	\$ 174,662	\$ 238,045
Current portion of long-term debt	304,000	304,000
Accrued liabilities	11,570	27,441
Interest payable	12,257	27,575
Derivative instruments	8,002	30,637
Current liabilities held for sale	—	2,352
Total current liabilities	510,491	630,050
Long-term debt, net	1,218,231	1,217,891
Deferred income taxes	291,280	227,030
Asset retirement obligations	45,507	43,601
Liabilities held for sale	1,867	15,748
Postretirement benefits	29,722	29,396
Other liabilities	34,787	39,723
Total liabilities	2,131,885	2,203,439
Commitments and contingencies		
Stockholders' equity		
Common stock:		
Authorized — 960,000,000 shares of \$0.10 par value in 2018 and 2017, respectively		
Issued — 476,081,339 shares and 475,547,419 shares in 2018 and 2017, respectively	47,608	47,555
Additional paid-in capital	1,742,668	1,742,419
Retained earnings	1,251,568	1,162,430
Accumulated other comprehensive income (loss)	2,383	2,077
Less treasury stock, at cost:		
23,263,707 shares and 14,935,926 shares in 2018 and 2017, respectively	(637,711)	(430,576)
Total stockholders' equity	2,406,516	2,523,905

\$4,538,401 \$4,727,344

The accompanying notes are an integral part of these condensed consolidated financial statements.

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CABOT OIL & GAS CORPORATION
CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS (Unaudited)
Three
Months
Ended
March 31,
(In thousands, except per share amounts) 2018 2017
OPERATING REVENUES