

SWIFT ENERGY CO
Form 10-Q
May 10, 2016

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, 2016
Commission File Number 1-8754
SWIFT ENERGY COMPANY
(Exact Name of Registrant as Specified in Its Charter)
Texas 20-3940661
(State of Incorporation) (I.R.S. Employer Identification No.)

17001 Northchase Drive, Suite 100
Houston, Texas 77060
(281) 874-2700
(Address and telephone number of principal executive
offices)
Securities registered pursuant to Section 12(b) of the Act:

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 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, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act.
Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

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

Indicate the number of shares outstanding of each of the Issuer's classes of common stock, as of the latest practicable date.
Common Stock 45,112,751 Shares outstanding prior to the Company's emergence from bankruptcy on April 22, 2016 (\$0.01 Par Value)
(Class of Stock) 10,000,001 Shares outstanding at April 29, 2016

SWIFT ENERGY COMPANY

FORM 10-Q

FOR THE QUARTERLY PERIOD ENDED MARCH 31, 2016

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Condensed Consolidated Balance Sheets

Swift Energy Company and Subsidiaries (Debtor-in-Possession through April 22, 2016) (in thousands, except share amounts)

	March 31, 2016	December 31, 2015
	(Unaudited)	
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 17,782	\$ 29,460
Accounts receivable	18,537	21,704
Other current assets	4,098	10,683
Total Current Assets	40,417	61,847
Property and Equipment:		
Property and Equipment, including \$18,839 of unproved property costs not being amortized at the end of each period	6,060,121	6,035,757
Less – Accumulated depreciation, depletion, and amortization	(5,673,015)	(5,577,854)
Property and Equipment, Net	387,106	457,903
Other Long-Term Assets	5,751	5,248
Total Assets	\$ 433,274	\$ 524,998
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 60,626	\$ 7,663
Accrued capital costs	9,676	—
Accrued interest	475	490
Undistributed oil and gas revenues	6,444	—
Current portion of long-term debt	339,900	324,900
Total Current Liabilities	417,121	333,053
Asset Retirement Obligation	57,614	56,390
Other Long-Term Liabilities	685	3,891
Liabilities subject to compromise	917,972	984,388
Commitments and Contingencies	—	—
Stockholders' Equity:		
Preferred stock, \$.01 par value, 5,000,000 shares authorized, none outstanding	—	—
Common stock, \$.01 par value, 150,000,000 shares authorized, 44,994,948 and 44,771,258 shares issued, and 44,752,342 and 44,591,863 shares outstanding, respectively	450	448
Additional paid-in capital	777,269	776,358
Treasury stock held, at cost, 242,606, and 179,395 shares, respectively	(2,495)	(2,491)
Retained earnings (Accumulated deficit)	(1,735,342)	(1,627,039)
Total Stockholders' Equity (Deficit)	(960,118)	(852,724)
Total Liabilities and Stockholders' Equity	\$ 433,274	\$ 524,998

See accompanying Notes to Condensed Consolidated Financial Statements.

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Condensed Consolidated Statements of Operations (Unaudited)

Swift Energy Company and Subsidiaries (Debtor-in-Possession through April 22, 2016) (in thousands, except per-share amounts)

	Three Months Ended March 31,	
	2016	2015
Revenues:		
Oil and gas sales	\$34,367	\$67,358
Price-risk management and other, net	(95) 979
Total Revenues	34,272	68,337
Costs and Expenses:		
General and administrative, net	8,118	12,556
Depreciation, depletion, and amortization	17,245	60,698
Accretion of asset retirement obligation	1,291	1,365
Lease operating cost	12,307	19,034
Transportation and gas processing	5,055	5,323
Severance and other taxes	2,332	5,132
Interest expense, net (excludes contractual interest expense of \$17,320 on senior notes subject to compromise for the three months ended March 31, 2016)	8,066	18,228
Write-down of oil and gas properties	77,732	502,569
Reorganization items	10,429	—
Total Costs and Expenses	142,575	624,905
Income (Loss) Before Income Taxes	(108,303) (556,568)
Provision (Benefit) for Income Taxes	—	(79,491)
Net Income (Loss)	\$(108,303)	\$(477,077)