

Oasis Petroleum Inc.  
Form 10-Q  
November 06, 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 September 30, 2018

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: 1-34776

Oasis Petroleum Inc.

(Exact name of registrant as specified in its charter)

Delaware	80-0554627
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

1001 Fannin Street, Suite 1500	77002
Houston, Texas	
(Address of principal executive offices)	(Zip Code)

(281) 404-9500

(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 every Interactive Data File required to be submitted 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 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.

Large accelerated filer ☒ Accelerated filer ☐

Non-accelerated filer ☐ Smaller reporting company ☐

Emerging growth company ☐

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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 ý

Number of shares of the registrant's common stock outstanding at November 1, 2018: 318,434,087 shares.

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FOR THE QUARTER ENDED SEPTEMBER 30, 2018  
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## PART I — FINANCIAL INFORMATION

## Item 1. — Financial Statements (Unaudited)

## Oasis Petroleum Inc.

## Condensed Consolidated Balance Sheets

(Unaudited)

	September 30, 2018	December 31, 2017
	(In thousands, except share data)	
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 16,892	\$ 16,720
Accounts receivable, net	428,184	363,580
Inventory	31,409	19,367
Prepaid expenses	6,444	7,631
Derivative instruments	—	344
Intangible assets, net	375	—
Other current assets	192	193
Total current assets	483,496	407,835
Property, plant and equipment		
Oil and gas properties (successful efforts method)	8,671,144	7,838,955
Other property and equipment	1,088,781	868,746
Less: accumulated depreciation, depletion, amortization and impairment	(2,859,788)	(2,534,215)
Total property, plant and equipment, net	6,900,137	6,173,486
Derivative instruments	—	9
Long-term inventory	12,610	12,200
Other assets	20,188	21,600
Total assets	\$ 7,416,431	\$ 6,615,130
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities		
Accounts payable	\$ 17,206	\$ 13,370
Revenues and production taxes payable	287,333	213,995
Accrued liabilities	307,526	236,480
Accrued interest payable	20,574	38,963
Derivative instruments	180,129	115,716
Advances from joint interest partners	3,878	4,916
Other current liabilities	40	40
Total current liabilities	816,686	623,480
Long-term debt	2,633,009	2,097,606
Deferred income taxes	230,504	305,921
Asset retirement obligations	51,357	48,511
Derivative instruments	33,017	19,851
Other liabilities	7,775	6,182
Total liabilities	3,772,348	3,101,551
Commitments and contingencies (Note 17)		
Stockholders' equity		
Common stock, \$0.01 par value: 900,000,000 and 450,000,000 shares authorized at September 30, 2018 and December 31, 2017, respectively; 320,507,783 shares issued and 318,419,144 shares outstanding at September 30, 2018 and 270,627,014 shares	3,157	2,668

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issued and 269,295,466 shares outstanding at December 31, 2017

Treasury stock, at cost: 2,088,639 and 1,331,548 shares at September 30, 2018 and December 31, 2017, respectively	(28,985	) (22,179	)
Additional paid-in capital	3,070,642	2,677,217	
Retained earnings	460,712	717,985	
Oasis share of stockholders' equity	3,505,526	3,375,691	
Non-controlling interests	138,557	137,888	
Total stockholders' equity	3,644,083	3,513,579	
Total liabilities and stockholders' equity	\$ 7,416,431	\$ 6,615,130	

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

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Oasis Petroleum Inc.  
Condensed Consolidated Statements of Operations  
(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
	(In thousands, except per share data)			
Revenues				
Oil and gas revenues	\$452,643	\$248,648	\$1,212,235	\$704,533
Purchased oil and gas sales	46,356	21,195	121,971	56,917
Midstream revenues	31,187	18,767		