

Edgar Filing: EOG RESOURCES INC - Form 8-K

EOG RESOURCES INC
Form 8-K
November 03, 2003

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report: November 3, 2003

EOG RESOURCES, INC.
(Exact name of registrant as specified in its charter)

Delaware	1-9743	47-0684736
(State or other	(Commission	(I.R.S. Employer
jurisdiction	File	Identification No.)
of incorporation or	Number)	
organization)		

333 Clay	
Suite 4200	77002
Houston, Texas	(Zip code)
(Address of principal	
executive offices)	

713/651-7000
(Registrant's telephone number, including area code)

EOG RESOURCES, INC.

Item 9. Regulation FD Disclosure

I. Fourth Quarter and Full Year 2003 Forecast

The forecast items for the fourth quarter and full year 2003 set forth below for EOG Resources, Inc. (EOG) are based on current available information and expectations as of the date of this document. This forecast replaces and supersedes any previously issued guidance or forecast.

Estimates are provided in the attached table, which is

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incorporated by reference herein.

II. 2003 Fourth Quarter and 2004 Natural Gas and Crude Oil Financial Price Swap and Natural Gas Financial Collar Contracts

With the objective of enhancing the certainty of future revenues, from time to time EOG enters into NYMEX-related financial commodity price swap and collar contracts. In addition to these financial transactions, EOG is a party to various physical commodity contracts for the sale of hydrocarbons that cover varying periods of time and have varying pricing provisions. The financial impact of these various physical commodity contracts is included in revenues which in turn affects average realized hydrocarbon prices.

Presented below is a summary of EOG's 2003 fourth quarter and 2004 natural gas and crude oil financial price swap contracts and natural gas financial collar contracts as of November 3, 2003. EOG did not enter into any additional contracts since EOG filed its Current Report on Form 8-K on October 16, 2003. EOG accounts for these price swap and collar contracts using the mark-to-market accounting method.

(a) Natural Gas Financial Price Swap Contracts

	Average Price (\$/MMBtu)	Net Volume (MMBtud)
2003		
October (closed)	\$4.70	205,000
November (closed)	4.97	40,000
December	5.19	40,000
2004		
January	\$5.57	30,000
February	5.50	30,000
March	5.37	30,000
April	4.89	30,000
May	4.80	30,000
June	4.80	30,000
July	4.80	30,000
August	4.80	30,000
September	4.78	30,000
October	4.80	30,000

(b) Crude Oil Financial Price Swap Contracts

	Average Price (\$/Bbl)	Volume (Bbld)
2003		
October (closed)	\$24.90	5,000
November	24.70	5,000
December	24.47	5,000

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2004		
January	\$29.80	2,000
February	29.37	2,000
March	28.87	2,000
April	28.42	2,000
May	28.05	2,000
June	27.70	2,000
July	26.86	1,000

(c) Natural Gas Financial Collar Contracts

		Floor Price		Ceiling Price	
	Volume	Floor	Weighted	Ceiling	Weighted
	(MMBtud)	Range	Average	Range	Average
		(\$/MMBtu)	(\$/MMBtu)	(\$/MMBtu)	(\$/MMBtu)
2003(1)					
October (closed)	125,000	\$3.60 - 3.90	\$3.75	\$4.73 - 5.90	\$5.27
November (closed)	255,000	3.77 - 5.07	4.38	4.90 - 6.04	5.42
December	255,000	3.92 - 5.27	4.57	5.05 - 6.18	5.61
2004					
January (2)	330,000	\$5.06 - 5.88	\$5.38	\$5.86 - 6.69	\$6.29
February (2)	330,000	5.02 - 5.78	5.31	5.82 - 6.62	6.24
March (2)	330,000	4.93 - 5.53	5.16	5.73 - 6.40	6.10
April	375,000	4.47 - 4.71	4.59	4.93 - 5.30	5.13
May	375,000	4.47 - 4.75	4.58	4.93 - 5.19	5.09
June	375,000	4.47 - 4.75	4.58	4.93 - 5.19	5.09
July	375,000	4.47 - 4.75	4.58	4.93 - 5.19	5.09
August	375,000	4.47 - 4.75	4.58	4.93 - 5.19	5.09
September	375,000	4.47 - 4.75	4.58	4.93 - 5.19	5.09
October	375,000	4.47 - 4.75	4.58	4.93 - 5.19	5.09