

RANGE RESOURCES CORP
Form 8-K
October 20, 2014

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 (Date of earliest event reported):

October 20, 2014 (October 16, 2014)

RANGE RESOURCES CORPORATION

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction

of incorporation)

001-12209
(Commission

File Number)

34-1312571
(IRS Employer

Identification No.)

100 Throckmorton, Suite 1200

Ft. Worth, Texas
(Address of principal executive offices)

76102
(Zip Code)

Registrant's telephone number, including area code: (817) 870-2601

(Former name or former address, if changed since last report): Not applicable

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligations of the registrant under any of the following provisions (see General Instruction A.2. below):

- .. Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- .. Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- .. Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- .. Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Range Resources Corporation

ITEM 1.01 Entry into a Material Definitive Agreement

On October 16, 2014, Range Resources Corporation (Range) entered into an amended and restated revolving credit agreement with JPMorgan Chase Bank, N.A., as administrative agent, and other lenders and agents party thereto (the Credit Agreement). The Credit Agreement is initially a senior secured reserve based revolving credit facility with an aggregate maximum principal amount of \$4.0 billion, a borrowing base of \$3.0 billion and aggregate lender commitments of \$2.0 billion. The new agreement has a maturity date of October 16, 2019.

The Credit Agreement is guaranteed by all current and any future material domestic subsidiaries of Range. The agreement provides for the issuance of letters of credit in an aggregate stated amount not to exceed \$500 million. Additionally, upon the receipt of an investment grade rating from either Moody's Investors Service, Inc., or Standard & Poor's Ratings Services, Range may elect to release collateral securing the facility and forego adding future guarantors (the Investment Grade Period).

Range can make borrowings under the credit facility at (i) the Alternate Base Rate, plus a margin ranging from 0.25% to 1.25% during a non-Investment Grade Period and from 0.125% to 0.75% during an Investment Grade Period or (ii) for Eurodollar borrowings, at the LIBOR Rate, plus a margin ranging from 1.25% to 2.25% during a non-Investment Grade Period and from 1.125% to 1.75% during an Investment Grade Period. The undrawn portion of the total commitments will be subject to a commitment fee ranging from 0.300% to 0.375% during a non-Investment Grade Period and from 0.150% to 0.300% during an Investment Grade Period.

During a non-Investment Grade Period, the applicable margin and commitment fee are dependent upon borrowings relative to the then-effective borrowing base, whereas during an Investment Grade Period the applicable margin and commitment fees are determined by the highest credit rating. During a non-Investment Grade Period, the borrowing base will be redetermined by the lenders annually beginning May 1, 2015, and at certain other times as permitted under the agreement. Range and the lenders may each request one unscheduled borrowing base redetermination between each scheduled redetermination, as well as a redetermination in connection with a material acquisition. The borrowing base may be automatically reduced by certain divestitures or upon cancellation of certain hedging positions.

The Credit Agreement contains customary financial and non-financial covenants. Range must maintain (i) a ratio of Consolidated Funded Debt to Consolidated EBITDAX less than or equal to 4.25 to 1.0, (ii) a ratio of Consolidated Current Assets to Consolidated Current Liabilities greater than or equal to 1.0 to 1.0, and (iii) during any Investment Grade Period when Range does not have both (a) a senior unsecured rating from Moody's of Baa3 or better and (b) a corporate credit rating from S&P of BBB- or better, a ratio of the PV-9 of its oil and gas properties to Consolidated Funded Debt greater than or equal to 1.50 to 1.00.

In addition, the Credit Agreement contains various covenants that limit, among other things, Range's ability to: incur indebtedness; grant liens; engage in certain mergers, consolidations, liquidations and dissolutions; engage in certain sales of assets; make distributions and dividends; enter into transactions with affiliates; and make certain acquisitions and investments. The Credit Agreement allows Range to hedge up to 90% of its Projected Volume.

If an event of default exists under the Credit Agreement, the lenders will be able to accelerate the maturity of the credit facility and exercise other rights and remedies. An event of default includes, among other things: nonpayment of principal when due; nonpayment of interest, fees or other amounts (subject to a five-day grace period); material inaccuracy of representations and warranties; violation of covenants; cross-default in excess of \$125 million beyond any applicable grace period; bankruptcy events; certain ERISA events; judgments in excess of \$125 million; and a change in control.

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During any non-Investment Grade Period, the Credit Agreement will be secured by sufficient mortgages on Range's oil and gas properties such that the PV-9 of mortgaged properties represent at least 180% of total bank Commitments. In addition, the Credit Agreement will be secured by the pledge of the equity interests in Restricted Subsidiaries, and a security interest granted in certain other assets of Range and any subsidiary guarantors.

The preceding summary of the material terms of the Credit Agreement is qualified in its entirety by the full text of the Credit Agreement, which is filed herewith as Exhibit 10.1. In the event of any discrepancy between the preceding summary and the text of the Credit Agreement, the text of the Credit Agreement shall control.

ITEM 9.01. Financial Statements and Exhibits

(d) Exhibits

10.1 Credit Agreement dated October 16, 2014 among Range Resources Corporation, as borrower, JP Morgan Chase Bank, N.A. as Administrative Agent and Letter of Credit Issuer and each other Letter of Credit Issuer from time to time party thereto

Exhibit index

Exhibit Number	Exhibit Description
10.1	Credit Agreement dated October 16, 2014 among Range Resources Corporation, as borrower, JP Morgan Chase Bank, N.A. as Administrative Agent and Letter of Credit Issuer and each other Letter of Credit Issuer from time to time party thereto

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

RANGE RESOURCES CORPORATION

By: /s/ ROGER S. MANNY

Roger S. Manny

*Executive Vice President and Chief
Financial Officer*

Date: October 20, 2014