

KEY ENERGY SERVICES INC
Form 8-K
January 03, 2018

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): January 3, 2018 (December 31, 2017)

KEY ENERGY SERVICES, INC.

(Exact name of registrant as specified in its charter)

Delaware
(State or other Jurisdiction

of Incorporation)

001-08038
(Commission

File Number)
1301 McKinney Street, Suite 1800

04-2648081
(IRS Employer

Identification No.)

Edgar Filing: KEY ENERGY SERVICES INC - Form 8-K

Houston, Texas 77010

(Address of principal executive offices and Zip Code)

713-651-4300

(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

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))
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.

Item 5.02 Departure of Directors or Certain Officers; Election of Directors; Appointment of Certain Officers; Compensatory Arrangements of Certain Officers.

Key Energy Services, Inc., a Delaware corporation (the *Company*) recently adopted modifications to its equity compensation program that were disclosed within a Form 8-K filed with the Securities and Exchange Commission on December 5, 2017 (the *Previous Form 8-K*). Company employees, including the Company's named executive officers, that received equity awards pursuant to the Key Energy Services, Inc. 2016 Equity and Cash Incentive Plan (the *LTIP*) during the 2016 calendar year and during the 2017 calendar year prior to September 13, 2017 (the *Prior Awards*) were generally given the election to either retain the Prior Awards, or forfeit all the Prior Awards that were originally scheduled to vest in September 2018 or beyond (the *Remaining Prior Awards*) in exchange for a new grant of equity awards made up of 50% time-vested restricted stock unit (*RSU*) awards and 50% performance share awards (together, the *New Equity Awards*).

The Company's named executive officers each chose to forfeit the Remaining Prior Awards and receive the New Equity Awards. The forfeiture of the Remaining Prior Awards and the grant of the New Equity Awards will become effective December 31, 2017. The Prior Awards that were not subject to the forfeiture election vested or will vest in accordance with the original terms of the Prior awards. The Company's named executive officers received the following number of New Equity Awards, which will be governed by the terms of the Time RSU Award and the Performance RSU Award attached as Exhibits 10.2 and 10.3 of the Previous Form 8-K, as applicable, and the terms of the LTIP.

| Officer and Title | Time-based RSU Award (# of shares) | Performance Share Award (# of target shares) |
|---------------------------------------------------------------------------------------------------------|-----------------------------------------------|-----------------------------------------------------------------|
| Robert Drummond, <i>President and Chief Executive Officer</i> | 150,637 | 150,637 |
| Marshall Dodson, <i>Sr. Vice President and Chief Financial Officer</i> | 76,518 | 76,518 |
| Dave Brunnert, <i>Sr. Vice President and Chief Operating Officer</i> | 60,000 | 60,000 |
| Scott Miller, <i>Sr. Vice President Operational Services and Chief Accounting Officer</i> | 35,544 | 35,544 |
| Katherine Hargis, <i>Senior Vice President, General Counsel and Corporate Secretary</i> | 32,500 | 32,500 |

SIGNATURE

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.

KEY ENERGY SERVICES, INC.

Date: January 3, 2018

By: /s/ Katherine I. Hargis
Katherine I. Hargis
Senior Vice President, General Counsel and
Corporate Secretary