

COMSTOCK RESOURCES INC

Form SC 13G/A

February 14, 2018

CUSIP No. 205768302

13G

Page 1 of 9 Pages

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

SCHEDULE 13G

Under the Securities Exchange Act of 1934

(Amendment No. 1)*

Comstock Resources, Inc.

(Name of Issuer)

Common Stock, \$.50 Par Value

(Title of Class of Securities)

205768302

(CUSIP Number)

December 31, 2017

(Date of Event Which Requires Filing of this Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

Rule 13d-1(b)

Rule 13d-1(c)

Rule 13d-1(d)

* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934 (Act) or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

CUSIP No. 205768302

13G

Page 2 of 9 Pages

1 NAMES OF REPORTING PERSONS

Knighthood Capital Management, LLC

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a) (b)

3 SEC USE ONLY**4** CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

5 SOLE VOTING POWER

NUMBER OF

SHARES

0

6 SHARED VOTING POWER

BENEFICIALLY

OWNED BY

1,714,172*

EACH

7 SOLE DISPOSITIVE POWER

REPORTING

PERSON

0

8 SHARED DISPOSITIVE POWER

WITH

1,714,172*

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,714,172*

10 CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

<10.0%*

12 TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

IA

* The Reporting Person indirectly holds convertible notes of the Issuer that are convertible into shares of the Issuer's common stock. However, pursuant to the indentures governing the convertible notes, the Reporting Person cannot convert notes, without 61 days prior written notice, that would result in the Reporting Person beneficially owning in excess of 9.99% of the Issuer's outstanding shares of common stock upon conversion. See Item 4.

1 NAMES OF REPORTING PERSONS

Thomas A. Wagner

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a) (b)

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

United States of America

5 SOLE VOTING POWER

NUMBER OF

SHARES **6** 0 SHARED VOTING POWER

BENEFICIALLY

OWNED BY **7** 1,714,172* SOLE DISPOSITIVE POWER
EACH

REPORTING

PERSON **8** 0 SHARED DISPOSITIVE POWER

WITH

1,714,172*

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,714,172*

10 CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

<10.0%*

12 TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

IN

* The Reporting Person indirectly holds convertible notes of the Issuer that are convertible into shares of the Issuer's common stock. However, pursuant to the indentures governing the convertible notes, the Reporting Person cannot convert notes, without 61 days prior written notice, that would result in the Reporting Person beneficially owning in excess of 9.99% of the Issuer's outstanding shares of common stock upon conversion. See Item 4.

CUSIP No. 205768302

13G

Page 4 of 9 Pages

1 NAMES OF REPORTING PERSONS

Ara D. Cohen

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a) (b)

3 SEC USE ONLY**4 CITIZENSHIP OR PLACE OF ORGANIZATION**

United States of America

5 SOLE VOTING POWER

NUMBER OF

SHARES **6** 0 SHARED VOTING POWER

BENEFICIALLY

OWNED BY
EACH **7** 1,714,172* SOLE DISPOSITIVE POWER

REPORTING

PERSON **8** 0 SHARED DISPOSITIVE POWER

WITH

1,714,172*

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,714,172*

10 CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

<10.0%*

12 TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

IN

- * The Reporting Person indirectly holds convertible notes of the Issuer that are convertible into shares of the Issuer's common stock. However, pursuant to the indentures governing the convertible notes, the Reporting Person cannot convert notes, without 61 days prior written notice, that would result in the Reporting Person beneficially owning in excess of 9.99% of the Issuer's outstanding shares of common stock upon conversion. See Item 4.

CUSIP No. 205768302

13G

Page 5 of 9 Pages

1 NAMES OF REPORTING PERSONS

Knighthood GP, LLC

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a) (b)

3 SEC USE ONLY**4** CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

5 SOLE VOTING POWER

NUMBER OF

SHARES

0

6 SHARED VOTING POWER

BENEFICIALLY

OWNED BY

1,714,172*

EACH

7 SOLE DISPOSITIVE POWER

REPORTING

PERSON

0

8 SHARED DISPOSITIVE POWER

WITH

1,714,172*

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,714,172*

10 CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

<10.0%*

12 TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

OO

- * The Reporting Person indirectly holds convertible notes of the Issuer that are convertible into shares of the Issuer's common stock. However, pursuant to the indentures governing the convertible notes, the Reporting Person cannot convert notes, without 61 days prior written notice, that would result in the Reporting Person beneficially owning in excess of 9.99% of the Issuer's outstanding shares of common stock upon conversion. See Item 4.

CUSIP No. 205768302

13G

Page 6 of 9 Pages

1 NAMES OF REPORTING PERSONS

Knighthood Master Fund, L.P.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a) (b)

3 SEC USE ONLY**4** CITIZENSHIP OR PLACE OF ORGANIZATION

Cayman Islands

5 SOLE VOTING POWER

NUMBER OF

SHARES **6** 0 SHARED VOTING POWER

BENEFICIALLY

OWNED BY
EACH **7** 1,714,172* SOLE DISPOSITIVE POWER

REPORTING

PERSON **8** 0 SHARED DISPOSITIVE POWER

WITH

1,714,172*

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,714,172*

10 CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

<10.0%*

12 TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

PN

- * The Reporting Person holds convertible notes of the Issuer that are convertible into shares of the Issuer's common stock. However, pursuant to the indentures governing the convertible notes, the Reporting Person cannot convert notes, without 61 days prior written notice, that would result in the Reporting Person beneficially owning in excess of 9.99% of the Issuer's outstanding shares of common stock upon conversion. See Item 4.

CUSIP No. 205768302

13G

Page 7 of 9 Pages

Item 1(a). Name of Issuer: Comstock Resources, Inc. (the Issuer)

Item 1(b). Address of Issuer's Principal Executive Offices:

5300 Town and Country Blvd., Suite 500

Frisco, Texas 75034

Item 2(a). Name of Persons Filing:

This Schedule 13G is being filed by:

- i. Knighthead Capital Management, LLC (the Investment Manager).
- ii. Knighthead GP, LLC (the Fund GP).
- iii. Knighthead Master Fund, L.P. (the Master Fund).
- iv. Mr. Thomas A. Wagner and Mr. Ara D. Cohen (collectively, the Founders) (the Founders, together with the Investment Manager, the Fund GP and the Master Fund, the Reporting Persons).

Item 2(b). Address of Principal Business Office or, if None, Residence:

1140 Avenue of the Americas, 12th Floor

New York, NY 10036

Item 2(c). Citizenship:

| | |
|---------------------|--------------------------|
| Investment Manager: | Delaware |
| Fund GP: | Delaware |
| Master Fund: | Cayman Islands |
| Founders: | United States of America |

Item 2(d). Title of Class of Securities: Common Stock, \$.50 Par Value (Common Stock)

Item 2(e). CUSIP Number: 205768302

Item 3. If this statement is filed pursuant to Rule 13d-1(b), or 13d-2(b) or (c), Check Whether the Person Filing is
a:

Not applicable.

Item 4. Ownership.

The information set forth in rows 5 through 11 of the cover pages to this Schedule 13G is incorporated by reference. The percentage set forth in row 11 is based on 15,427,561 outstanding shares of Common Stock, as reported in the Issuer's Form 10-Q filed on November 2, 2017, plus 1,714,172 shares of Common Stock issuable to the Holders (as defined below) upon conversion of the Convertible Notes (as defined below), giving effect to the limitation disclosed below.

The Master Fund and certain other entities directly or indirectly advised by the Investment Manager (the Holders) directly hold the Issuer's convertible notes (the Convertible Notes) that are convertible into shares of Common Stock. However, pursuant to the indentures governing the Convertible Notes, a Holder cannot convert the Convertible Notes, without 61 days' prior written notice, that would result in such Holder beneficially owning in excess of 9.99% of the Issuer's outstanding shares of Common Stock upon conversion.

The Fund GP serves as general partner to the Master Fund and may be deemed to beneficially own shares of Common Stock that are beneficially owned by the Master Fund. The Investment Manager serves as investment manager and/or advisor to the Holders, including the Master Fund. The Founders, together, control the Investment Manager. The Investment Manager and the Founders may be deemed to indirectly beneficially own shares of Common Stock that are beneficially owned by the Holders.

Item 5. Ownership of Five Percent or Less of a Class.

Not applicable.

Item 6. Ownership of More than Five Percent on Behalf of Another Person.

The Holders have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of, the shares of Common Stock (the Economic Interest) reported as beneficially owned by the Investment Manager, the Fund GP and the Founders. The Economic Interest of the Master Fund exceeds five percent of the Common Stock.

Item 7. Identification and Classification of the Subsidiary which Acquired the Security Being Reported on By the Parent Holding Company or Control Person.

Not applicable.

Item 8. Identification and Classification of Members of the Group.

Not applicable.

Item 9. Notice of Dissolution of Group.

Not applicable.

Item 10. Certification.

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having

that purpose or effect.

Page 8 of 9 Pages

SIGNATURES

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated: February 14, 2018

Knighthead Capital Management, LLC

By: /s/ Thomas A. Wagner
Name: Thomas A. Wagner
Title: Managing Member

Knighthead GP, LLC

By: /s/ Thomas A. Wagner
Name: Thomas A. Wagner
Title: Authorized Signatory

Knighthead Master Fund, L.P.

By: Knighthead GP, LLC, its general partner

By: /s/ Thomas A. Wagner
Name: Thomas A. Wagner
Title: Authorized Signatory

/s/ Thomas A. Wagner
Thomas A. Wagner

/s/ Ara D. Cohen
Ara D. Cohen