

RANGE RESOURCES CORP

Form 11-K

June 29, 2006

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**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549
FORM 11-K
ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**

(Mark one)

- ☐ **Annual report pursuant to Section 15(d) of the Securities Exchange Act of 1934
For the fiscal year ended December 31, 2005**
- ☐ **Transition report pursuant to Section 15(d) of the Securities Exchange Act of 1934.
For the transition period from _____ to _____
Commission File Number 001-12209**
- A. Full title of the plan and address of the plan, if different from the issuer named below
**RANGE RESOURCES CORPORATION
401 (k) PLAN**
- B. Name of issuer of the securities held pursuant to the plan and address of its principle executive office
**Range Resources Corporation
777 Main Street, Suite 800
Fort Worth, Texas, 76012**
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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Administrative Committee and Participants of the
Range Resources Corporation 401(k) Plan

We have audited the accompanying statements of net assets available for benefits of the Range Resources Corporation 401(k) Plan as of December 31, 2005 and 2004, and the related statements of changes in net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting.

Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Range Resources Corporation 401(k) Plan as of December 31, 2005 and 2004, and the changes in net assets available for benefits for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of assets held at end of year is presented for the purposes of additional analysis and is not a required part of the basic financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ Whitley Penn
Fort Worth, Texas
May 19, 2006

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**RANGE RESOURCES CORPORATION 401(k) PLAN
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**

	December 31,	
	2005	2004
Assets		
Investments, at fair value:		
Shares of registered investment companies:		
Mutual funds	\$ 18,820,143	\$ 5,212,544
Common collective trust	4,026,615	1,271,155
Range Resources common stock	17,062,600	7,246,181
Participant loans	607,208	254,552
 Total assets	 40,516,566	 13,984,432
 Liabilities		
Liability for excess contribution	66,799	
 Net assets available for benefits	 \$ 40,449,767	 \$ 13,984,432

See accompanying notes to financial statements.

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**RANGE RESOURCES CORPORATION 401(k) PLAN
STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS**

	Year Ended December 31,	
	2005	2004
Additions to net assets		
Investment income:		
Net realized and unrealized gains on investments	\$ 8,887,690	\$ 4,267,858
Interest and dividends	705,965	108,196
Total investment income	9,593,655	4,376,054
Transfers from another trust	15,080,181	
Contributions:		
Non-cash:		
Employer stock	873,000	770,100
Cash:		
Participant	2,076,364	997,075
Employer match	646,538	
Rollover	54,078	
Total contributions	3,649,980	1,767,175
Total additions to net assets	28,323,816	6,143,229
Deductions from net assets		
Benefits paid to participants	1,858,481	1,112,147
Participant loans terminated due to withdrawal of participants		37,096
Total deductions from net assets	1,858,481	1,149,243
Net increase in net assets available for benefits	26,465,335	4,993,986
Net assets available for benefits at beginning of year	13,984,432	8,990,446
Net assets available for benefits at end of year	\$ 40,449,767	\$ 13,984,432

See accompanying notes to financial statements.

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**RANGE RESOURCES CORPORATION 401(k) PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2005 and 2004**

A. Description of the Plan

Plan Description

The following description of the Range Resources Corporation 401(k) Plan (the **Plan**) provides only general information. The Plan is sponsored by Range Resources Corporation (the **Company** or **Plan Sponsor**). Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General

The Plan was established effective January 1, 1989 as a defined contribution plan covering employees of the Company who are eighteen years of age or older. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (**ERISA**).

On January 1, 2005, the Company merged the net assets of the Great Lakes Energy Partners, LLC 401(k) Plan in the amount of \$15.1 million into the Plan. The assets of this plan have been recorded as **Transfers from another trust** in the accompanying statement of changes in net assets available for benefits for the year ended December 31, 2005.

The purpose of the Plan is to encourage employees to save and invest, systematically, a portion of their current compensation in order that they may have a source of additional income upon their retirement, or for their family in the event of death.

Contributions

Participants may contribute up to 50% of pre-tax annual compensation, as defined by the Plan. Contributions are subject to limitations on annual additions and other limitations imposed by the Internal Revenue Code (the **Code**) as defined in the Plan agreement. Integrated contributions are equal to 5.7% of each active participant's eligible compensation in excess of the social security taxable wage base in 2005 and 2004.

Employees who are eligible to make salary deferral contributions under the Plan and who have attained age 50 before the close of the Plan year, are eligible for catch-up contributions in accordance with and subject to the limitations imposed by the Code.

Participants must be employed on the last day of the Plan year, and complete 1,000 hours of service during the Plan year to be eligible to receive profit sharing contributions. Each year the Board of Directors determines the percentage of employee salaries that the Company will contribute as a profit sharing contribution. In 2005 and 2004, the Company made profit sharing contributions, in the form of Company stock, at the rate of 3% and 6% of an eligible participant's salary, which approximated \$873,000 and \$770,000, respectively.

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RANGE RESOURCES CORPORATION 401(k) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

A. Description of the Plan continued**Contributions continued**

At the discretion of the Board of Directors, the Company may elect to contribute a matching contribution based on the amounts of salary reduction of the participants. Effective January 1, 2005, the Company began making matching cash contributions to participant accounts. The cash match during 2005 was \$0.50 on the dollar (per pay period) up to the first 6% of participant contributions, which approximated \$647,000.

Participant Accounts

Each participant's account is credited with the participant's elective contribution, employer contribution(s), and earnings thereon. Allocations are based on participant earnings or account balances as defined in the Plan. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Vesting

Participants are immediately fully vested in their elective contributions plus actual earnings thereon. Vesting in the Company contribution portion of accounts plus actual earnings thereon is as follows:

Years of Service	Vested Percentage
Less than One (1) year	0%
One (1) year	40%
Two (2) years	80%
Three (3) or more years	100%

A year of service for vesting purposes is defined as a period in which a participant completes at least 1,000 hours of service.

Loans

Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50% of their vested account balance. Loan terms range from one to five years or, in the case of a loan to acquire or construct the primary residence of a participant, a period not to exceed a repayment period used by commercial lenders for similar loans. The loans are secured by the balance in the participant's account and bear interest at the prime rate plus 2.00%, as defined by the Participant Loan Program. Interest rates for 2005 and 2004, ranged from 4.0% to 10.5%. Principal and interest are paid ratably through payroll deductions.

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**RANGE RESOURCES CORPORATION 401(k) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)**

A. Description of the Plan continued

Benefit Payments

Participants withdrawing during the year for reasons of service or disability, retirement, death, or termination are entitled to their vested account balance. Benefits are distributed in the form of rollovers, lump sums, installment payments, or through the purchase of an annuity contract. If withdrawing participants are not entitled to their entire account balance, the amounts not received are forfeited and reallocated to the remaining participants once it is assured that a break in service was incurred by the withdrawing participant. Disbursements for benefits are recorded when paid.

A participant may receive a hardship distribution from salary reduction contributions if the distribution is: (1) on account of uninsured medical expenses incurred by the participant, their spouse or dependents; (2) to purchase (excluding mortgage payments) a principal residence of the participant; (3) for the payment of post-secondary tuition expenses; or, (4) needed to prevent eviction of the participant from his or her principal residence or foreclosure upon the mortgage of the participant's principal residence.

Forfeitures

Forfeited balances of terminated participants' non-vested accounts are reallocated to the account balances of the remaining participants.

Administrative Expenses

The Plan Sponsor pays administrative expenses of the Plan. During 2005 and 2004, the Plan Sponsor paid approximately \$23,000 and \$16,700, respectively, of Plan expenses on behalf of the Plan.

B. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plan are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of additions to and deductions from net assets available for benefits during the reporting period. Actual results could differ from these estimates.

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**RANGE RESOURCES CORPORATION 401(k) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)**

B. Summary of Significant Accounting Policies continued

Investment Valuation and Income Recognition

Investments are valued at fair market value as of December 31, 2005 and 2004. The common stock of the Company is valued at the last reported sales price on the last business day of the Plan year.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net realized gains or losses on investments is the difference between the proceeds received upon the sale of investments and the market value of investments as of the end of the preceding year or the average cost of those assets if acquired during the current year.

Unrealized appreciation or depreciation of investments represents the increase or decrease in market value during the year.

These investments are subject to market or credit risks customarily associated with equity investments. Participant loans are recorded at the unpaid principal balance, which approximates fair value.

Contributions

Contributions from participants and the Company are accrued in the period in which they are deducted in accordance with salary deferral agreements and as they become obligations of the Company, as determined by the Plan's administrator.

Payment of Benefits

Benefits are recorded when paid.

Plan Expenses

Employees of the Company perform certain administrative functions with no compensation from the Plan. Administrative costs of the Plan are paid by the Company and are not reflected in the accompanying financial statements.

C. Investments

Participants may direct their 401(k) salary deferrals to be invested into any of the nineteen investment funds offered by the Plan as well as common stock of the Company.

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RANGE RESOURCES CORPORATION 401(k) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

C. Investments continued

Non-cash profit sharing contributions made in the form of the Company's common stock, by the Company, can be redirected by participants into any of the nineteen investment options offered by the Plan.

The following table presents the individual investments that exceeded 5% of the Plan's net assets available for benefits at December 31:

Description	2005
Range Resources common stock	\$ 17,062,600
American Growth Fund of America R3	4,785,515
DWS Stable Value Trust-Institutional Shares	4,026,615
DWS Dreman High Return Equity A	2,887,749

Description	2004
Range Resources common stock	\$ 7,246,181
American Growth Fund of America R3	1,410,876
Scudder Stable Value Fund	1,271,155
Scudder Dreman High Return Equity A	929,015

Common stock of the Company represented approximately 42% and 52% of total net assets available for benefits at December 31, 2005 and 2004, respectively.

During 2005 and 2004, the Composition of the Plan's net realized and unrealized gains on investments was as follows:

	2005	2004
Mutual Funds	\$ 1,060,198	\$ 470,673
Range Resources common stock	7,827,492	3,797,185
Common Collective Trust		
	\$ 8,887,690	\$ 4,267,858

D. Tax Status

The Plan has received a determination letter from the Internal Revenue Service (IRS) dated August 20, 2003, stating that the Plan is qualified under Section 401(a) of the Code and, therefore, the related trust is exempt from federal income taxation. The Plan has been amended since receiving the determination letter. The Company has adopted the Scudder Trust Company Prototype Defined Contribution Plan, which has been approved by the IRS for use by employers as a qualified plan. Once qualified, the Plan is required to operate in conformity with the Code to maintain its qualification. The Company believes the Plan is being operated in compliance with the applicable requirements of the Code and, therefore, believes that the Plan is qualified and the related trust is tax exempt.

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RANGE RESOURCES CORPORATION 401(k) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

E. Forfeitures

At December 31, 2005 and 2004, the balance in the forfeiture account approximated \$60,000 and \$36,000, respectively. In 2005, there was approximately \$36,000 of forfeitures reallocated to participants. In 2004, there was approximately \$6,000 of forfeitures reallocated to participants.

F. Transactions with Parties-in-Interest

Participants have the option to invest their salary deferrals into the common stock of the Company or shares of mutual funds managed by Scudder. Scudder acts as trustee for these investments as defined by the Plan. Transactions in such investments qualify as parties-in-interest transactions, which are exempt from the prohibited transaction rules.

G. Plan Termination

Although it has not expressed any intent to do so, the Company has the right to terminate the Plan at any time, subject to the provisions of ERISA. In the event of such termination of the Plan, participants would become fully vested and the net assets of the Plan would be distributed among the participants in accordance with ERISA.

H. Reconciliation of Financial Statements to Form 5500

The following is a reconciliation of net assets available for benefits as of December 31, 2005 and 2004, per the financial statements to the Form 5500:

	2005	2004
Net assets available for benefits per the financial statements	\$ 40,449,767	\$ 13,984,432
Liability for excess contributions	66,799	
Net assets available for benefits per the Form 5500	\$ 40,516,566	\$ 13,984,432

The reconciling items noted above are due to the difference in the method of accounting used in preparing the Form 5500 as compared to the Plan's financial statements. The modified cash basis of accounting was used in preparing the Form 5500, whereas the Plan's financial statements have been prepared on the accrual basis of accounting as required by accounting principles generally accepted in the United States of America.

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SUPPLEMENTAL SCHEDULE

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RANGE RESOURCES CORPORATION 401(k) PLAN
FORM 5500, SCHEDULE H, LINE 4i, SCHEDULE OF ASSETS (HELD AT END OF YEAR)
December 31, 2005

EIN: 34-1312571

Plan: 002

(a)	(b) Identity of Issuer	(c) Description of Investments	(d) Cost **	(e) Current Value
*	Range Resources Corp.	Common Stock	**	\$ 17,062,600
	American Funds	The Growth Fund of America Class R3		4,785,515
*	DWS	Stable Value Trust Institutional Shares	**	4,026,615
*	DWS	Dreman High Return Equity A	**	2,887,749
	Oppenheimer	Global Fund Class N	**	1,830,139
*	DWS	Core Fixed Income Fund Class A	**	1,595,363
*	DWS	Mid Cap Growth Fund Class A	**	1,573,420
*	DWS	Moderate Allocation Fund Class A	**	1,451,480
*	DWS	Equity 500 Index Fund Investment Class	**	1,296,120
	Allianz	NFJ Small Cap Value A	**	741,021
*	DWS	Value Builder Fund Class A	**	673,949
*	DWS	RREEF Real Estate Securities Fund Class A	**	472,673
	Lord Abbett	Mid-Cap Value Fund Class P	**	460,992
*	DWS	International Select Equity Fund Class A		427,688
	Pimco	Real Return Fund Class R	**	259,588
*	DWS	Micro Cap Fund Class A		222,922
*	DWS	Growth Allocation Fund Class A	**	72,768
*	DWS	Conservative Allocation Fund Class A	**	68,489
*	DWS	Growth Plus Allocation Fund Class A	**	267
*	Participant loans	4.0 % 10.5 %; 1 5 years	-0-	607,208

\$ 40,516,566

* A party in interest
as defined by
ERISA

** Cost not
necessary due to
partipant-directed
investments in
mutual funds,
common
collective trust
and common
stock

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SIGNATURE

The Plan. Pursuant to the requirements of the Securities Exchange Act of 1934, the trustee has duly caused this annual report to be signed on their behalf by the undersigned hereunto duly authorized.

**RANGE RESOURCES CORPORATION
401(k) PLAN**

Date: June 27, 2006

/s/ Roger S. Manny

Roger S. Manny, *Trustee*

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Exhibit Index

NUMBER	Exhibit
23*	Consent of independent accountants
99.1*	Certification of the December 31, 2005 Annual Report on Form 11-K, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, by the Principal Executive Officer and Principal Financial Officer of the Plan.

* included
herewith

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