RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 01-0314038

APPLICATION OF SILVERBOW RESOURCES OPERATING, LLC (781915) FOR CERTIFICATION PURSUANT TO TAC §3.101 FOR ALL GAS PRODUCTION FROM THE NMC EF (282221) LEASE, WELL NO. 1H IN THE DESIGNATED TIGHT FORMATION IN THE HAWKVILLE (EAGLE FORD SHALE) FIELD, LA SALLE COUNTY, TEXAS

FINAL ORDER

The Commission finds that after statutory notice of the application made by Silverbow Resources Operating, LLC (Operator No. 781915), in the above-numbered docket heard on September 25, 2018, the presiding Technical Examiner and Administrative Law Judge ("Examiners") have made and filed an Examiner's report and recommendation containing findings of fact and conclusions of law, for which service was not required; that the proposed application is in compliance with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the Examiners' report and recommendation, the findings of fact and conclusions of law contained therein, hereby adopts as its own the findings of fact and conclusions of law contained therein, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that the application of Silverbow Resources Operating, LLC to amend the Tax Exemption Certification for the NMC EF (282221) Lease, Well No. 1H, Docket No. F-01-221205, for 100% of gas produced from perforations between 12,943 feet measured depth (MD) to 20,391 feet MD is hereby approved. The well was completed in a manner such that the well produces from the Hawkville (Eagle Ford Shale) Field in La Salle County, which has been designated as a tight gas formation in Oil and Gas Docket No. 01-0264919. Commission Form ST-1 Application for Texas Severance Tax Incentive Certification for the Silverbow Resources Operating, LLC, NMC EF (282221) Lease, Well No. 1H, (API No. 42-283-35968), was originally certified for 91% of gas eligible, on June 7, 2018.

Pursuant to §2001.144(a)(4)(A), of the Texas Government Code, and by agreement of the Parties in writing or on the record, the parties have waived right to file a Motion for Rehearing and this Final Order is effective on the date the Master Order relating to the Final Order is signed.

Done this 11th day of December 2018.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated December 11, 2018)