

**QUICKSILVER RESOURCES INC.**  
**RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES BEFORE WORKING**  
**CAPITAL CHANGES TO NET CASH PROVIDED BY OPERATING ACTIVITIES**  
**In thousands - Unaudited**

	<b>For the Three Months</b>		<b>For the Year</b>	
	<b>Ended December 31,</b>		<b>Ended December 31,</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
Net cash provided by operating activities before working capital changes	\$ 206,688	\$ 47,406	\$ 580,083	\$ 263,388
Working capital changes:				
Accounts receivable	(36,539)	(21,177)	(53,071)	(14,423)
Prepaid expenses and other assets	(629)	(6,350)	(5,448)	(4,805)
Accounts payable	17,221	18,428	7,602	18,939
Income taxes payable	(147)	45,855	(46,561)	46,012
Accrued and other liabilities	(4,148)	(26,757)	(26,039)	9,993
Total working capital changes	<u>(24,242)</u>	<u>9,999</u>	<u>(123,517)</u>	<u>55,716</u>
Net cash provided by operating activities	<u>\$ 182,446</u>	<u>\$ 57,405</u>	<u>\$ 456,566</u>	<u>\$ 319,104</u>

As required by Regulation G promulgated by the Securities and Exchange Commission, the following schedule is a reconciliation of our unaudited net cash provided by operating activities before working capital changes, a non-GAAP financial measure, for the quarter and year ended December 31, for the 2007 and 2008 periods, to net cash provided by operating activities for these periods determined in accordance with accounting principles generally accepted in the United States of America ("GAAP"). Our management uses net cash provided by operating activities before working capital changes as a supplemental performance measure to assess cash flow generated by our operations in a manner that is unaffected by timing differences associated with changes in working capital.

Our management believes that presenting net cash provided by operating activities before working capital changes as supplemental information will enhance investors' understanding of our cash flows for the periods presented. Specifically, our management believes that this non-GAAP measure provides useful information by excluding changes in working capital that constitute timing differences, particularly when such timing differences vary significantly from period to period, and will enhance the ability of investors to compare our net cash provided by operating activities from period to period.