



January 17, 2013

Mr. Reggie Golden
Union North LLC
10345 Ute Highway
Longmont, CO 80504

RE: Notice of Drilling Operations: Union Ten (10) Well Horizontal/Directional Pad
W/2N/2 Section 5, T2N-R68W – See Attached Map for Wells and Location

Dear Mr. Golden, Union North LLC,

In accordance with the requirement of Rule 305.e.(1).B. of the Colorado Oil and Gas Conservation Commission (COGCC), this letter serves as a 30 day notice by Synergy Resources Corporation (SRC) of its intention to conduct drilling operations on the above captioned wells.

I will be contacting you shortly to schedule a consultation to discuss the location of the wellsite(s), access roads, production facilities and other related matters; however however the well location(s) may be staked prior to consultation. Pursuant to Rule 306, you may also use the enclosed postage pre-paid postcard to request a consultation or to designate a representative for surface consultation. You may waive the 30 day notice requirement; if so desired, please indicate on the enclosed postcard.

Also, enclosed is a site diagram that depicts the area, per COGCC rules, within which the well(s) may be located, and the proposed location of the well(s), access road(s). and production facility. Additionally, enclosed please find a copy of the COGCC's brochure describing surface owner rights and responsibilities, and a copy of the COGCC's on-site inspection policy.

As the surface owner you have the responsibility for notifying any affected tenant farmer, lessee or other party that may own or have an interest in any crops or surface improvements that could be affected by these proposed operations.

Should you have any questions regarding SRC's operations, please feel free to contact me at 970-518-6205.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Craig Rasmuson', is written over a faint, larger blue ink signature.

Craig Rasmuson
Vice President of Operations