



May 23, 2013

Director
Colorado Oil and Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, CO 80203

Re: Request for Exception to Rule 318A(a)
Phelps Wells - 12 Well Horizontal Pad in the Southeast of the Northeast Quarter
of Section 32, Township 1 North, Range 66 West, Weld County, Colorado,
6th P.M.
Including: Phelps J-32CHZ, 11-32NHZ, 11-32CHZ, A-32NHZ, A-32CHZ, 12-
32NHZ, 12-32CHZ, K-32NHZ, K-32CHZ, 13-32NHZ, 13-32CHZ, B-32CHZ

Lat 40.010114 / Long -104.792191

All wells spaced 20' apart on surface

Dear Director,

Synergy Resources respectfully requests the Director approve an exception to Rule 318A to allow the TK Farms well(s), listed above to be drilled at the above referenced location. Rule 318A(a) of the Colorado Oil and Gas Commission's Rules and Regulations requires the well(s) drilled in a square with sides four hundred (400) feet in length, the center of which is the center of any quarter/quarter or a square with sides eight hundred (800) feet in length, the center of which is the center of the quarter section. The well being permitted is an exception location at the request of the surface owner.

Synergy Resources Corporation has obtained written permission from the surface owner. Should you have any questions, please contact Craig Rasmuson at (970) 737-1073. Thank you for your consideration.

Sincerely,

Craig Rasmuson

Craig Rasmuson
Synergy Resources Corporation