



March 28, 2014

Mr. Matthew Lepore, Director  
Colorado Oil and Gas Conservation Commission  
1120 Lincoln Street, Suite 801  
Denver, Colorado 80203

**Re: Exception Setback Request to Rule 603.a.(2)**  
**Oil and Gas Location: Markham HZ Prospect**  
**Township 4 North, Range 68 West, 6th PM**  
**Surface Location: SE/4 of the NW 1/4 , Section 9**  
**Weld County, Colorado**

Dear Mr. Lepore:

Synergy Resources Corporation (SRC) is planning on drilling wells at the above referenced oil and gas location, which is within one hundred and fifty (150) feet from the west property line of the property owned by James Hofmeister. SRC hereby requests an exception to Rule 603.a.(2). This exception is requesting in an effort to minimize the amount of surface disturbance and the impact to surrounding land uses. SRC has obtained written consent from James Hofmeister (the offset surface owner). A signed copy of the Land Lease Agreement and the Oil and Gas Lease with James Hofmeister was submitted with the Oil and Gas Location Assessment.

SRC respectfully requests that the COGCC approve the requested exception setback request and Oil and Gas Location Assessment for the Markham project. Thank you for your attention to this matter. Please contact Craig Rasmuson at (970) 737-1073 with any questions or concerns.

Sincerely,

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

Craig Rasmuson  
Chief Operating Officer  
Synergy Resources Corporation