

SYNERGY RESOURCES CORPORATION – PHELPS A-32CHZ – API: 05-123-37682

Proposed Casing Repair – Planned to begin work on Tuesday 5/27/2014

Ran Caliper Log - Shows 7" Intermediate Casing is parted @ 1800'.

- 1. Plan to pull casing above part @ 1800'.**
- 2. Dress stub.**
- 3. Re-run 7" Intermediate w/ Casing Patch (Overshot)**
- 4. Latch stub & re-land 7" casing.**
- 5. Install 4-1/2" Frac String.**
- 6. Resume Codell Frac via Frac String.**