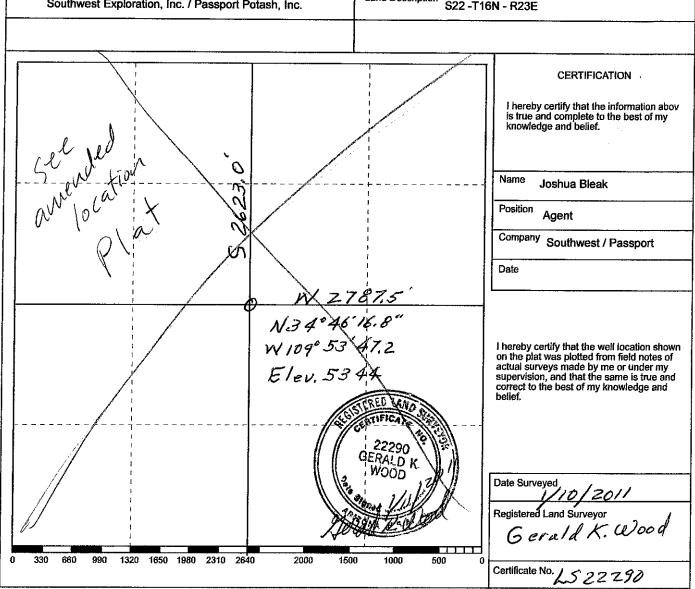
APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL	. (X)		RE-ENTER (OLD WELL
NAME OF COMPANY OR OPERATOR				
Southwest Exploration, Inc. / Passport Po	otash, Inc.			
Address	City			, , , , , , , , , , , , , , , , , , , ,
3266 W. Galveston #101			State	Phone Number
	Apac	he Junction	Arizona	480-288-6530
Drilling Contractor K & M Drilling				
Address 2432 Private Drive, Camp Verde, A	rizona 86322			
		WELL AND LEASE		
Federal, State or Indian Lease Number, or if fee lease, n ASLD 08-113257		Well number PP-2011-04		Elevation (ground) 5344.0 5328
Nearest distance from proposed location to property or le		Distance from proposed well on the same lease:	location to nearse	et drilling, completed or applied-for
_	988			
Number of acres in lease	+2623.0- feet	N/A	- 11 1 4 -	feet
640		Number of wells on leas	e, including this w	ell, completed in or drilling to this reservoir:
		0		
If lease purchased with one or more wells Nam drilled, from whom purchased.	ie	1	Address	
•				
Well location (give footage from section lines) -8 2623.0' ₩ 2787.5' /989' ⟨\$ ← 23	Section - Towns S22 - T16N	hip - Range or Block and S - R23E	urvey	Dedication per A.A.C. R12-7-104(A)(3)
Field and reservoir (if wildcat, so state)	· · · · · · · · · · · · · · · · · · ·	County		TWY
Wildcat - Strati	graphic - Potash	Navajo		
Distance in miles and direction from nearest town or post	office Approx. 15 mile	es SE of Holbrook, A		
Proposed depth:	Rotary or cable tools			date work will start
1450'	Ro	otary / Core	February	date work will start 2011
Bond status On File	Organization Report		Filing Fee of 8	\$25.00
Amount \$50,000	On file X Or a	attached	Attached X	
Remarks	-/,			
Amended l	ocation			
API 02-017-20039				
THE SA SIL ACCOUNT		<u></u>		
CERTIFICATE: I, the undersigned, under the pe			ıt	of the
Southwest Exploration Inc./Passpor	t (company), and	d that I am authorized b	y said company	to make this report; and that this
FOUTHWEST Exploration, Inc. Passpor report was prepared under my supervision and di	rection and that the facts	stated therein are true,	correct and con	plete to the best of my knowledge.
			flet 1)
		Signa tur e		
Mall completed form to: Oll and Gas Program Administrator Arizona Geological Survey			1-2	1-2011
416 W. Congress, #100 Tucson, AZ 85701-1315		Date		''
1022				
Permit Number: /022		:	STATE OF A	RIZONA
Approval Date: 2-4-2011	<i>r</i>			TION COMMISSION
Approved By: SLR	> 1		oplication to Dril	Į.
(Jave given all information	7)	File Two C	i i
NOTICE: Before sending in this form be sure that you h requested. Much unnecessary corresponden	ce will thus be avoided.	Form No. 2		
		Form No. 3		

(Complete Reverse Side)



PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Тор	Bottom	Cementing Depths	Sacks Cement	Туре
6.625" 4.5"	20.1 11.8 lbs / ft	PWT HWT	53441	1450' TD	50' Plug at Fresh / Salt Interval	6-9 Bags for Surface Casing	Driller Supplied

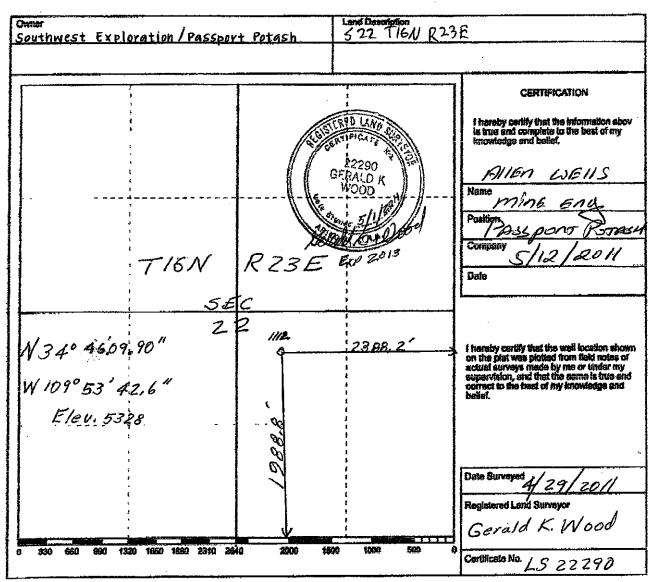
Location Change Only

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER APPLICATION TO DRILL X RE-ENTER OLD WELL NAME OF COMPANY OR OPERATOR Southwest Exploration, Inc. / Passport Potash, Inc. State Phone Number 3266 W. Galveston #101 Apache Junction Arizona 480-288-6530 **Driffing Contractor** K & M Drilling 2432 Private Drive, Camp Verde, Arizona 88322 Address DESCRIPTION OF WELL AND LEASE Federal, State or Indian Lease Number, or if fee lease, name of lessor Well number Elevation (ground) Twin Buttes Ranch PP-2011-04 5328' Nearest distance from proposed location to property or lease line: Distance from proposed location to nearset drilling, completed or applied for well on the same lease: 1988 feet Number of acres in lease Number of wells on lease, including this well, completed in or drilling to this reservoir: 640 If lease purchased with one or more wells drilled, from whom purchased. Address Well location (give footage from section lines) 1988.8' FSL; 2388.2' FEL Section - Township - Range or Block and Survey Dedication per A.A.C. R12-7-104(A)(3) S22 - T16N - R23E Field and reservoir (if wildcat, so state) Wildcat - Stratigraphic - Potash Navajo Distance in miles and direction from nearest town or post office Approx. 15 miles SE of Holbrook, AZ Proposed depth: 1450 Rotary or cable tools Rotary / Core Approximate date work will start May, 2011 On File Organization Report Bond status Filing Fee of \$25.00 \$50,000 Amount Or attached Attached X Remarks Amended location API 02-017-20039 CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: (company), and that I am authorized by said sompany is make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct age te best of my knowledge. Signature Mail completed form to: Oil and Gas Program Administrator Arizona Geological Survey 416 W. Congress, #300 Tucson, AZ 85701-1315 Date Permit Number: 1022 STATE OF ARIZONA 5-13-11 Approval Date: OIL & GAS CONSERVATION COMMISSION Approved By: Application to Drill or Re-enter File Two Copies Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided. Form No. 3

P/N	
1022	

- 1. Operator shall outline on the plat the acreage dedicated to the wall in compliance with A.A.C. R12-7-107.
- 2. A registered surveyor shall show on the plat the location of the well and certify this information in the space provided.
- 3. ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- 4. Is the operator the only owner in the dedicated acreage outlined on the plat below? YES 🔼 NO ____
- 5. If the enewer to question four is no, have the interests of all owners been consolidated by communitization agreement or otherwise?

 YES _____ NO ____ If enswer is yes, give type of consolidation ______
- 6. If the answer to question four is no, list all the owners and their respective interests below:



PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Тар	Bottom	Comenticy Depths	Secks Cement	Тура
6-625" 4-5"	20·1 11·8 Lbs/ft	PWT HWT	·	1450'TD	50' Plug at Fresh/Salt Interval	6-9 Bags for surface Casing	Driller Supplied