APPLICATION FOR PERMIT TO DRILL OR RE-ENTER
APPLICATION TO DRILL

NAME OF COMPANY OR OPERATOR

American West Potash

Address
6001 Mt. St. Elias, Suite 28005
Denver, CO 80202

City
State
Phone Number

Stewart Bros.

Address
PO Box 2067
Milan, NM 87021

Drilling Contractor

DESCRIPTION OF WELL AND LEASE

Well number
AWP 17

Elevation (ground)
5728'

Federal, State or Indian Lease Number, or if lease, name of lessee

Nearest distance from proposed location to property or lease line:

Well name

Number of acres in lease
640

Number of wells on lease, including this well, completed in or drilling to this reservoir:

If lease purchased with one or more wells drilled, from whom purchased:

Well location (gives coordinates from section lines)
?35L 6.55 & 716.5 Fel

Section - Township - Range or Block and Survey
Section 3, T17N, R25E

Fluid and reservoir (if applicable, so state)
Holbrook Basin

County
Apache

Distance in miles and direction from nearest town or post office
39 Miles east of Holbrook

Proposed depth:
1600'

Bond status
On File

Organization Report
Rotary

Filing Fee of $26.00
Attached

Remarks
Potash Exploration

Amended Location

API 02-001-20432

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the

President

of the

American West Potash

(company), and that I am authorized by said company to make this report; and that this
report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Signature

Date

1-14-2012

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Drill or Re-enter
File Two Copies

Form No. 3

Permit Number
1087

Approval Date
2-6-2012

Approved By

NOTICE: Before signing this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.
1. Operator shall outline on the plat the acreage dedicated to the well 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 answer to question four is no, have the interests of all owners been consolidated by communization agreement or otherwise?  YES _____ NO _____ If answer is yes, give type of consolidation ____________________________

6. If the answer to question four is no, list all the owners and their respective interests below:

<table>
<thead>
<tr>
<th>Owner</th>
<th>Land Description</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Section 3, T17N, R25E</td>
</tr>
</tbody>
</table>

CERTIFICATION

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Name

Position

Company

Date

I hereby certify that the well location shown on the plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed 12-22-2011

Registered Land Surveyor

Gerald K. Wood
Certificate No. LS 22290

PROPOSED CASING PROGRAM

<table>
<thead>
<tr>
<th>Size of Casing</th>
<th>Weight</th>
<th>Grade &amp; Type</th>
<th>Top</th>
<th>Bottom</th>
<th>Cementing Depths</th>
<th>Sacks Cement</th>
<th>Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>8 3/4&quot;</td>
<td></td>
<td></td>
<td>0</td>
<td>0</td>
<td>± 800'</td>
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<td>7&quot;</td>
<td></td>
<td></td>
<td>0</td>
<td>0</td>
<td>1500-1800</td>
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APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL □
RE-ENTER OLD WELL □

NAME OF COMPANY OR OPERATOR

American West Potash

Address

162118th Street

City

Denver

State

CO

Phone Number

303-834-2289

Drilling Contractor

Stewart Bros

Address

PO Box 2067

City

Milan

State

NM

Phone Number

87021

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian System Number, or if fee lease, name of lessor

Private

Well number

AWP 17

Elevation (ground)

5723

Nearest distance from proposed location to property or lease line:

506' from SE corner of Sinking

feet

Well distance from proposed location to nearest drilling, completed or applied for

T17N R25E

well on the same lease:

—

Number of acres in lease

640

Number of wells on lease, including this well, completed in or drilling to this reservoir:

—

If lease purchased with one or more wells drilled from whom purchased

Name

Address

Well location (give footage from section lines)

from S line 80S., from E line 76.5', Sec. 3, T17N R25E

Section - Township - Range or Block and Survey

Apache

County

Distance in miles and direction from nearest town or post office

32 Miles from Holbrook

Field and reservoir (if wildcat, no state)

Holbrook Basin

Proposed depth:

1600'

Rotary or cable tools

Rotary

Organization Report

On File

Rentale

Potash Exploration Amended Location

Approximate date work will start

2-20-2012

Filing Fee of $25.00

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION

Application to Drill or Re-enter
File Two Copies

Permit Number:

1087

Approval Date:

2-14-2012

Approved By:

S. C. Riley

NOTICE: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.

Form No. 3

(Complete Reverse Side)
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Name
Position
Company
Date

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Date Surveyed: 2/11/2012
Registered Land Surveyor: Gerald K. Wood
Certificate No: 2S 22290

PROPOSED CASING PROGRAM

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