APPLICATION FOR PERMIT TO DRILL OR RE-ENTER
APPLICATION TO DRILL \f
RE-ENTER OLD WELL 1:\n
NAME OF COMPANY OR OPERATOR
American West Potash

Address 600 17th St., Suite 2800S
Denver, CO 80202

Drilling Contractor
Stewart Bros.

Address PO Box 2067
Milan, NM 87021

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if lease issued, name of lessee
08-114-275 ASLD

Well number
AWP 18

Elevation (feet)
5873

Reservoir distance from proposed location to property or lease line:
NW Corner - Sect 35

Number of acres in lease
640

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


Well location (give footage from section lines)
368'-6" N 297'-F' E 

Section - Township - Range or Block and Survey
Sec. 36, T18N, R25E

Dedication per A.G.C. R12-7-104(A)(b)
N/A

Field and reservoir (if wildcat, so state)
Holbrook Basin

County Apache

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

Proposed depth 1,600

Rotary or cable tool
ROTOR

Organization Report
On file

Remarks Potash Exploration

API 02-001 - 20433

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
1-16-2012

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Drill or Re-enter
File Two Copies
Form No. 3

(Complete Reverse Side)
1. Operator shall outline on the plat the acreage dedicated to the well in compliance with A.A.C. 12-7-107.

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>NW 1/4 Sec. 36, T18N, 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 12-21-2011
Registered Land Surveyor

**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>± 800</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>7 &quot;</td>
<td></td>
<td></td>
<td>0</td>
<td>± 1600</td>
<td>bottom up</td>
<td></td>
<td></td>
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</tbody>
</table>