

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL

RE-ENTER OLD WELL

NAME OF COMPANY OR OPERATOR
American West Potash

Address City State Phone Number
600 17th St., Suite 2000S. Denver CO, 80202 303-634-2239

Drilling Contractor
Stewart Bros.

Address
PO Box 2067 Milon, N.M. 87021

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor <i>Private</i>	Well number <i>AWP 20</i>	Elevation (ground) <i>5623</i>
Nearest distance from proposed location to property or lease line: <i>SW Corner of sec 33 96' feet</i>	Distance from proposed location to nearest drilling, completed or applied-for well on the same lease: <i>—</i> feet	
Number of acres in lease <i>640</i>	Number of wells on lease, including this well, completed in or drilling to this reservoir: <i>—</i>	

If lease purchased with one or more wells drilled, from whom purchased. Name Address
—

Well location (give footage from section lines) <i>96' from W. line 43' from S line</i>	Section - Township - Range or Block and Survey <i>Sec. 33, T19N R26E</i>	Dedication per A.A.C. R12-7-104(A)(3) <i>n/a</i>
Field and reservoir (if wildcat, so state) <i>Holbrook Basin</i>	County <i>Apache</i>	

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

Proposed depth: <i>1600'</i>	Rotary or cable tools <i>Rotary</i>	Approximate date work will start <i>2-15-2012</i>
Bond status <i>on file</i>	Organization Report <input checked="" type="checkbox"/> On file <input type="checkbox"/> Or attached	Filing Fee of \$25.00 Attached

Remarks
Potash exploration

API 02-001-20434

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
Patricia Perry

Date
1-14-2012

Mail completed form to:
Oil and Gas Program Administrator
Arizona Geological Survey
416 W. Congress, #100
Tucson, AZ 85701-1915

Permit Number: *1089*

Approval Date: *2-6-2012*

Approved By: *SL Paritz*

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

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION

Application to Drill or Re-enter
File Two Copies

Form No. 3

(Complete Reverse Side)

5/96

PN 1089

- Operator shall outline on the plat the acreage dedicated to the well in compliance with A.A.C. R12-7-107.
- A registered surveyor shall show on the plat the location of the well and certify this information in the space provided.
- ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- Is the operator the only owner in the dedicated acreage outlined on the plat below? YES _____ NO _____
- If the answer to question four is no, have the interests of all owners been consolidated by communitization agreement or otherwise? YES _____ NO _____ If answer is yes, give type of consolidation _____
- If the answer to question four is no, list all the owners and their respective interests below:

Owner	Land Description <i>SW 1/4 Sec 33, T19N, R 26E</i>
<p style="text-align: right;">I hereby certify that the information above is true and complete to the best of my knowledge and belief.</p> <p>Name _____</p> <p>Position _____</p> <p>Company _____</p> <p>Date _____</p>	
<p style="text-align: right;">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.</p> <p>Date Surveyed <i>12/22/2011</i></p> <p>Registered Land Surveyor <i>Gerald K. Wood</i></p> <p>Certificate No. <i>LS 22290</i></p>	

PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type
<i>8 3/4"</i>			<i>0</i>	<i>± 800'</i>	<i>base Cocumino</i>		
<i>7"</i>			<i>0</i>	<i>± 1600'</i>	<i>bottom up</i>		