APPLICATION FOR PERMIT TO DRILL OR RE-ENTER
APPLICATION TO DRILL X
RE-ENTER OLD WELL
NAME OF COMPANY OR OPERATOR
American West Potash

Address
600 1st St. SW, 2600 S.
DENVER, CO 80207
303-624-2239

Drilling Contractor
Stewart Bros.

Address
P.O. Box 2067
MILAN NM 87201

DESCRIPTION OF WELL AND LEASE
Mental, State or Indian Lease Number, or if lease, name of lessor

Well number
AWP 25

Elevation (ground)
5877

Nearest distance from proposed location to property or lease line:
NW corner Sect 5 2333 feet

Distance from proposed location to nearest drilling, completed, or abandoned well on the same lot:

Number of acres in lease
640

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

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

Well location (give footage from section lines)
S 1/4 3/4 from N line W 2 3/4 from E line S 5 T 11 N R 26 E

Section - Township - Range or Block and Survey

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

County
Apache

Distance in miles east of Holbrook
37 miles east of Holbrook

Proposed depth
1700 feet

Rotary or cable tools
Rotary

Bond amount
50,000

Organizational Report
On file

Approximate date work will start
2-15-2012

Or attached

Filing fee of $25.00

Remarks
Potash exploration

API 02-001-20438

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: 1093

Approval Date: 2-6-2012

Approved By: SC Ramirez

NOTICE: Before signing in 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>NW1/4 NE1/4 Sec 5 - T17N, R26E.</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 survey 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

Gerald K. Wood
Certificate No. 1522990

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>base Coconino</td>
<td></td>
<td></td>
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<tr>
<td>7&quot;</td>
<td></td>
<td></td>
<td>0</td>
<td>±1700'</td>
<td>bottom up</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>