

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL

RE-ENTER OLD WELL

NAME OF COMPANY OR OPERATOR
Passport Potash, Inc.

Address	City	State	Phone Number
3346 W. Guadalupe Rd	Apache Junction	Arizona	480-288-6530

Drilling Contractor
K & M Drilling

Address
2432 Private Drive, Camp Verde, Arizona 88322

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor Option to Purchase Twin Buttes Ranch	Well number TBR #20	Elevation (ground) 5116'
Nearest distance from proposed location to property or lease line: 2482 feet	Distance from proposed location to nearest drilling, completed or applied-for well on the same lease: feet	
Number of acres in lease 640	Number of wells on lease, including this well, completed in or drilling to this reservoir: 0	

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

Well location (give footage from section lines) 3511' FNL; 2639' FWL	Section - Township - Range or Block and Survey S19 - T17N - R23E	Dedication per A.A.C. R12-7-104(A)(3) N/A
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Field and reservoir (If wildcat, so state) Wildcat - Stratigraphic - Potash	County Navajo
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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, 2012
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Bond status On File	Organization Report On file <input checked="" type="checkbox"/> Or attached	Filing Fee of \$25.00 Attached <input checked="" type="checkbox"/>
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Remarks

API 02-017-20069

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Agent of the Passport Potash Inc. (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

Mail completed form to:
Oil and Gas Program Administrator
Arizona Geological Survey
416 W. Congress, #100
Tucson, AZ 85701-1315

Permit Number: 1097
Approval Date: 4-23-2012
Approved By: SL Parviz

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

1097

- 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 communalization 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 C/4 Section 19, T17N, R23E
<p style="text-align: center;">SECTION 19</p> <p>N 34° 51' 23.2\" T17N R23E W 109° 56' 21.3\" W65 84 Elev. 5116 State Plane E-Zone N 1403103.26 E 767413.89</p> <div style="text-align: center;"> </div>	<p style="text-align: center;">CERTIFICATION</p> <p>I hereby certify that the information shown 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>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 4/05/2012</p> <p>Registered Land Surveyor Gerald K. Wood LS. 22290</p> <p>Certificate No. LS 22290</p>

PROPOSED CASING PROGRAM							
Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type