

## 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 Fitzgerald Trust	Well number FT #3	Elevation (ground) 5514'
--	----------------------	-----------------------------

Nearest distance from proposed location to property or lease line:  2701 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) 2709.7' FNL; 2701.4' FEL	Section - Township - Range or Block and Survey S4- T16N - R23E	Dedication per A.A.C. R12-7-104(A)(3) N/A
---	---	--

Field and reservoir (If wildcat, so state) Wildcat - Stratigraphic - Potash	County Navajo
--	------------------

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 June, 2012
-------------------------	--	--

Bond status <u>On File</u> Amount \$50,000	Organization Report On file <input checked="" type="checkbox"/> Or attached	Filing Fee of \$25.00 Attached <input checked="" type="checkbox"/>
---	--	---

Remarks

*API 02-017-20075*

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

05/21/12  
 Date

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

Permit Number: 1103

Approval Date: 6-4-2012

Approved By: SL Raring

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

FT3  
PN 1103

- 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: Passport Potash, Inc.	Land Description Center Sec. 4, T16N, R 23 E
N 34° 48' 54.1" WGS 84 W 109° 54' 50.6" Elev. 5514 NAVD 83 N 1388060.33 Area. E 775784.99 E-Zone	CERTIFICATION I hereby certify that the information above is true and complete to the best of my knowledge and belief.  Name: Joshua Bleak Position: President Company: Passport Potash, Inc. Date: 5/21/2012
Date Surveyed: 5/16/2012 Registered Land Surveyor: Gerald K. Wood Certificate No.: LS 22290	

PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type
6.625"	20.1	PWT			50' plug at fresh/salt interval	6-9 bags for surface casing	Driller supplied
4.5"	11.8 lbs/ft	HWT		1450' TD			