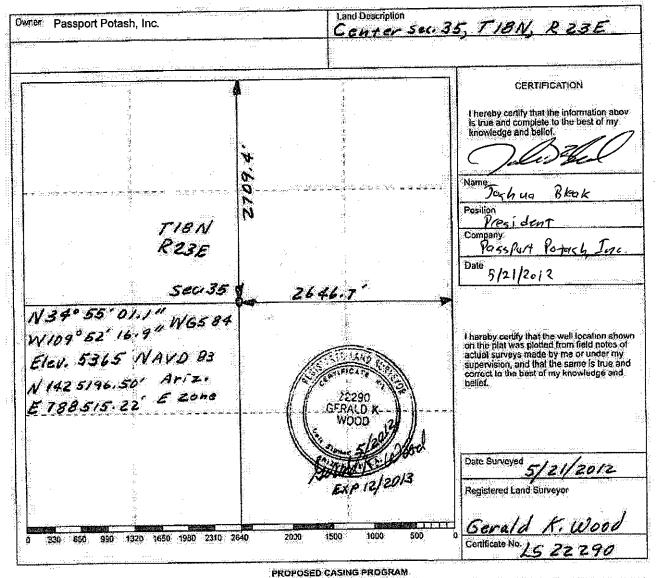
APPLICAT	ION FOR PERM	IIT TO DRILL OF	RE-ENT	ER
APPLICATION TO DRILL X		RE-ENTER OLD WELL		
NAME OF COMPANY OR OPERATOR				
Passport Potash, Inc.				
Address	City	′	State	Phone Number
3346 W. Guadalupe Rd	Apache Jui	nction A	rizona	480-288-6530
Drilling Contractor K & M Drilling				
Address 2432 Private Drive, Can	np Verde, Arizona 883	322		
	DESCRIPTION O	F 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 #24	:	Elevation (ground) 5365'
Nearest distance from proposed location to property or lease line:		Distance from proposed location to nearset drilling, completed or applied-for well on the same lease:		
	2647 feet			feet
Number of acres in lease		Number of wells on lease, including this well, completed in or drilling to this reservoir:		
640	0			
If lease purchased with one or more wells Name Address drilled, from whom purchased.				
Well location (give footage from section lines)	Section - Town	ship - Range or Block and Su	T/OV	Dedication per A.A.C. R12-7-104(A)(3)
2709.4' FNL; 2646.7' FEL S35 -		18N - R23E N/A		
Field and reservoir (if wildcat, so state)  Wildcat - Stratigraphic - Potash		County Navajo		
Distance in miles and direction from nearest town or pos Approx. 15 miles SE of Holbrook, AZ	t office			
Proposed depth: 1450	Rotary or cable tools Rotary / Core		Approximate date work will start May, 2012	
Bond status On File	Organization Report		Filing Fee of \$25.00	
Amount \$50,000 Remarks	On file X Or attached		Attached X	
Renaiks				
API 02-017-20086				
CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the:  President  of the  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.				
A Selection of the second of t				
			hi)S	al
Mail completed form to:		Signature	-/-/	/
Oil and Gas Program Administrator Arizona Geological Survey 416 W. Congress, #100				
Tucson, AZ 85701-1315				, , , , , , , , , , , , , , , , , , ,
Permit Number:			STATE OF A	N PIZONA
Approval Date: 6 - Y - 2012		STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION Application to Drill or Re-enter File Two Coptes Form No. 3		
Approved By: SLRa				
NOTICE: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.				
roquestor. mount unaccessary corresponde				

Regarded lax

PN 1116

- 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 \_ X NO \_\_\_\_
- 6. If the answer to question four is no, list all the owners and their respective interests below:



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