APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL ☒ RE-ENTER OLD WELL ☐

NAME OF COMPANY OR OPERATOR
American West Potash

Address 1621 18th St.
City Denver
State CO 80202 Phone Number 990

Drilling Contractor Stewart Bros.

Address Box 2069 Milan NM 87021

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor
Private

Well number 4WP30

Elevation (ground) 5712

Nearest distance from proposed location to property or lease line:
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:

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

Well location (give footage from section lines)
1045 from NW Sec 27

Section - Township - Range or Block and Survey
17N 26E Sec 27

Dedicated per A.A.C. R12-7-104(A)(3)

Field and reservoir (if specific, see state)
Holbrook Basin

County Apache

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

Proposed depth: 1500'

Rotary or cable tools Rotary

Approximate date work will start
November 2012

Organization Report On file

Filing Fee of $25.00 Attached

Remarks Potash Exploratory well

API 02-001-20446

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

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Drill or Re-enter
File TwoCopies

Permit Number: 1122

Approval Date: 10-23-2012

Approved By: SC Rainey

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

Form No. 3

(Complete Reverse Side)
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>NE 1/4 Sec 27, T17N, R25E</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 surveys 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: 10-11-2012
Registered Land Surveyor: Gerald K. Wood
Certificate No: 15-22290

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>
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<td></td>
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<td></td>
<td>base Coconino</td>
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<td>0</td>
<td>bottom up</td>
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<td></td>
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