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 Phone Number: 303-840-9401

Drilling Contractor: Stewart Bros.
Address: 2067 Milan, NM 87021

DESCRIPTION OF WELL AND LEASE

<table>
<thead>
<tr>
<th>Property/Lease Number</th>
<th>Well number</th>
<th>Elevation (ground)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Private</td>
<td>AWP36</td>
<td>5843</td>
</tr>
</tbody>
</table>

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:

Number of acres in lease: 240
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:
Name: Address:

Well location (any footnote from section lines)
6500 from White Sec. 9 17N 26E
Section - Township - Range or Block and Survey: Dedication per A.A.C. R12-7-104(A)(3)

Field and reservoir (if wildcat, or state): Apache 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

Bond status: On file Organization report: Certified or attached
Bond amount: $6,250.00 Filing fee of $25.00

Remarks: Potash Exploratory Well

API #: 02-001-20452

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: [Signature] of the [Company Name] (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: [Signature]
Date: 10-27-2012

Permit Number: 1129
Approval Date: 10-23-2012
Approved By: [Signature]

NOTICE: Before issuing 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

(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 communilization 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>NW 1/4 Sec. 9, 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 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 10/10/2012
Registered Land Surveyor Gerald K. Wood
Certificate No. LS 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>
<td>5 5/8&quot;</td>
<td></td>
<td></td>
<td>0</td>
<td>±800</td>
<td>Bisque Cocorino</td>
<td></td>
<td></td>
</tr>
<tr>
<td>7&quot;</td>
<td></td>
<td></td>
<td>0</td>
<td>±1500</td>
<td>Bottom Up</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>