# 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 & Zip
CO 80207

### Phone Number
940-870-01

### Drilling Contractor
Stewart Bros

### Address
Box 2067
Milan, NM 87021

## DESCRIPTION OF WELL AND LEASE

<table>
<thead>
<tr>
<th>Nearest distance from proposed location to property or lease line:</th>
<th>Distance from proposed location to nearest drilling, completed or applied-for well on the same lease:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of wells in lease</td>
<td>Number of wells on lease, including this well, completed or drilling to this reservoir:</td>
</tr>
</tbody>
</table>

### Well location (Site footage from section lines)
N64 from 55th Ave
Sec 3

### Section - Township - Range or Block and Survey
S 17 T 37 N 26E

### Field and reservoir (If wildcard, no state)
Hobrock Basin

### County
Apache

### Distance in miles and direction from nearest town or seat office
87 miles east of Hobrock

### Proposed depth
1600

### Rotary or cable tools
Rotary

### Approximate date work will start
Nov 1, 2017

### Bond status
On file

### Organization Report
Attached

### Remarks
Potash Exploration well

### API
02-001-20453

## CERTIFICATE
I, the undersigned, under the penalty of perjury, state that I am the CEO, 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**

### Permit Number
1130

### Approval Date
10-23-2012

### Approved By
S. Rain

## 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>SE 1/4, sec. 3, 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: 10/12/2012
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>Sacke Cement</th>
<th>Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>9 ft</td>
<td>7&quot;</td>
<td></td>
<td>0</td>
<td>800</td>
<td>base Coconino</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>0</td>
<td>1500</td>
<td>bottom up</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>