APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO

1. DRILL (x)

2. RE-ENTER OLD WELL ( )

NAME OF COMPANY OR Operator

AMERICAN WEST POTASH

Address: 1401 17TH ST. SUITE 1550

City: DENVER

State: CO 80202

Phone Number: 990-8444

Drilling Contractor

BOART LONGYEAR

Address: 7773 W. SEDON LANE, PEORIA AZ 85345

DESCRIPTION OF WELL AND LEASE

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

State: AWP 44

Well number: Elevation (ground): 5563'

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

496.84

Number of wells on lease, including this well, completed or drilling to this reservoir:

N/A

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

N/A

Well location (give footage from section lines)

2508.5' from W. line, 1809.9' from N line

Section - Township - Range or Block and Survey

SEC. 2, T16N, R25E

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

N/A

Field and reservoir (if wildcat, so state)

HOLBROOK BASIN

County: APACHE COUNTY

Distance in miles and direction from nearest town or post office

37 MILES EAST OF HOLBROOK

Proposed depth:

1300'

Rotary or cable tools

Approximate date work will start

7/30/13

Bond status

ON FILE

Organization Report

Filing Fee of $25.00

Amount

150,000

On file

Remarks

POTASH EXPLORATORY WELL

API: 02-001-20474

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

6/30/13

Mall completed form to:

Oil and Gas Program Administrator

Arizona Geological Survey

416 W. Congress, #100

Tucson, AZ 85701-1315

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. R12-7-167.
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**
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>5E14 NW1/4 Sec 2 T16N 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

**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>Soda Cement</th>
<th>Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>5.5'</td>
<td>20.1</td>
<td>PwT</td>
<td>0'</td>
<td>40'</td>
<td>0-40'</td>
<td>5.5</td>
<td>Class A</td>
</tr>
<tr>
<td>4.5'</td>
<td>11.8</td>
<td>HwT</td>
<td>0'</td>
<td>1100'</td>
<td>Casing pulled upon completion</td>
<td>φ</td>
<td></td>
</tr>
</tbody>
</table>