APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL X RE-ENTER OLD WELL □

NAME OF COMPANY OR OPERATOR

AHERICAN WEST POTASH (303)

Address 1401 17th ST, SUITE 1530 City DENVER State CO 80202 Phone Number 844-8990

Drilling Contractor

Address

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessee STATE:

Well number AWP 49 Elevation (ground) 5'740'

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

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

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

Address

Well location (give footage from section lines)

23615' Plum W. line 3235' from N. line Section - Township - Range or Block and Survey T19N R26E Sec 10

Field and reservoir (if wildcard, so state)

HOLBROOK BASIN County APACHE COUNTY

Nearest town or post office

Distance in miles and direction from nearest town or post office

37 MILES EAST OF HOLBROOK

Proposed depth:

1500' Rotary or cable tools

Appr. date work will start 7/30/13

Bond status ON FILE Organization Report

Amount $50,000 On file Or attached (Attached)

Remarks

Potash Exploratory Well

API 02-001-20479

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

Permit Number: 1169

Approval Date: 7-31-2013

Approved By: SL Raiz

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  X  NO  

5. If the answer to question four is no, have the interests of all owners been consolidated by communitization agreement or otherwise?  YES  NO  

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

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### CERTIFICATION

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

<table>
<thead>
<tr>
<th>Name</th>
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<tbody>
<tr>
<td>Position</td>
</tr>
<tr>
<td>Company</td>
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<tr>
<td>Date</td>
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I hereby certify that the well location shown on the plat was plotted from field notes of actual surveys made by the or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

**Gerald K. Wood**

Date Surveyed: 01/14/2013

Registered Land Surveyor

Certificate No: LS 22290

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### 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>Stede Cement</th>
<th>Type</th>
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