APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL X

NAME OF COMPANY OR OPERATOR

AMERICAN WEST POTASH

Address 1401 17TH ST., SUITE 1530 City DENVER State CO Phone Number (303) 990-8449

Drilling Contractor MAJOR DRILLING

Address 2200 S 4000 W, SALT LAKE CITY, UT 84120

DESCRIPTION OF WELL AND LEASE

Well number PG RX-02, Elevation (ground) 5846

Nearest distance from proposed location to property or lease line:

Number of acres in lease

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)

Section - Township - Range or Block and Survey

Field and reservoir (if wildcat, so state)

Distance in miles and direction from nearest town or post office

Proposed depth:

1500' Rotary or cable tools

Bond status On file Organization Report

Amount $50,000 On file Or attached Attached

Remarks

POTASH EXPLORATORY WELL / STRATIGRAPHIC TEST

API 02-001-20Y81

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

STATE OF ARIZONA

OIL & GAS CONSERVATION COMMISSION

Application to Drill or Re-enter

File Two Copies

Form No. 3
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>NW 1/4, 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: 8/09/2013
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>Sack Cement</th>
<th>Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>8&quot;</td>
<td>22.4</td>
<td>API 51a</td>
<td>0</td>
<td>20'</td>
<td>0-20' 3/8 in. cplg</td>
<td>0/0</td>
<td>3/8 in. cplg</td>
</tr>
<tr>
<td>5.5&quot;</td>
<td>13.7</td>
<td>PWT</td>
<td>0</td>
<td>1200'</td>
<td>1000'-1200'</td>
<td>N/A</td>
<td>Portland Type II</td>
</tr>
</tbody>
</table>
APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO: DRILL X RE-ENTER OLD WELL □

NAME OF COMPANY OR OPERATOR

AMERICAN WEST POTASH
Address: 1401 17th St, Suite 1520 City: DENVER State: CO Phone Number: 990-8444

Drilling Contractor

MAYOR DRILLING
Address: 2700 S 4000 W, SALT LAKE CITY, UT 84120

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number: or if fee lease, name of lessor: NAME OF COMPANY OR OPERATOR

PRIVATE
Well number: PGX-02 Elevation (ground): 5847'
Nearest distance from proposed location to property or lease line: N/A feet
Distance from proposed location to nearest drilling, completed or applied-for well on the same lease: N/A feet
Number of acres in lease: 640
Number of wells on lease, including this well, completed in or drilling to this reservoir: N/A

If lease purchased with one or more wells drilled, from whom purchased: Name: Address: N/A

Well location (give footage from section lines):
594.6' from W line, 80.9' from N line
Section - Township - Range or Block and Survey: SEC 9, T17N R26E
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: 1500'
Rotary or cable tools: Approximate date work will start: 7/30/13
Bond status: ON FILE Organization Report
Amount: $50,000 Filing Fee of $25.00
Remarke: Potash EXPLORATORY WELL
API: 02-001-20481

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

Mail completed form to:
Oil and Gas Program Administrator
Arizona Geological Survey
418 W. Congress, #101
Tucson, AZ 85701-1313

Permit Number: 1171 Approval Date: 7-31-2013
Approved By: SC RAN

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

(Complete Reverse Side)
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<th>Registered Land Surveyor</th>
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<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>6/14/2013</td>
<td>Gerald K. Wood</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Certificate No 1522290</td>
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<td>20'</td>
<td>6-20 3/8 holeplg</td>
<td>N/A</td>
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