

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL

RE-ENTER OLD WELL

NAME OF COMPANY OR OPERATOR

AMERICAN WEST POTASH (363)

Address **1401 17th ST, SUITE 1550** City **DENVER** State **CO 80202** Phone Number **990-8444**

Drilling Contractor

BOART LONGYEAR

Address **7773 W. SELDON LANE, PEORIA AZ, 85345**

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor PRIVATE	Well number AWP 40XX	Elevation (ground) 6087'
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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
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Number of acres in lease 640	Number of wells on lease, including this well, completed in or drilling to this reservoir: N/A
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If lease purchased with one or more wells drilled, from whom purchased.	Name N/A	Address
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Well location (give footage from section lines) 375.5' from S. Line, 1946.3' from E. line	Section - Township - Range or Block and Survey SEC 13, T18N R26E	Dedication per A.A.C. R12-7-104(A)(3) N/A
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Field and reservoir (if wildcat, so state) HOLBROOK BASIN	County APACHE COUNTY
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Distance in miles and direction from nearest town or post office
37 MILES EAST OF HOLBROOK

Proposed depth: 1600'	Rotary or cable tools <input checked="" type="checkbox"/>	Approximate date work will start 9/30/13
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Bond status ON FILE	Organization Report <input checked="" type="checkbox"/> On file <input type="checkbox"/> Or attached	Filing Fee of \$25.00 <input checked="" type="checkbox"/> Attached
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Remarks

POTASH EXPLORATORY WELL / STRATIGRAPHIC TEST
API 02-001-20487

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]
Signature

9/25/13
Date

Mail completed form to:
Oil and Gas Program Administrator
Arizona Geological Survey
416 W. Congress, #100
Tucson, AZ 85701-1315

Permit Number: **1185**
Approval Date: **9-30-2013**
Approved By: *[Signature]*

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

NOTICE: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.

Form No. 3

1185

- Operator shall outline on the plat the acreage dedicated to the well in compliance with A.A.C. R12-7-107.
- A registered surveyor shall show on the plat the location of the well and certify this information in the space provided.
- ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- Is the operator the only owner in the dedicated acreage outlined on the plat below? YES NO
- If the answer to question four is no, have the interests of all owners been consolidated by communitization agreement or otherwise? YES NO If answer is yes, give type of consolidation _____
- If the answer to question four is no, list all the owners and their respective interests below:

Owner	Land Description <i>SW 1/4 SE 1/4 Sec 13, T18N, R26E</i>
<div style="display: flex; justify-content: space-between;"> <div style="width: 60%;"> </div> <div style="width: 35%; border: 1px solid black; padding: 5px;"> <p style="text-align: center; margin-top: 0;">CERTIFICATION</p> <p style="font-size: small; margin-top: 0;">I hereby certify that the information above is true and complete to the best of my knowledge and belief.</p> <hr/> <p style="font-size: small; margin-top: 0;">Name</p> <hr/> <p style="font-size: small; margin-top: 0;">Position</p> <hr/> <p style="font-size: small; margin-top: 0;">Company</p> <hr/> <p style="font-size: small; margin-top: 0;">Date</p> <hr/> <p style="font-size: small; margin-top: 10px;">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.</p> <p style="text-align: right; margin-top: 10px;"><i>Gerald K. Wood</i></p> <hr/> <p style="font-size: small; margin-top: 0;">Date Surveyed <i>9/24/2013</i></p> <hr/> <p style="font-size: small; margin-top: 0;">Registered Land Surveyor</p> <p style="text-align: right; margin-top: 5px;"><i>Gerald K. Wood</i></p> <hr/> <p style="font-size: small; margin-top: 0;">Certificate No. <i>LS 22290</i></p> </div> </div>	

PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type
<i>5.5"</i>	<i>20.1</i>	<i>PWT</i>	<i>0'</i>	<i>40'</i>	<i>0-40'</i>	<i>5.5</i>	<i>Class A</i>
<i>4.5"</i>	<i>11.8</i>	<i>HWT</i>	<i>0'</i>	<i>1100'</i>	<i>casing pulled upon completion</i>	<i>Ø</i>	