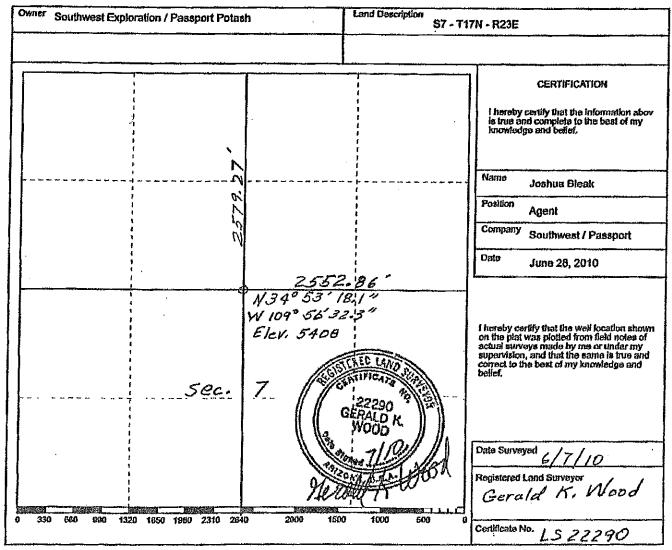
## APPLICATION FOR PERMIT TO DRILL OR RE-ENTER APPLICATION TO DRILL X RE-ENTER OLD WELL NAME OF COMPANY OR OPERATOR Southwest Exploration / Passport Potash City State Phone Number 480-288-6530 3266 W. Galveston Dr. #101 Apache Junction Arizona **Drilling Contractor** Boart Longyear 7773 W. Seldon Lane Peoria, AZ 85345 Address DESCRIPTION OF WELL AND LEASE Federal, State or Indian Lease Number, or if fee lease, name of lessor Well number Elevation (ground) TBR-2010 #1 5408 Option to purchase the Twin Buttes Ranch Nearest distance from proposed location to property or lease line: Distance from proposed location to nearset drilling, completed or applied-for well on the same lease; 2552.86' FEL feet Number of acres in lease Number of wells on lease, including this well, completed in or drilling to this reservoir: 640 (approx.) If lease purchased with one or more wells drilled, from whom purchased. Name Address N/A Well location (give footage from section lines) Section - Township - Range or Block and Survey Dedication per A.A.C. R12-7-104(A)(3) 2579.27' FNL + 2552.86' FEL S7 - T17N - R23E Field and reservoir (if wildcat, so state) Wildcat - Stratigraphic - Potash County Navajo Distance in miles and direction from nearest town or post office Approx. 15 miles SE of Holbrook, AZ Approximate date work will start September 2010 Proposed depth; Rotary or cable tools 13501 Rotary / Core Organization Report Filing Fee of \$25.00 Bond status On File \$25,000 On file X Amount Or attached Attached Remarks API # 02-017-20028 Agent CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Southwest Exploration / Passport 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 **G**une 28, 2010 Mail completed form to: Oil and Gas Program Administrator Arizona Geological Survey 416 W. Congress, #100 Tucson, AZ 85701-1315 Date Permit Number: STATE OF ARIZONA Approval Date: **OIL & GAS CONSERVATION COMMISSION** Application to Drill or Re-enter Approved By: File Two Copies Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.

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 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 \_\_\_\_\_ 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:



## PROPOSED CASING PROGRAM

	Size of Casing '6.625" 4.5"	Weight 20.1 11.8 lbs / ft	Grade & Type PWT HWT	<b>Тор</b> 5408'	Bottom 1350' TD	Cementing Depths 50' Plug at Fresh / Salt Interval	Sacks Coment 6-9 Bags for Surface Casing	Typ <del>e</del> Oriller Supplied
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