



Summer 2022



THE Milestone Minute

WHAT'S NEW ON OUR PROJECT?



May 2022 marked a new milestone for the Western Potash Milestone Project ("Project"). After it was put on hold for two years, Western is excited to be able to resume the Project construction and operations. On May 17, Western announced that it entered into a Construction Services Agreement with General Contractor, Stuart Olson Prairie Construction Inc., which will start mobilizing a team to resume construction to complete the remainder of the process plant.

Project Construction:

Key milestones at the following dates:

- 5/30/2022: Construction kick-off
- 6/1/2022: Early Works Program starts
- 6/28/2022: Main construction starts
- 3/27/2023: Mechanical completion
- 6/2023: Plant start up



Above- Stuart Olson and Western Potash team initiates the construction kick-off meeting at the Milestone Mine Plant on May 31, 2022.

Western is also pleased to announce that Mr. Alex Watson and Mr. Randy Lange have both joined Western and will lead the construction management team as Project Sponsor and site Construction Manager, respectively. Western is confident that each individual's intensive project management experience will help us to complete the remaining construction work within budget and on schedule. The successful completion of the Project will bring significant benefits to the Province of Saskatchewan and the local community.

Operations Update:

The operations team has been focusing on the maintenance and care of the site since operations were suspended end of last May. The team completed a lot of work to improve site condition and prepare the plant for resuming operations. Highlights of the work include:



Construction of the permanent pumphouse building (above) was completed in Nov 2021, with electrical completed in May this year. This building will provide a safe environment for the operators to operate in and reduce noise from operating pumps in surrounding environment.

Crystallization Ponds Berm Repairs. The internal berms of the crystallization ponds were damaged during the 2021 winter season. The berms were re-established and repaired per a geotechnical engineer's recommendation. Additional erosion prevention measures were installed to prevent future damage.



After two most difficult years, Western Potash is now back on track. Highlights as below:

5/16- Western Potash Closed first tranche of \$45 million loan transaction with the UK-based Appian Capital.

5/17- Western Potash signs construction services agreement with general contractor, Stuart Olson Prairie Inc.

5/25- Western Potash closes first tranche of \$33 million equity investment transaction with Vantage chance.

The Milestone Project is located approximately 30 km southeast of Regina in the RM of Lajord

Western Potash Corp. Management Team:

- Bill Xue** - CEO & President
- Mark Fracchia** - Chairman of the Executive Committee
- Jerry Zhang** - Senior Vice President
- Brandon Bartosh** - Director of Operations
- Francis Mukanya** - Deputy Plant Manager & Operations Manager
- Alex Watson** - Project Sponsor
- Randy Lange** - Construction Manager
- Simon Guo** - Procurement Manager
- Latasha McMullen** - Mining Supervisor
- John Xue** – Accounting Manager
- Jack Xue** - Corporate Secretary



What's New on Our Project

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Temporary Operation

Western Potash is planning to resume operation, for three months, starting June. Temporary equipment will be used to support this operation. The temporary system will consist of a high-pressure pump to draw brine directly from the crystallization ponds, pump it through the existing caverns and return it to the ponds. These caverns have been shut-in since end of May 2021, and are expected to contain potash-saturated brine. The temporary operation will allow the recovery of potash from this brine, to increase the potash inventory in the production prior to the resumption of cavern development in October of this year.

Building the Operation team

As the Project continues to move forward rapidly and smoothly toward the start of the temporary operation and restart of operation in October, the operation team will expand. We now have the following vacant positions (open to end of June).

- Four (4) Operators
- One (1) Lab Supervisor
- One (1) Helper/warehouse clerk
- One (1) Administrative Assistant
- One (1) Mechanical Engineer

In addition, we will be hiring in Aug-Sept 2022 (start date: Sept):

- Two (2) operators
- One (1) Electrical/Instrumentation trade
- One (1) Industrial Millwright
- One (1) Laborer

These positions are posted on the company website (www.westernpotash.com) and indeed.com.

By the end of Jan 2023, Western Potash Corp. will hire more operations staffs including process operators for the process plant, compaction plant, loadout and dredge; and millwrights, an electrician and a process engineer.



We are interested in getting the younger generation excited about mining and engineering. Their bright minds are our future!

Safety – Our Top Priority

Western Potash gives health, safety and environment the utmost importance. To align with that belief, Western spent the past few months completing projects to enhance safety & environmental conditions on site. Western has hired an HSE supervisor who will join in mid-June. The focus will be on providing safety and environmental leadership and stewardship.

MINING DEVELOPMENT WITH NEW TECHNOLOGY

To produce our first tonne of potash in the summer of 2023, Western Potash requires the ability to recover potash from the underground formation in which it is mined, as well as the ability to process the potash into a high-quality saleable product when brought to surface. The surface processing equipment for the mine is standard equipment found in existing potash mines in the province. For the Milestone Project, our unique horizontal solution mining technology is what sets us apart from existing mines. This new technology is cornerstone of the Milestone project and is the first of its kind in our province and in the world; it aims to enhance potash recovery and to lessen environmental impacts compared to other solution mining methods.

Over the past year, Western's internal solution mining team, along with potash solution mining consultants, developed plans to enhance potash recovery from the initial 3 caverns. Our team has vast collective experience in vertical-cavern potash solution mines pioneered in Belle Plaine, solution mining of a flooded conventional mine, near Saskatoon, as well as in a different style of horizontal potash solution mining at Utah. With this robust and wide-ranging experience, we are optimistic about the future of Western Potash and its unique solution mining technology.

This year is busy for solution mining; we are expanding our team, finalizing details of the cavern enhancement plans, preparing for a drilling program set for Sept 2022 and the enhancement work for the existing caverns beginning Oct 2022 and extending into 2023. Our team is also planning to complete wells for at least 3 additional caverns in 2023. We are excited about these projects and about doing our part to support the mine to producing potash.

MEET OUR TEAM

Francis Mukanya

Operations Manager & Deputy Plant Manger



Francis joined Western Potash in Oct 2018 as a Mechanical Engineer. He used to work as a mechanical engineer for Nutrien Rocanville Division. Prior to that, he was a senior project engineer at Mosaic's Belle Plaine solution mine in its Capital and Sustaining Capital departments for over seven years.

Francis is a Registered Professional Engineer in SK and holds a Bachelor of Science degree in Industrial Systems Engineering from U of Regina.

John Xue

Accounting Manager

John joined Western Potash in May 2022 as accounting manager.



John previously worked as an accounting analyst in Yara Belle Plaine for 5 years. His experience includes AR, AP, Payroll, and financial reporting, financial planning and analysis and capital management.

Mr. Xue is a Chartered Professional Accountant (CPA). He holds a Bachelor of Business Administration degree from Huazhong University of Science and Technology and an MBA from the University of Regina.

WESTERN POTASH CORP.- TEAM BUILDING AT BALLER'S REC ROOM

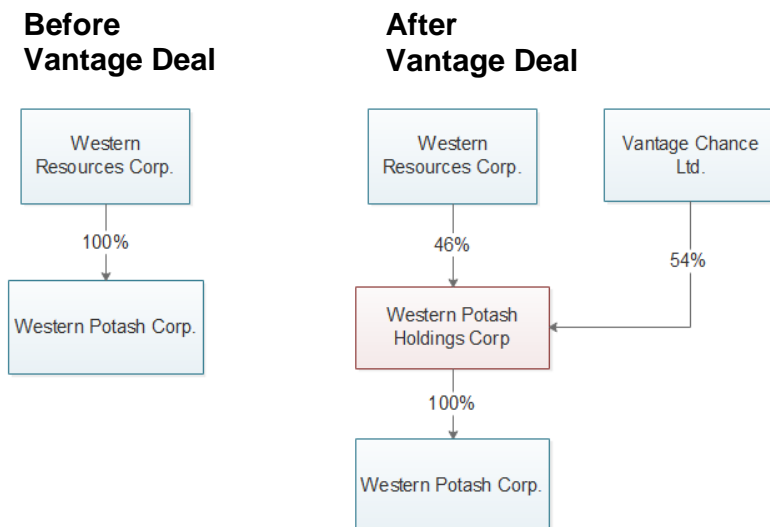


WPC team building at Baller's REC Room in Regina, 6/3/2022

It has been over two years since the Milestone Project construction was suspended in early May 2020. During this most difficult period of time, Western Potash employees have endured significant pressures and challenges, as a result of the company's unimaginable financial situations.

Now that Western has successfully closed two financing deals with an equity and a debt investor, respectively, and as the company is gearing up for construction restart and mining development, it is time to cheer up our team, including newly joined members. Our employees are our most valuable asset, and we chose to celebrate this exciting moment with their family members and friends, who demonstrated incredible understanding and support. This event is the beginning of a long-term plan for corporate cohesiveness and team building. Over twenty employees and family members attended this team building event at the Baller's REC Room in Regina.

Western Potash Corp Structure Update



Western Potash Has New Partner

Vantage Chance Limited ("Vantage") is a Hongkong-based private investment company focused in the areas of natural resources and energy. On May 25, Vantage closed its first tranche of equity funding proceeds in the amount of \$33 million with Western Potash Holding Corp. ("WPHC"), and plans to complete the remaining transaction of \$47 million on or before July 31, 2022. Upon completion of the total proceeds of \$80 million investment, Vantage will become 54% of total issued and outstanding common shares of WPHC, while Western Resources will hold the remaining 46% of the issued and outstanding WPHC common shares. Western Potash Corp. and its Milestone Potash Project is now wholly owned by Western Potash Holdings Corp., and is therefore on a more solid and stronger financial foundation for further expansion.

Western Potash Settled All Claims & Close to Paying Off All Debts

Due to the shortage of cashflow for the past two years, WPC's accounts payable peaked at approx. \$39,000,000 including late fees and interests. Nearly half of the vendors put liens or filed legal claims against WPC as creditors. During the last quarter of 2021, the procurement team of WPC worked through all vendors on verification of balance owing and delivery status.

Since January 2022, the team has started working directly with each creditor on a payment plan, which led to successful Settlement and Release Agreement with each vendor.

Upon WPC's receipt of its first tranche of financing from the lender Appian Capital on May 16, 2022, WPC has started the payment of overdue and will have all payments completed by July 2022.

WPC wants to express its sincere thanks to all creditors for their kind understanding and strong support over the past two years when Western Potash was experiencing a challenging time. Now that WPC is back on track, we are committed to working even harder on the way of regaining strong and amiable business relationship and rebuilding credibility with all vendors and suppliers, including our local community.

For more information visit westernpotash.com

Feel free to call us with any questions or concerns at 306-924-9378