

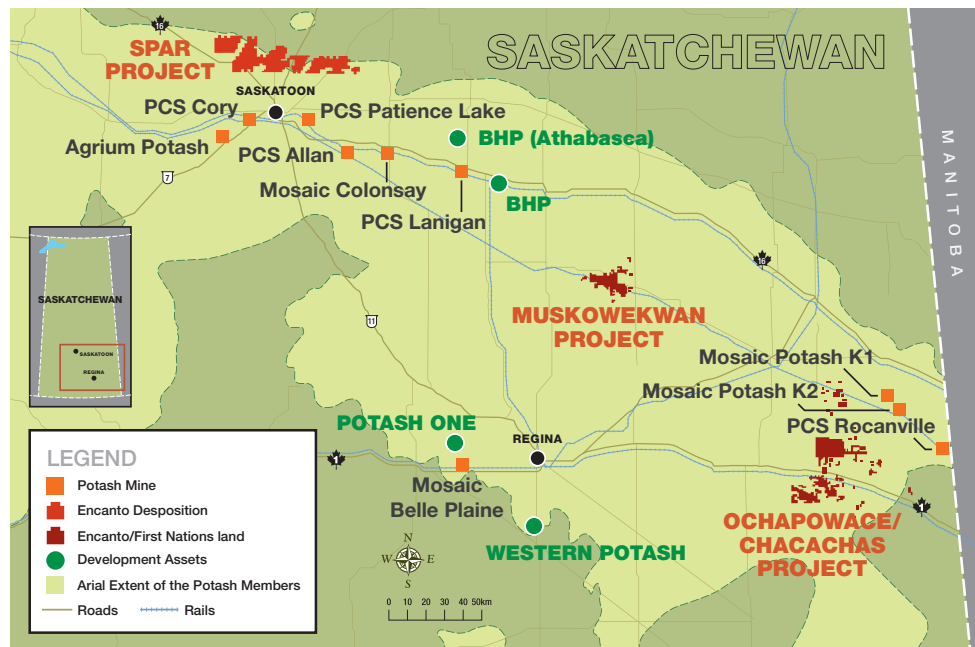


WHO IS ENCANTO POTASH?

Encanto was created to work with First Nations Peoples in Saskatchewan in order to help develop potash resources on their lands. Encanto is focused on exploring for potash on three southeastern Saskatchewan projects, working with the Muskowekwan, Ochapowace and Chacachas First Nations.

These three prospects are joined by a fourth property located on Provincial lands – SPAR – and all are in the heart of potash country.

The potash formation in Saskatchewan known as the “Prairie Evaporite” typically contains three significant potash-bearing beds, with a fourth which only occurs in the southeastern part of the basin.



TOP FIVE REASONS TO INVEST IN ENCANTO POTASH

1. A Large and Growing Proven Resource

Encanto has a 100% interest in the Muskowekwan Potash Project underlying 16,831 acres on the Muskowekwan First Nation Home Reserve. Encanto is in process to double the Muskowekwan land package in Q1 2012. Encanto released a NI 43-101 Resource Report confirming grades and favourable potash resource calculations. A positive Preliminary Economic Assessment (PEA) report prepared by Wardrop released in August 2011 highlights the favourable development of 2.5 M tonnes per year solution mine. A small two hole drilling campaign is complete on TLE lands and an updated 43-101 compliant resource calculation is scheduled to be released to the market in Q1 2012.

2. In the Heart of Highly Active Potash Country

Encanto’s potash properties are located in Saskatchewan — the Potash capital of Canada with more than 50% of the world’s Potash reserves, and home to some of the world’s most established potash producers; Potash Corp, Mosaic & Agrium. Resources & infrastructure are well developed & highly accessible. Recent merger and acquisition activity in the sector include recent K & S Aktiengesellschaft which acquired Potash One for ~\$435 million and BHP Billiton which acquired Athabasca Potash for ~\$341 million. This leaves Encanto as one of only two (2) advanced junior potash companies left active in the area.

3. Mineral Rights

The Encanto Muskowekwan lease owns 100% continuous mineral

right on its property. We believe this is a critical advantage when it comes to drastically reducing length of permitting time and potentially the length of time to production. With only two stakeholders to work with (our First Nation partners and Aboriginal Affairs and Northern Development Canada, formerly INAC), the road to permitting is simplified.

4. Multiple Properties in Development

Encanto controls multiple properties with the potential for several potash mines. Encanto has now built a proven model for successfully working with First Nations in Saskatchewan potash country. It’s a sustainable and repeatable model that creates multiple wins; for our First Nation partners, for our government and for our shareholders.

5. A Strengthening Vertical Market

Potash is a key source of potassium, which is a natural component of fertilizer that increases crop yields and there is no known substitute. The world’s population is growing by 75 million people per year. The only known way to feed this growing population is to increase crop yields with fertilizer — and potassium obtained from potash is one of the key components. Global potash shipments are expected to have climbed to 58 million tonnes in 2011, similar to the previous peak in 2007, while the spot price for the underlying commodity has been consistently rising. Forecasts are for a modest rise in demand for 2012. New mines may come on stream in the coming decade while older mines may decrease production or close.

*Source: ScotiaBank Global Economic Research, August 2011

MUSKOWEKWAN PROJECT HIGHLIGHTS

Encanto has a 100% interest in the Muskowekwan Potash Project underlying 16,831 acres on the Muskowekwan First Nation Home Reserve.

In March 2011, Encanto released a NI 43-101 Resource Report from North Rim Exploration on the Muskowekwan project confirming grades and favourable potash resource calculations.

A favourable Preliminary Economic Assessment (PEA) report prepared by Wardrop, a Tetra Tech company, leading provider of engineering consulting services to the potash and mining industries, was announced in August 2011. Based on the analysis in this report, Encanto intends to pursue the development of a solution mine for a number of reasons including longer mine life, lower CAPEX, higher rate of return and shorter time to production as well as better employment possibilities for our First Nation partners.

The following table provides a summary of the preferred solution mining method analyzed on the Home Reserve land package forming just the first half of the Muskowekwan Project:

	Solution Mine
Indicated Resource (% KCL)	79.1 MMt @ 29.4%
Inferred Resource (% KCL)	60.5 MMt @ 29.7%
Initial Mine Life (Indicated)	32 years
Possible Additional Mine Life (Inferred)	24 years
Annual Production (Primary & Secondary) t KCL	2,500,000 tpy
Total Estimated Capital Cost	\$2,418,100,000
Project Unit Operating Cost/Tonne	\$68.14/t KCL
Estimated Net Present Value (NPV ₁₀)	\$2,859,000,000
Estimated After Tax & Royalty (IRR) @ \$450 t KCL (Base Case)	24.0%
Estimated After Tax & Royalty (IRR) @ \$500 t KCL	26.6%
Estimated After Tax & Royalty (IRR) @ \$400 t KCL	21.3%

For full disclosure regarding Encanto and its projects, including detailed technical information and all applicable risk factors and cautionary statements, investors are directed to review Encanto's filings on www.sedar.com and on its website at www.encantopotash.com

Encanto Potash and the Muskowekwan partnership have 100% continuous mineral rights to the property with strong community support in terms of jobs and training/education on this prospect. Both parties have a strong mutual interest in developing the property.

Upon successful completion of the Treaty Land Entitlement (TLE) designation process in Q1 2012, Encanto will have 100% interest in an additional 15,500 acres that are currently governed by a J.V. Agreement with the Muskowekwan First Nation.

Further to this TLE development, Encanto is pleased to confirm that it has completed drilling a two hole program on its TLE lands and an updated NI 43-101 Resource estimate will be released Q1/12.

Although the Muskowekwan property remains our current and main focus as we continue on the road to production, Encanto also plans to partner and/or continue work on other properties in our portfolio.

ENCANTO POTASH SHARE STRUCTURE

Issued & Outstanding Shares	269,792,298
Fully diluted:	322,532,959

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