

Initialed For Identification _____

POWDER RIVER ENERGY CORPORATION
SUNDANCE, WYOMING
Right Of Way Easement

KNOW ALL MEN BY THESE PRESENTS:

That (I) (We) the undersigned: Pilch Ranch, LLC

With an address of: PO Box 6587, Sheridan, WY 82801

do hereby grant unto Powder River Energy Corporation, a cooperative corporation (hereinafter called the Cooperative) whose corporate headquarters post office address is Sundance, Wyoming and to its successors and assigns an easement 30 feet in width along with the right to enter upon the hereinafter described lands and to construct thereon, operate, change framing and voltage and maintain electric lines and associated facilities and equipment and to cut and trim trees and shrubbery that may interfere with or threaten to endanger the operations and maintenance of said lines, facilities and equipment, including the right of ingress and egress to and from said lands, to wit:

T57N, R83W, 6th P.M., Sheridan County, Wyoming

SECTION 11: (N/2)NW, SWNW

as shown on the attached map marked "Exhibit A".

The undersigned agree that all poles, wire and other facilities and equipment installed at the Cooperative's expense on said described lands shall be and remain the property of the cooperative, removable at the option of the cooperative upon the termination of services to, or through said lands.

The undersigned covenant that they are the owners of the above described land and that said lands are free and clear of encumbrances and liens of whatsoever character except those held by the following described persons:

Hereby releasing and waiving all rights under and by virtue of the homestead exemption laws of the State of Wyoming.

IN WITNESS WHEREOF, the undersigned have set their hands this 15th day of July, 2004

Joe A. Pilch

Joe A. Pilch

Eddie Pilch

Eddie Pilch

Joe A. Pilch POA

Marilyn Pilch Wolter; Joe A Pilch, Power of Attorney

State of Wyoming
County of Sheridan ^{SS}

The foregoing instrument was acknowledged before me this 15th day of July, 2004

by Joe A. Pilch + Eddie Pilch



Witness my hand official seal

Caren V Smith

Notary Public

My commission expires: Oct 4, 2006

“EXHIBIT A”

Pilch Ranch, LLC

T57N, R83W, 6th P.M., Sheridan County, Wyoming

SECTION 11: (N/2)NW, SWNW

Beginning at the SW corner of Section 2, T57N, R83W, Sheridan County, Wyoming, (POINT OF BEGINNING); thence bearing approximately N84°06'E for an approximate distance of 1,833', to the point where Powder River Energy Corporation's new three-phase overhead power line begins on Pilch Ranch property (TRUE POINT OF BEGINNING).

The new three-phase overhead power line continues from this point bearing approximately S08°51'W for an approximate distance of 179'; thence bearing approximately S18°53'W for an approximate distance of 196', where the new powerline terminates on Pilch Ranch property (POINT OF ENDING) this point being located on an approximate bearing of S89°33'E and at an approximate distance of 1,582' from the SW corner of Section 2, T57N, R83W, Sheridan County, Wyoming.

The above description is for a three-phase 24.9/14.4kV overhead power line "Right-of-Way", 30' in width, being 15' on either side of centerline extending an approximate total distance of 375 feet, including but not limited to any and all meter poles, anchors and guy structures that are affixed to the powerline and located by necessity outside of the herein described 30 foot right-of-way corridor.

