

POWDER RIVER ENERGY CORPORATION
SUNDANCE, WYOMING
Right Of Way Easement

KNOW ALL MEN BY THESE PRESENTS:

That (I) (We) the undersigned: Stanley Ray Fauber

With an address of: 73 Taylor Rd., 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: NENW, (W/2)NW

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 19 day of July, 2004

Stanley Ray Fauber
Stanley Ray Fauber

State of Wyoming)

County of Sheridan) ss

The foregoing instrument was acknowledged before me this 19 day of July, 2004

by Stanley Ray Fauber

Witness my hand official seal

Christine Bruce

Notary Public



commission expires:

4-19-08

“EXHIBIT A”

Stanley Ray Fauber

T57N, R83W, 6th P.M., Sheridan County, Wyoming
SECTION 11: NENW, (W/2)NW

Beginning at the NW corner of Section 11, T57N, R83W, Sheridan County, Wyoming, (POINT OF BEGINNING); thence bearing approximately S89°33'E for an approximate distance of 1,582', to the point where Powder River Energy Corporation's new three-phase overhead power line enters Fauber property (TRUE POINT OF BEGINNING).

The new three-phase overhead power line continues from this point bearing approximately S18°40'W for an approximate distance of 1,160'; thence bearing approximately S62°26'W for an approximate distance of 1,036', where the powerline terminates on Fauber property (POINT OF ENDING) this point being located on an approximate bearing of S10°25'E and at an approximate distance of 1,618' from the NW corner of Section 11, 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 2,196 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.

