

POWDER RIVER ENERGY CORPORATION

Sundance, Wyoming
Right Of Way Easement

KNOW ALL MEN BY THESE PRESENTS:

That (I) (We) the undersigned, Chase Farms

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:

T58N, R81W, Section 35, SENW
See Attached Exhibit A

in Township 58 North of Range 81 West of the 6th P.M., Sheridan County, Wyoming

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 service to, or through said lands.

The undersigned covenant that they are the owners of the above described lands 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 21st day of January

Mack C. Chase

General Partner

Chase Farms

State of New Mexico)
County of Eddy) ss.

The foregoing instrument was acknowledged before me this 21st day of January
by Mack C. Chase, General Partner for Chase Farms

Witness my hand and official seal.

My commission expires: 09/26/2002

Rebecca S. Erickson
Notary Public

WD# 3412
(2490)

"EXHIBIT A"

Chase Farms

Section 35, T58N-R81W
SE1/4

Beginning at the Northwest corner of Section 35, T58N, R81W, Sheridan County, Wyoming.

Thence approximately S34°39'E for approximately 2,946' to True Point of Beginning; thence bearing approximately S89°05'E for approximately 233' to Point of Ending, this point being on a bearing of approximately S38°06'E for approximately 3,084' from the Northwest corner of Section 35, T58N, R81W, Sheridan County, Wyoming.

The above description is for a three-phase overhead power line "Right-of-Way", 30' in width, being 15' on either side of centerline, extending for a total distance of 233' containing 0.16 acres more or less.

