

POWDER RIVER ENERGY CORPORATION
SUNDANCE, WYOMING
Underground Right-of-Way Easement

KNOW ALL MEN BY THESE PRESENTS:

That (I) (We) the undersigned: Chase Farms.

With an address of: PO Box 658, Artesia, NM 88211-0658

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 20 feet in width along with the right to enter upon the hereinafter described lands and to construct thereon, operate and maintain electric lines and associated facilities and equipment and to alter encroachments 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, R81W, 6th P.M., Sheridan County, Wyoming

SECTION 6: ~~NWNW~~
SWNW (here)

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

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 10th day of July

Mack C. Chase
Mack C. Chase, General Partner

State of New Mexico)
County of Eddy)ss

The foregoing instrument was acknowledged before me this 10th day of July
by Mack C. Chase, General Partner - Chase Farms

Witness my hand official seal

Rebecca S. Ericson
Rebecca S. Ericson Notary Public

My commission expires: September 26, 2006

By and Between
Chase Farms
and Powder River Energy Corp.
Initialed For Identification _____

Exhibit A

Chase Farms

T57N-R81W, Section 6
SWNW

An easement 20 feet in width, being 10 feet on each side when measured at right angles to the following described survey line (from the point of beginning). Beginning at the NW of Section 6, T57, R81, thence $S03^{\circ}44'28''E$ for a distance of 2635 feet, more or less; to the POINT OF BEGINNING; thence $N42^{\circ}15'31''E$ for a distance of 790 feet, thence $N31^{\circ}36'39''E$ for a distance of 622 feet, more or less; thus to the terminus of the tap.

The above description is for a single-phase underground power line "Right-of-Way", 20' in width, being 10' on either side of centerline, extending for a total distance of 1,412'.

