

POWDER RIVER ENERGY CORPORATION
SUNDANCE, WYOMING
Permissive Use Agreement

KNOW ALL MEN BY THESE PRESENTS:

That (I) (We) the undersigned: Malcolm B. Hutton

With an address of: P.O. Box 4007, 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 permission to enter upon the hereinafter described lands and to place and maintain two (2) poles and zero (0) anchors for a new meter location, 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:

T56N, R83W, 6th P.M., Sheridan County, Wyoming

SECTION 18: SW 1/4 NE 1/4

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.

IN WITNESS WHEREOF, the undersigned have executed and endorsed this Permissive Use Agreement this

25th day of April, 2005

Malcolm B. Hutton
Malcolm B. Hutton

State of Wyoming
County of Sheridan ss

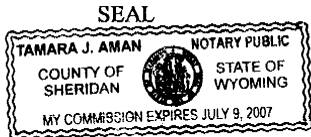
The foregoing instrument was acknowledged before me this 25th day of April, 2005

by Malcolm B. Hutton

Witness my hand official seal

My commission expires: 7-9-07

Tamara J. Aman
Notary Public



Ray Frigo 5-10-05
Acknowledged by: Powder River Energy Corp. Date
Ray Frigo Project Supervisor

Exhibit A
T56N, R83W
WO #50231

