WHEN RECORDED PLEASE RETURN TØ: (State of Utah School & Institutional Trust Lands Administration

EASEMENT AGREEMENT

APTN: Alexa Wilson 675 E 500 S, Suite 500 Salt Lake City, UT 84102

Fund: Miners Hospital 64.70% Jal Colp School 14.71% usik 20.59%

Easement No. 1075-D

This EASEMENT AGREEMENT NO. 1075-Dethe "Agreement") is entered into effective the 31st day of January, 2007 (the "Effective Date") by and between the State of Utah, School and Institutional Trust Lands Administration, an independent agency of the State of Utah, 675 East 500 South, Suite 500, Salt Lake City, Utah 84102 (the "Trust Lands Administration") and SunCor Utah, Inc., a Utah corporation, 2303 N. Coral Canyon Blvd., Suite 200, Washington, Utah 84780, coffectively GRANTORS, and Pacificorp, an Oregon corporation, d/b/a Rocky Mountain Rower, 1407 West North Temple Salt Lake City, Utah 84140, GRANTEE, for the purpose hereinafter described.

Recitals

- GRANTORS each hold an interest in certain real property (the "Easement A. Property") more particularly described in Exhibit "A" and depicted in Exhibit "B", attached hereto and incorporated herein by reference, over which GRANTEE desires to construct an overhead power transmission line having a voltage of 138/69 kV including a 12.5 kV distribution circuit (the "Power Line")
- Pursuant to that certain Power Line Improvements Agreement of April 21, 2006 (the "Improvements Agreement"), GRANTORS granted a non-exclusive temporary construction easement the "Temporary Easement") to GRANTEE, which authorized the GRANTEE to construct the Power Line on the Easement Property. The Temporary Easement will automatically expire on the earlier of January 31, 2007 or at such time as the construction related to the Temporary Easement is complete.
- The purpose of this Agreement is to grant to GRANTEE a non-exclusive easement for a perpetual term (the "Perpetual Easement"). Pursuant to the Improvements Agreement, completed construction of the Power Line is a condition precedent to the Execution of this Agreement ORANTORS and GRANTEE agree construction on the Power Line is complete as required by the Improvements Agreement such that execution of this Agreement is necessary and proper.

NOW THEREFORE, GRANTORS, in consideration of the mutual covenants and promises set forth herein, grant to GRANTEE the Perpetual Easement subject to compliance with the terms of this Agreement. Said grant shall be subject to the following terms and conditions and any valid and existing rights or until GRANTEE, its successors and assigns shall breach any conditions hereof. The Perpetual Easement is granted only for the purpose

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described herein as far as it is consistent with the principles and obligations in the Enabling Act of Utah (Act of July 16, 1894, Ch. 138, 28 Stat. 107) and the Constitution of the State of Utah.

- GRANTORS grant GRANTEE the Perpetual Easement commencing on the Effective Date as set forth above. The Perpetual Easement shall be used for the purpose of maintaining, repairing, upgrating and operating the Power Line.
- 2. Pursuant to the Improvements Agreement, GRANTEE agreed to locate the Power Line poles upon the Easement Property within five (5) feet of the centerline described on Exhibit "A." GRANTEE further agreed to coordinate the vertical placement of the Power Line poles with GRANTORS' roadway right-of-way plans and to construct the Power Line with wood and weathered steel poles. GRANTORS had final approval over the placement and vertical alignment of the Power Line poles, which approval was given in writing.

 GRANTEE shall cause the construction of the Power Line no later than January 31, 2007 within the Easement Property.
- 3. GRANTEE shall pay for all cost and expense in connection with the design engineering, construction, operation, repair, replacement, and maintenance of said Power Line across the Easement Property and hold GRANTORS harmless from any and all hiability (including expenses for attorneys' fees) which may arise from the construction, operation, and maintenance of said Power Line and the exercise of GRANTEE'S rights under this Agreement.
- 4. GRANTORS reserve to themselves, and any and all successors or assigns, the right to install, maintain and operate fiber optics within the Easement Property, subject to Washington City's review and approval, which approval shall not be unreasonably withheld. Nothing herein shall act as a waiver of appropriate and applicable franchise fees for communication facilities otherwise imposed by city ordinance. Nothing herein is intended or shall be construed to create any exclusive right to provide communication services within any developed land serviced by such potential fiber optics reservation.
- GRANTEE agrees that, for good cause shown, at any time during the life of the Repetual Easement, GRANTORS may require that the amount of an existing bond be increased or if a bond has not been previously required, GRANTORS may require GRANTEE to post with GRANTORS a bond with an approved corporate surety company authorized to transact business in the State of Utah, or such other surety as may be acceptable to GRANTORS, in a sum to be determined by GRANTORS, said bond to be conditioned upon full compliance with all terms and conditions of this Agreement and the rules relating hereto. The amount of this bond shall not be deemed to limit any liability of GRANTEE.
- GRANTEE shall indemnify, release, defend (with counsel reasonably approved by GRANTORS), and save farmless the GRANTORS and GRANTORS' successors and assigns, for, from, and against any and all claims, demands, suits, actions,

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proceedings, losses, costs, damages, fines, and penalties of every kind and description, including any attorneys' fees and/or litigation expenses, which may be brought, made against, or incurred by GRANTORS on account of any damage to any property and for any injury to or death of any person, caused by, arising out of, or contributed to, in whole or in part, by reason of any alleged act, omission, fault, mistake, or negligence of GRANTEE or its representatives or its contractors, in any way connected with or incident to the Perpetual Easement or the Temporary Easement, or by reason of any use, non-use, or condition of the Perpetual Easement created by attributable to, or contributed to by GRANTEE'S use or manner of use of the Perpetual Easement or Temporary Easement; provided, however, this indemnification shall not extend to events caused by the negligence or willful misconduct of the GRANTORS.

- 7. The operative and contractual provisions of this Agreement shall be governed by the laws of Utah and any actions brought hereunder shall be brought in the Fifth District Court, State of Utah. Any provisions hereof not enforceable under the laws of the State of Utah shall not affect the validity of other provisions hereof.

 8. The acquisition or assumption 1.
- 8. The acquisition or assumption by another party under an agreement with GRANTEE of any right or obligation of GRANTEE under this Agreement shall be ineffective as to GRANTORS unless and until GRANTORS shall have been notified of such agreement and shall have recognized and approved the same in writing, which approval shall not be unreasonably withheld, and in no case shall such recognition or approval. (i) operate to relieve GRANTEE of the responsibilities or liabilities assumed by GRANTEE hereunder; or (ii) be given unless such other party is acceptable to GRANTORS as a grantee, and assumes in writing all of the obligations of GRANTEE under the terms of this Agreement as to the balance of the term thereof, or acquires the rights in trust as security and subject to such conditions as GRANTORS deem necessary.
- 9. GRANTEE, in exercising the privileges granted by this Agreement, shall comply with the provisions of all valid Federal, State County, and Municipal laws ordinances, and regulations which are applicable to the Easement Property and operations covered by this Agreement, including, without limitation, all environmental laws applicable to the desert tortoise habitat. GRANTEE shall neither commit nor permit any waste on the Easement Property. GRANTEE shall take reasonable precautions to prevent pollution or deterioration of lands or waters which may result from the exercise of the privileges granted pursuant to this Agreement.
- 10. GRANTORS herein reserve the right to utilize said Easement Property for access to and from the lands owned by GRANTORS on both sides of said Easement Property.
- 11. It is expressly understood and agreed that the right herein granted is non-exclusive and GRANTORS hereby reserve the right to issue other non-exclusive easements, leases, or permits on or across the Easement Property where such uses are appropriate and

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compatible or to dispose of the Easement Property by sale or exchange, excepting that it shall not cause permanent buildings or other structures to be installed upon the Easement Property.

- The Trust Lands Administration expressly reserves the right to lease the Easement Property for the exploration development and production of oil gas and all other minerals, together with the right of ingress and egress across said Easement Property; provided that no drilling of oil and/or gas wells shall be conducted, nor will mining shafts be located within the boundaries of said Easement Property without compensation to GRANTEE by any such mineral lessee for any resulting damage to GRANTEE's improvements authorized pursuant to this Agreement and further provided that such use does not unreasonably interfere with GRANTEE's primary operations on the Easement Property.
- 13. GRANTEE agrees that the removal of ordinary sand and gravel or similar materials from the Easement Property is not permitted except when GRANTEE has applied for and received a materials permit from the Trust Lands Administration, excepting that GRANTEE may undertake grading, excavation, contouring, and the like, on the Easement Property which is reasonably necessary to construct, operate and maintain the Power Line.
- GRANTEE agrees that no trees may be cut or removed from the Easement 14. Property except when GRANTEE has applied for and received a small forest products permit or timber contract from the Trust Lands Administration, excepting that GRANTEE may undertake tree, shrub, plant and debris removal and trimming, and the like, on the Easement Property which is reasonably necessary to construct, operate and maintain the Power Line.
- It is hereby understood and agreed that all treasure trove, all articles of antiquity and critical paleontological resources in or upon the Easement Property are and shall remain the property of the Frust Lands Administration. GRANTEE agrees that all costs associated with archeological and paleontological investigations on the Easement Property that may be required by the Trust Lands Administration will be borne by GRANTEE, GRANTEE further agrees to cease all activity on the Pasement Property and immediately notify the Trust Lands Administration if any discovery of human remains or a "site" or "specimen," as defined in Section 9-8-302 or 63-73-1 Utah Code Annotated (1953), as 10000 amended, is made on the Easement Property, and continue to cease all construction or maintenance therein until such time as the human remains, "site" or "specimen" in question has been treated to the satisfaction of the Trust Lands Administration.
- 16. The Trust Lands Administration claims title in fee simple, but does not warrant to GRANTEE the validity of title to these premises. GRANTEE shall have no claim for damages or refund against GRANTORS for any channed failure or deficiency of GRANTORS' title to Easement Property or for interference by any third party.
- GRANTORS reserve the right to inspect the Easement Property at any time and recall GRANTEE for correction of any violations of stipulations contained herein. If GRANTEE fails to correct such violations within a reasonable time GRANTORS may, after thirty (30) days' written notice, resenter and terminate this Easement Agreement.

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- The Perpetual Easement granted herein is subject to the provisions of all 18. applicable laws and subject to the rules of the departments and agencies of the State of Utah presently in effect and to such laws and rules as may be hereafter promulgated by the State.
- Any notice contemplated herein to be served upon GRANTEE or GRANTORS shall be in writing and shall be deemed sufficient in deposited in the United States mail, postage prepaid and certified or registered, and addressed as follows:

To GRANTEE

Pacifi Corp d/b/a Rocky Mountain Power 1407 West North Temple Salt Cake City, Utah 84140

To GRANTORS

tate of Utah School and Institutional Trust Lands Administration 675 East 500 South Suite 500 Salt Lake City, Wtah 84102 Attn: Development Department

2303 Coral Canyon Blvd., Suite 200 Washington, Utah 84700

or at any such other address as GRANTEE or GRANTORS may from time to time designate by written notice to either party.

- This Agreement shall be interpreted and governed by the laws of the State of 20. Utah and the Rules governing the management and use of the School and Institutional Trust Lands Administration and the provisions bereof shall inure to and be binding upon the successors and assigns of GRANTEE and GRANTORS.
- 21. No waiver of conditions by GRANTORS of any default of GRANTEE or failure of GRANTORS to timely enforce any provisions of this Agreement shall constitute a waiver of or constitute a bar to subsequent enforcement of the same or other provisions of this Agreement. No provision in this Agreement shall be construed to prevent GRANTORS or GRANTEE from exercising any legal or equitable remedy they may otherwise have.

20070031419 Page 6 of 9 V 06/18/2007 01:02:49 PM Easement No. 1075-D PacifiCorp Page 6 of 9 IN WITNESS WHEREOF, the State of Utah, by and through the School and Institutional Trust Lands Administration, has caused these presents to be executed this day of , 2007, by the Director, GRANTORS: ∝SŒATE OF UTAH PacifiCorp d/b/a Rocky Mountain School and Institutional Power Trust Lands Administration 1407 West North Temple Salt Lake City, Utah 84140 675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 Kevin S. Carter, Director SUNCOR UTAH, INC 2303 N. Coral Caryon Blvd. Suite 200 Washington, Utah 84780 APPROVED AS TOPORM Director's Initial Review MARK L. SHURTLEFF ATTORNEY GENERAL Special Assistant Attorney General

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	PacifiCorp Page 7 of 9 STATE OF UTAH				
M. C.	COUNTY OF SALT LAKE				
. (on the <u>//2///</u> day of	duly sworn did sa	, 2007, personally that he is the Director	or of the Utah)(P)
	School and Institutional Trust Lands Instrument.	Administration, an	d is authorized to exect	ite the above	
	My commission expires: /0-18-09		44 Blandall Jotary Public, residing	at:	
	STAPE OF UTAH		CORY L. BEARDALL NOTARY PUBLIC • STATE A UTAH 675 EAST 500 SOUTH, STE. 390 SALT LAKE CITY, UT 84102		001
	COUNTY OF SALT LAKE	;§	COMM. EXP. 16-18-2009		
	On the day of Jubefore me McHARL GARDNER, who be	eing duly sworn di	, 2007, personally d say that <u>H</u> E is the _	PRESIDENT	
	, of SunCor Utah, Inc., a Utah instrument	corporation and is	authorized to execute		
	My commission expires ()4-08	Denis	Laggins	or in the second	9
	My commission expires 6.74-08		NOTARY PI DENISE C HIG 1350 S 32 HURRICANE, L MY COMM EXP	GINSON 5 W 17 84737 06-14-08	
	STATE OF UTAH COUNTY OF SALT LAKE) (\$) (\$)	STATE OF I	e C) P
		,	, 2007, personally		_
MOHEUR.	On the 16 day of Medical before me Town William Mountain Power, and is authorized to	of Pacificerp, an	, 2007, personally ho being duly sworn di Oregon corporation d/N		
	My commission expires:	Se C	7 Made	←	N P P P P P P P P P P P P P P P P P P P
	Notary Public KEVIN J. MULVEY See West Hunter Dive American Fort. Unit 94005 My Commission Explain Documber 1, 3,9810 State of Utet)		ublic, residing at:		

9 06/18/2007 01:02:49 PM Washington County 20070031419 Page 8 of 9 V Easement No. 1075-D RacifiCorp Easement Agreement COX Strip of land 60.00 feet in width, being 30 feet left and right of the described centerline, to be used as an overhead power line easement, located within Sections 5, 7, 8, & (2) 8 Township 42 South, Range West, Salt Lake Base & Memilian, Washington County, State of Utah, Centerline being more particularly described as follows: Beginning on the Boundary Line between the Sienna Hills Development and the Coral Canyon Community, at a point which is located N 00°56'44" E 1366.33 feet along the Range Line and EAST 1386.48 feet from the West Quarter Corner of Section 18, Township 42 South, Range 14 West Salt Lake Base and Meridian; running thence N 63°52'35" E 458.61 feet, thence N 79°08'11" E 1219.75 feet thence N 65°26'10" E 912.27 feet; thence N 65°17'43" E 906.70 feet to the North Line of said Section 18; thence N 65°17'43" E 1224.75 feet to the East Line of Section of Said Township and Range; thence N 65°17'43" E 1021.52 feet; thence N 44°59'30" E 2102.38 feet; thence N 27'37" E 1495.23 feet; thence N 46°57'39" E 2093.26 feet; thence \$ \%\34'29" E 652.44 feet to the point of terminus. Bearings are based on the Utah State Plane Coordinate System of 1983, South Zone. The total length of the Overhead Power Line Easement for the COROL CANYON COMMUNITY, as described above is 12,086.92 feet or 2.29 miles, more or less, in length.

