

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: ABSOLUTE ENERGY, LLC	DOCKET NO. P-871
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PIPELINE PERMIT

(Issued October 17, 2007)

Permit No. 1229 Lateral Mona

Permission is hereby granted to Absolute Energy, LLC (Absolute), to construct, operate, and maintain pipelines in Mitchell County, Iowa, for the transportation of natural gas at a maximum operating pressure of 500 psig over the route attached to and incorporated by reference in this permit.

Permit No. 1229 is granted subject to the provisions of Iowa Code Chapter 479 (2007), 199 Iowa Administrative Code Chapters 9 and 10 (2007), and the September 26, 2007, "Proposed Decision and Order Granting Permit" issued in this docket.

Absolute Energy must file the required permits and approvals from Mitchell County, the Iowa Department of Transportation, the Illinois Central and Cedar Valley Railroads, and the Iowa Department of Natural Resources prior to beginning construction of the pipeline. In addition, Absolute must file notice with the Utilities Board once the bankruptcy court has approved the two remaining voluntary easements needed for the pipeline and may not begin construction of the

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pipeline until the bankruptcy court has approved the easements. The issuance of the permit in this case is based on approval of the easements by the bankruptcy court.

Permit No. 1229 shall be effective until October 17, 2032, unless revoked, terminated, or amended by the Utilities Board.

UTILITIES BOARD

/s/ John R. Norris
Chairman

ATTEST:

/s/ Sharon Mayer
Executive Secretary, Assistant to

Dated at Des Moines, Iowa, this 17th day of October, 2007.

EXHIBIT A
LEGAL DESCRIPTION
Petition for Pipeline Permit
Absolute Energy Pipeline
Mitchell County, Iowa

North Terminus: High pressure valve located on Absolute Energy' LLC's property in the Northeast $\frac{1}{4}$ of Section 10 Township 100N, Range 18W.

South Terminus: Alliance Pipeline Valve Station located in the Northwest $\frac{1}{4}$ of the Northwest $\frac{1}{4}$ of Section 18 Township 100N, Range 17W.

Commencing at the Alliance Pipeline Valve Station in the Northwest $\frac{1}{4}$ of the Northwest $\frac{1}{4}$ of Section 18, Township 100N, Range 17W, thence westerly in Mitchell County Road Right of Way (500th St.) along the northerly edge of the Northeast $\frac{1}{4}$ of Section 13 Township 100N, Range 18W, continuing westerly along the northerly edge of the Northwest $\frac{1}{4}$ of Section 13 Township 100N, Range 18W, then continuing northwesterly in Mitchell County road right of way into the Southeast $\frac{1}{4}$ of Section 11, Township 100N, Range 18W in Mitchell County road right of way (Foothill Ave.), thence northerly in Mitchell County Road Right of Way along the easterly edge of the Southeast $\frac{1}{4}$ of Section 11, Township 100N, Range 18W, thence westerly in private right of way along the northerly edge of the Southeast $\frac{1}{4}$ of Section 11, Township 100N, Range 18W, continuing westerly in private right of way along the northerly edge of the Southwest $\frac{1}{4}$ of Section 11, Township 100N, Range 18W to the easterly right of way line of Highway 218 road right of way, thence continuing north-westerly in private right of way along the easterly line of Highway 218 in the Northwest $\frac{1}{4}$ of Section 11, Township 100N, Range 18W to a point approximately 420 feet south of the northerly edge of the Northwest $\frac{1}{4}$ of Section 11, Township 100N, Range 18W, thence westerly in private right of way crossing Highway 218 and the Cedar River Railroad Company right of way in the Northwest $\frac{1}{4}$ of Section 11, Township 100N, Range 18W and continuing westerly on private right of way in the Northeast $\frac{1}{4}$ of Section 10 Township 100N, Range 18W, crossing the Iowa, Chicago and Eastern Railroad Company right of way, a total distance of approximately 17,075 feet to the northerly terminus, a high pressure valve located on Absolute Energy LLC's property in the Northeast Quarter of Section 10, Township 100N, Range 18W.

The route is on both private property and in Mitchell County Road Right of Way and includes both road and railroad crossings.