



## PALERMO CONDITIONING PLANT

Aux Sable's Palermo Conditioning Plant commenced operation in February 2010 and is located 1.5 miles south of US Highway 2 on 74th Ave NW, near Palermo, North Dakota. The Plant receives gas from four gas gathering systems servicing nearby Bakken shale oil/gas production areas. The plant is designed to remove the heavier hydrocarbon compounds while leaving the majority of the natural gas liquids in the rich gas delivered into the Prairie Rose Pipeline, which is then delivered onto the Alliance Pipeline. The gas is eventually processed at Aux Sable's Channahon Fractionation and Extraction Facility.

Aux Sable Midstream has constructed a Natural Gas Liquids truck unloading facility at its Palermo Conditioning Plant. The NGL mix will be injected into the Palermo Plant/Prairie Rose Pipeline System for delivery at Aux Sable's Channahon, Illinois Facility. The Truck Unloading facility started operations in July 2012.

### FACTS

#### Facility

- Capacity: 80 mmcf/d

#### Products

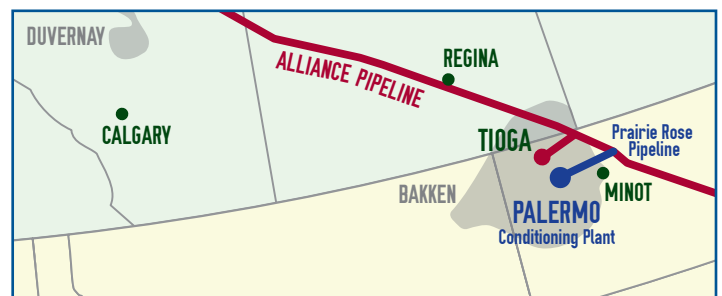
- Liquids Rich Gas Stream
- C5+

#### Facility and Pipeline Connections

- Prairie Rose Pipeline

#### Truck Rack

- Capacity: 5,000 barrels per day (expandable to 10,000)
- Two unloading spots
- Year round daily availability
- Term and spot purchase programs



### PRAIRIE ROSE PIPELINE

The 83-mile Prairie Rose Pipeline commenced operation in February 2010. The Pipeline gathers gas from the Aux Sable Palermo Conditioning Plant and other sources for delivery into the Alliance Pipeline system at Bantry, North Dakota. The pipeline has an estimated capacity of 120 mmcf/d and can be easily expanded to meet additional demand.

**Pipeline Specs:** Capacity: 120 mmcf/d  
12 inch diameter / 83 miles (133 km) in length

**Products:** Sweet, liquids rich natural gas