Exploration et Exploitation des Hydrocarbures: Eléments Techniques et non Techniques pour mieux comprendre et cerner ce secteur de l'industrie Minière

Cameroonians GeoPetroMiners in Germany

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Structure

- Objectives
- About Myself
- Overview of the Oil & Gas Industry
- Focus on the Upstream
- Upstream: The workers...
- The Reservoir...
- Conclusions
- Discussions

Objectives:

- Needs of clarification in our minds
 - Society, Students and Academicians
- Present and Discuss
 - why we should build our petroleum (Reservoir) Engineers
- Opportunity to
 - Make connections and
 - Built a wordwide network of
 - Geoscientists/Mining/Petroleum Engineers

About the Myself:

- Cameroonian...
- Clausthal University of Technology
 - Lower Saxony/Germany
 - Bachelor of Sciences Energy & Rohmaterials
 - Focused on Petroleum Engineering
- Freiberg University of Technology & Mining Academy
 - Saxony/Germany
 - Master of Sciences Engineering & Industrial Management
 - Focused on Petroleum Engineering/Reservoir Management
- Berlin university of Technology
 - Research & Scienstist Worker
 - PhD Student
 - Focused on Mechanical Assisted Production Optimization & Reservoir Simulation

Oil & Gas Industry: Overview

• <u>Upstream :</u>

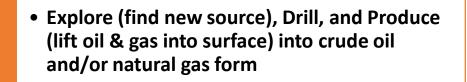
- Explore (find new source),
- Drill, and Produce (lift oil & gas into surface) into crude oil and/or natural gas form

• Midstream :

 Transport crude oil via pipeline, truck, or crude oil tanker/Natural Gas Liquefication into LNG/Transport natural gas via pipeline, truck, or LNG carrier/LNG regasification

• <u>Downstream :</u>

 Process crude oil in a refinery/Process natural gas into chemical products in/petrochemical plant/Convert heat energy from natural gas into electricity in a power plant



 Transport crude oil via pipeline, truck, or crude oil tanker/Natural Gas Liquefication into LNG/Transport natural gas via pipeline, truck, or LNG carrier/LNG regasification

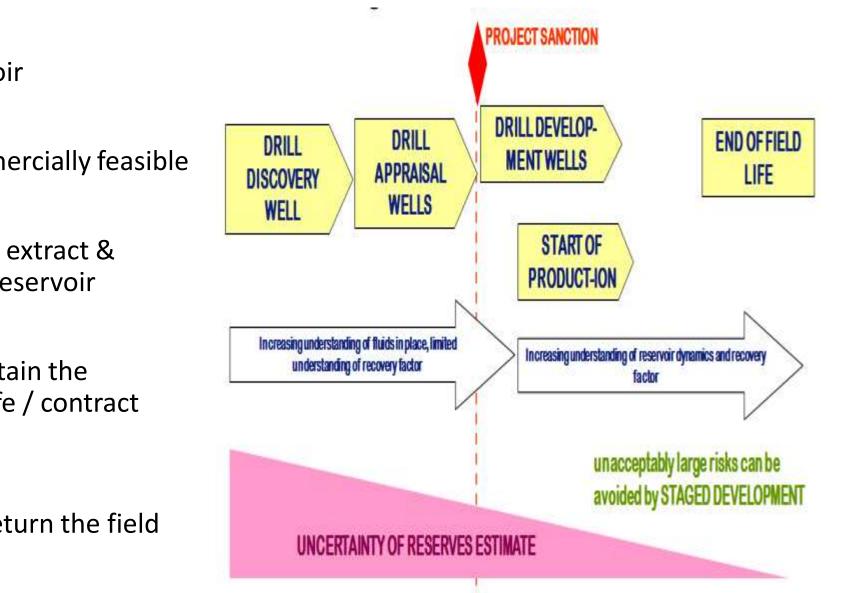
Downstream

Upstream

Midstream

 Process crude oil in a refinery/Process natural gas into chemical products in petrochemical plant/Convert heat energy from natural gas into electricity in a power plant

Upstream Industry: Overview



• Exploration :

• Find a new oil & gas reservoir

• Appraisal :

• Ensure new finding is commercially feasible

• <u>Development :</u>

• Develop surface facilities to extract & process oil & gas from the reservoir

Production :

 Produce oil & gas and maintain the facilities until end of field life / contract period

• <u>Abandonment :</u>

• Close the production and return the field into original condition

Persons Involved in the Upstream Industry: Finders vs. Movers...

Who will discover future oil & gas?



The Finders: Geoscientists

- Study the Earth for clues to where oil & gas might be hidden.
- Evaluate subsurface structures to find oil & gas fields

The Movers: Petroleum Engineers

- Work with geoscientists to understand the geologic formation & properties of the reservoir rock & the fluids therein, help determine the drilling methods to be used, & monitor production operations.
- Design equipment & processes to achieve the maximum profitable recovery of oil & gas.
- As only a small proportion of oil & gas in a reservoir will flow out under natural forces, PEs implement various enhanced recovery methods:
 - injecting water, chemicals, gases, or steam into a reservoir to force out more of the oil,
 - Geo-steered drilling or hydraulic fracturing to connect a larger area of a reservoir to a single well.

Petroleum Engineers:

work in teams to ...

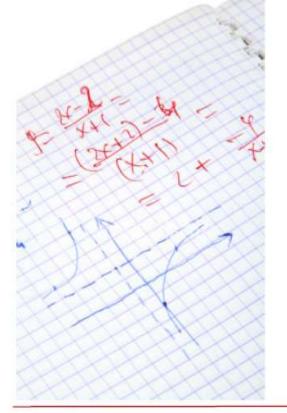


- Use creative solutions to find oil & gas.
- Understand rock formations & reservoir fluids.
- · Analyze oil & gas fields' qualities.
- Monitor drilling & production.
- Design equipment, processes so maximum amount of oil & gas is recovered.
- Manage drilling of oil & gas wells.
- Ensure operations run smoothly & safely, while respecting the environment.

The Petroleum engineers: Areas of Speciality & Daily Life

Petroleum Engineers:

Areas of speciality ...



Petroleum Engineers

- reservoir engineer
- production engineer
- completions engineer
- drilling engineer
- economist
- HS&E engineer
- & more!

Allied careers

- petrophysicist
- geologist
- geophysicist
- information technologist

Petroleum Engineers: A day in the life ...

- While most PEs work directly for oil & gas production companies, many join the service sector in the employment of the large contractors.
- PEs have a broad focus & cross over many industries, working on a wide range of projects & activities.
- A 'production' PE will focus on production challenges, identifying, testing, & implementing methods for improving oil & gas production. Whilst an 'operational or wellsite' PE may focus on safety issues, or maintenance support, identifying and planning upgrades of equipment or systems.
- A 'reservoir' PE will focus on building models for production forecasts and booking reserves, with a likely to be focus on economics, helping a team determine the optimum number of wells for a given development. These PEs often move into new business groups, advising on acquisitions & divestments, & may become consultants to investors, banks, or other financial services firms.

Persons Involved in the Upstream Industry... Interdiciplinarity and Team Work!!!

- Geoscientists
- Drilling engineers
- Production Engineers
- Reservoir Engineers
- Others Scientists
 - Informaticians/Computer Scientists
 - Mathematicians
 - ...

The Production Engineer

- "Production engineering is that part of petroleum engineering that attempts to maximize production (or injection) in a cost-effective manner." after Economides & al. [1]
- Focused on the "Well" but Involves two connected systems:

• The Reservoir

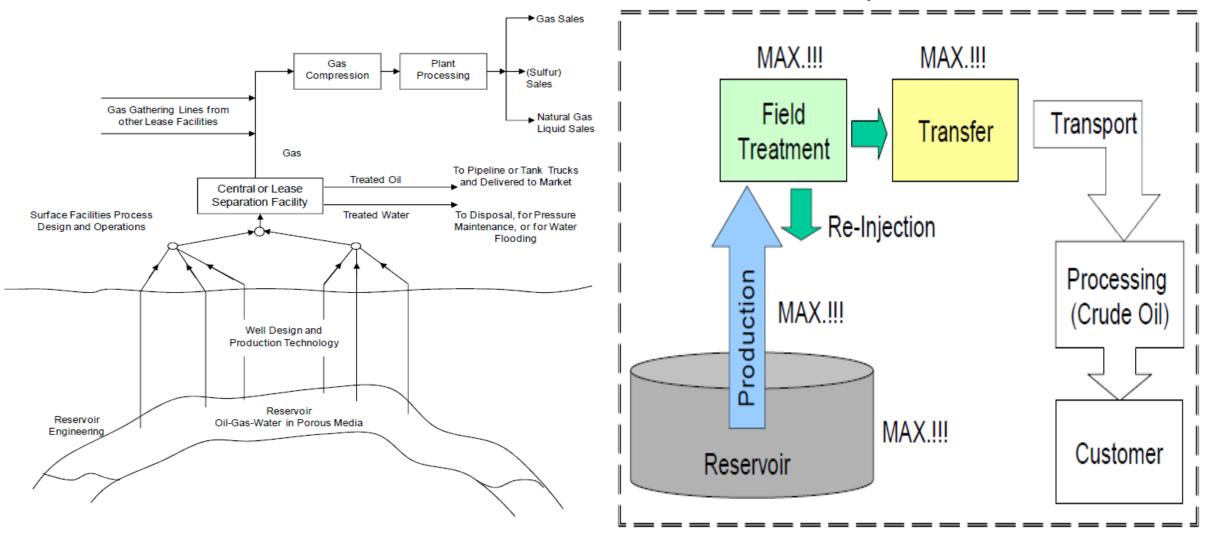
- Flow caracteristics (transport) and Storage capacities
- Artificial structures (Surface facilities)
 - Well/Bottomhole & Wellhead assemblies
 - Surface Gathering and Facilities (Separation & Storage)
- Directly related & interdependently with other major areas, such as
 - Formation evaluation (Petroleum Geosciences)
 - Drilling Engineering
 - Reservoir Engineering

The Production Engineer: Typical Duties

- Production monitoring and evaluation
- Asset management planning
- Workover design and execution
- Production equipment design
- Cost estimating and budgeting
- Interfacing with
 - working interest partners,
 - service companies
 - and regulatory agencies

- Implementing safe and environmentally sound practices in field operations and maintenance
- Determining appropriate equipment for facilities and construction operations.
- Performing procedures in drilling, workover, snubbing and coiled tubing operations.
- Determining and applying electric line, slickline, remedial and P&A operations.

The Petroleum Production-System



• The Petroleum Production-Systems (a)Sources: Dr.-Ing. J. Holzmann [2]

• The Petroleum Production-Systems (b)Sources: Dr.-Ing. J. Holzmann [2]

Reservoir Engineering: The Definition

- is a branch of petroleum engineering that applies scientific principles to the drainage problems arising during the development and production of oil and gas reservoirs so as to obtain a high economic recovery.
- Is the art of forecasting future performance of a geologic oil and gas reservoir from which production is obtained according to probable and pre-assumed condition.
- Functions Of Reservoir Engineering
 - To continuously monitor the reservoir and collect relevant data and interpret it to be able to:
 - Determine (present conditions)
 - Estimate (future conditions) and
 - Control the movement of fluids through the reservoir
 - so that we can
 - enhance (increase recovery factor) and
 - accelerate (increase production rate) the oil recovery

Reservoir Engineering: The Workflow

- <u>RESERVOIR CHARACTERIZATION</u>
 - Shape of the Reservoir- Length, Width-
 - Thickness Distribution
- GROSS ROCK VOLUME
 - Fluids and Contacts
 - Saturation Distribution
 - Non- Reservoir Zones
 - Porosity

<u>NET IN- PLACE HYDROCARBONS</u>

- Permeability Distribution
- Capillary Pressure
- Relative Permeability

FLOW CHARACTERISTICS

- Fluid Properties
- Rock Compressibility
- Aquifer Size
- Pressure Distribution

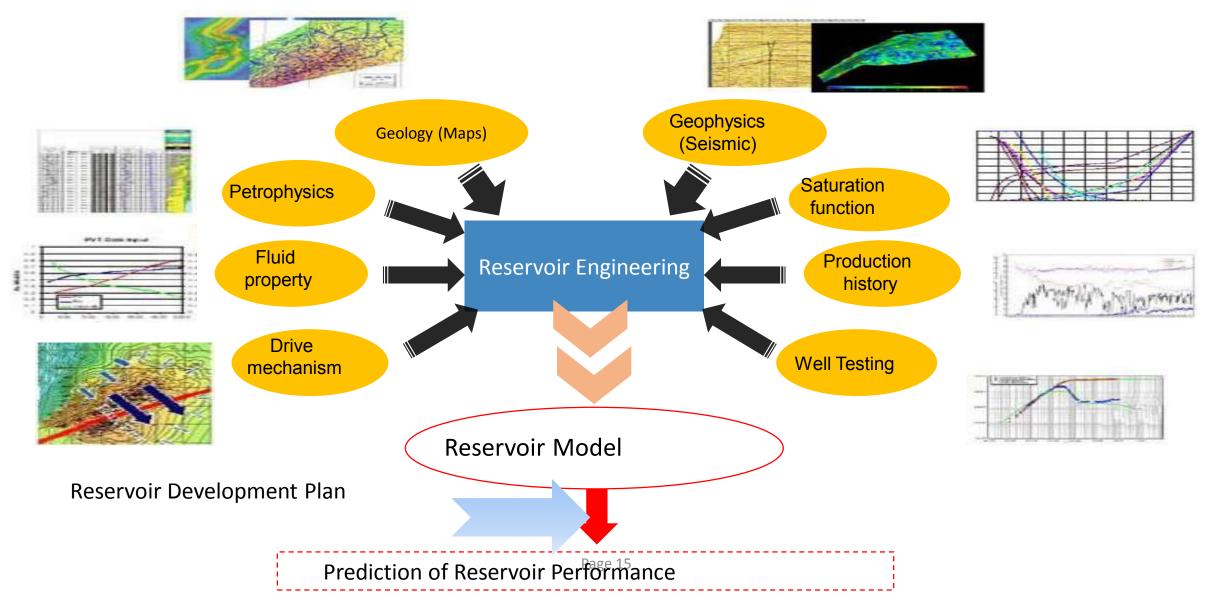
<u>RESERVOIR ENERGY</u>

- Well Locations
- Production/Injection Constraints

• **RESERVOIR PERFORMANCE**

- Prediction Scenarios
- Redevelopment Scenarios
- Cash Flow Predictions

Reservoir Engineering: Multidisciplinary approach



The primary Functions of Reservoir Engineer

- To calculate the volume of the initial hydrocarbon present in the reservoir
- To predict the derivability of the wells producing from the reservoir (production versus time)
- To suggest strategies for increasing an individual or the productivity of the entire reservoir .
- During the whole life cycle of the Field Development, he has to answer the following question:
 - How can we increase the HC recovery economically????

Reservoir Engineering: Most Used Terms

- **Porosity:** this is the ration of pore volume to bulk volume. It is expressed in fraction
- <u>Permeability</u>: this is the property of a reservoir that enables the movement of fluid (Darcy)
- <u>Effective Permeability</u>: this is the permeability of a reservoir when 100% saturated with a particular fluid
- *<u>Relative Permeability</u>:* this is the ration of effective permeability to absolute permeability
- *Effective Porosity:* this is the ratio interconnected pore volume to bulk volume
- *Water Saturation:* this is the ratio of the volume occupy by water to the pore volume
- <u>Critical water saturation</u>: critical water saturation defines the maximum water saturation that a formation with a given permeability and porosity can retain without producing water.
- Irreducible water saturation: This is the minimum water saturation at which water will remain immobile
- Formation volume factor: this is the ration of the volume of fluid in the reservoir to the volume at the surface
- <u>Shrinkage factor</u>: this is the inverse of formation volume factor

Calculating Original Oil in Place (OOIP)

- OOIP = 7,758*A*h*\$ (1-Sw)/Bo
- Where:
 - OOIP = Original Oil In Place [STB]
 - 7,758 = Factor Converting acre-Feet to Barrels
 - A = Reservoir Area [acres]
 - h = Average Reservoir Thickness [feet]
 - ϕ = Average Reservoir Porosity /Fraction of Bulk Volume [%]
 - S_w = Average Water saturation/Fraction of Pore Volume [%]
 - B_o = Oil Formation Volume Factor, [RB/STB]

OIL RECOVERY PROCESSES

• <u>Primary Recovery</u>

• Production using only natural reservoir energy (natural water drive, gas cap expansion, solution gas drive and pressure depletion drive).

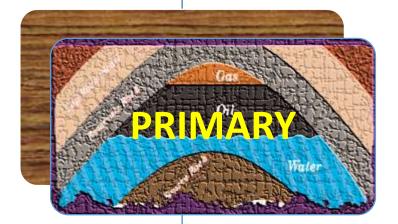
• <u>Secondary Recovery</u> Improved Oil Recovery (IOR)

• Water or gas injection to maintain reservoir pressure (water flooding and immiscible gas injection to supplement natural reservoir energy).

• <u>Tertiary Recovery</u> Enhanced Oil Recovery (EOR).

- An EOR process is any process which does a better job of recovering oil than conventional technology (primary and secondary recovery processes).
- In an EOR process conventional water or gas is replaced by a more effective (more expensive) recovery agent.

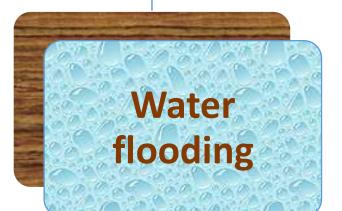




SECONDARY









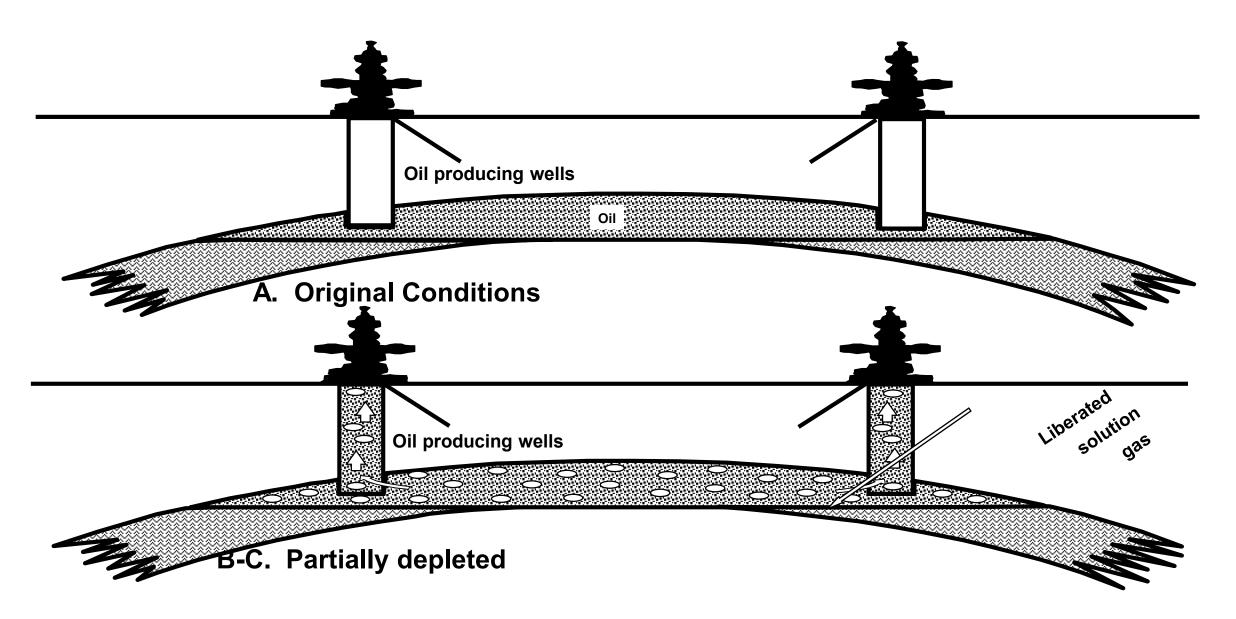
OIL RECOVERY PROCESSES

PRIMARY RECOVERY	By: PRESSURE DEPLETION	Normal for GAS but poor for OIL (5-12% recovery)
SECONDARY RECOVERY	By: FLUID DISPLACEMENT →Some development wells inject water or gas into the reservoir	Good for OIL (30-40% recovery)
TERTIARY RECOVERY (Enhanced Recovery)	By: DISPLACEMENT USING SPECIAL FLUIDS →injection of surfactants, carbon dioxide or steam	Improves OIL recovery but expensive to carry out

PRIMARY RECOVERY MECHANISMS

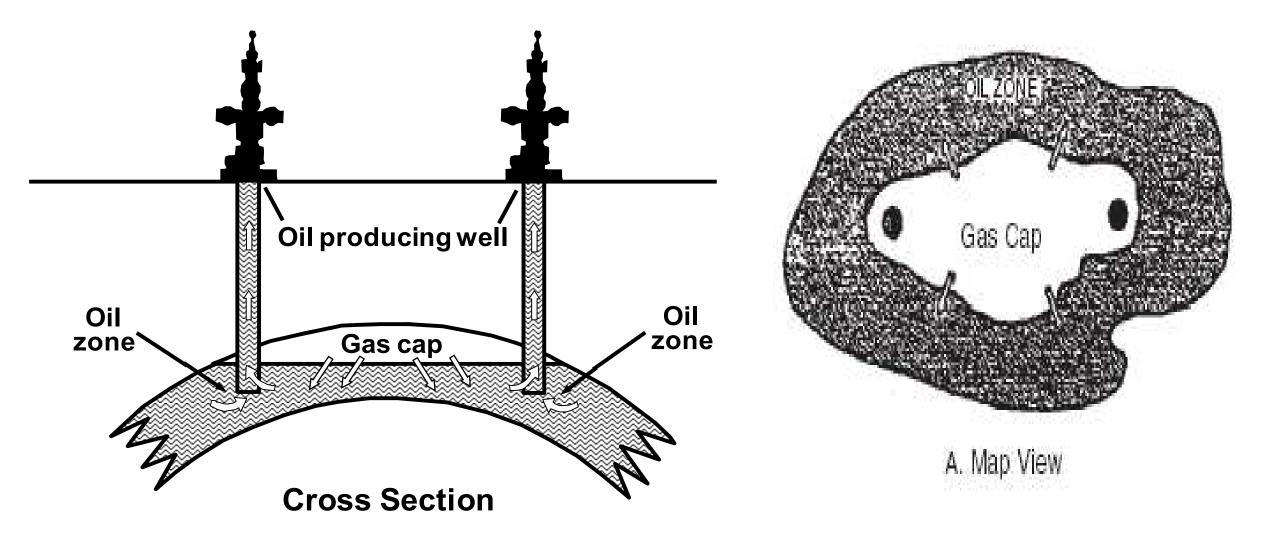
- The *natural energy* of the reservoir is used during the *initial* production of hydrocarbons
- Solution Gas Drive/Depletion Drive
 - Liberation and expansion of dissolved gas
- Water Drive
 - Influx of aquifer water (Water Drive)
- <u>Compaction Drive</u>
 - Contraction of reservoir rock skeleton
- Gas Cap Drive
 - Expansion of original reservoir fluids
 - Free gas, if present
 - Interstitial water
 - Oil, if present
- Gravity Drainage
 - Gravitational forces (Gravity Drainage)
- <u>Combination Drive</u>

SOLUTION GAS DRIVE



GAS CAP DRIVE MECHANISM

• Expansion of gas cap and solution gas as it is liberated!!!



GAS CAP DRIVE MECHANISM

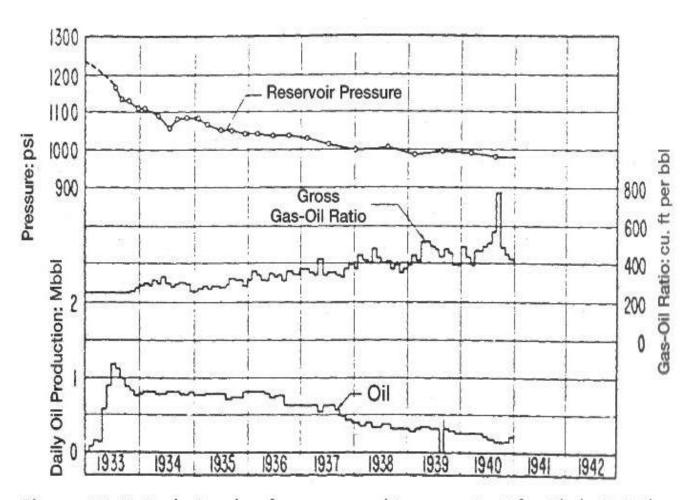
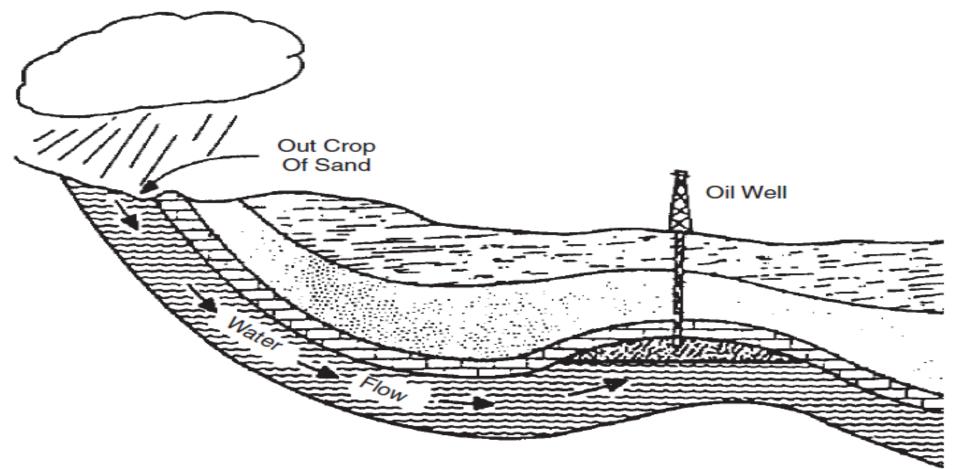


Figure 11-6. Production data for a gas-cap-drive reservoir. (After Clark, N. J. Elements of Petroleum Reservoirs, SPE, 1969. Courtesy of API.)

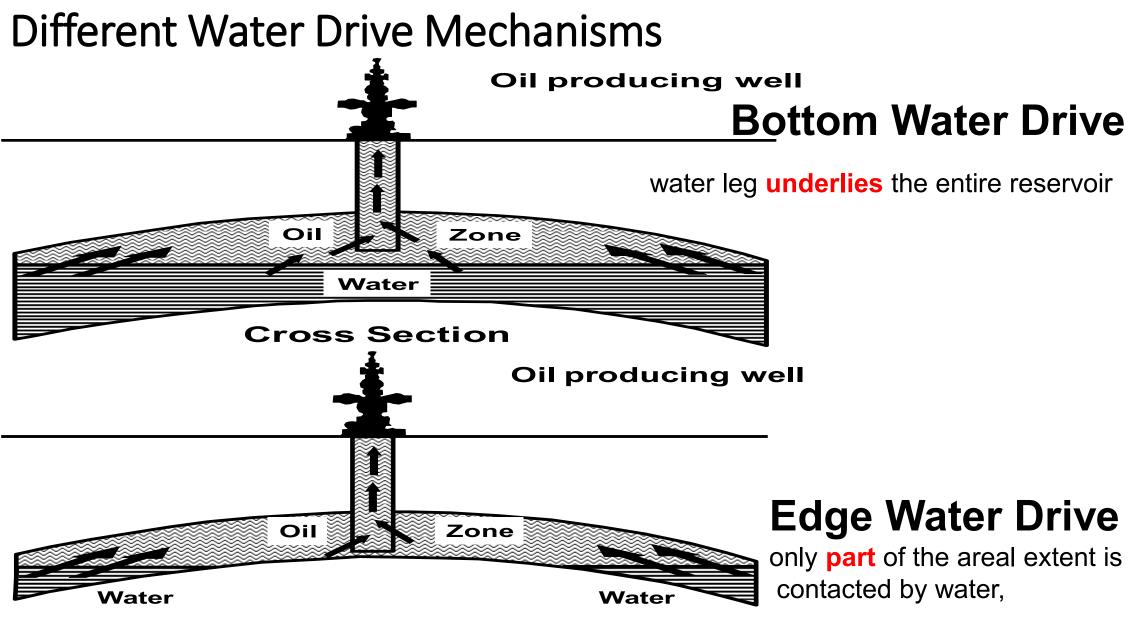
Characteristic	Trends
Oil Recovery	20% to 40% OOIP
Reservoir pressure	Declines slowly and constantly
Gas-Oil ratio	Rises constantly
Water Production	None
Well Behavior	Reservoir pressure maintained

NATURAL WATER DRIVE MECHANISM

✓ An aquifer provides the energy for hydrocarbon production. Both water expansion, as a result of pressure reduction, and inflow are involved.



Reservoir having artesian water drive (After Clark, N.J., Elements of Petroleum Reservoirs, SPE, 1969).



Cross Section

WATER DRIVE MECHANISMS

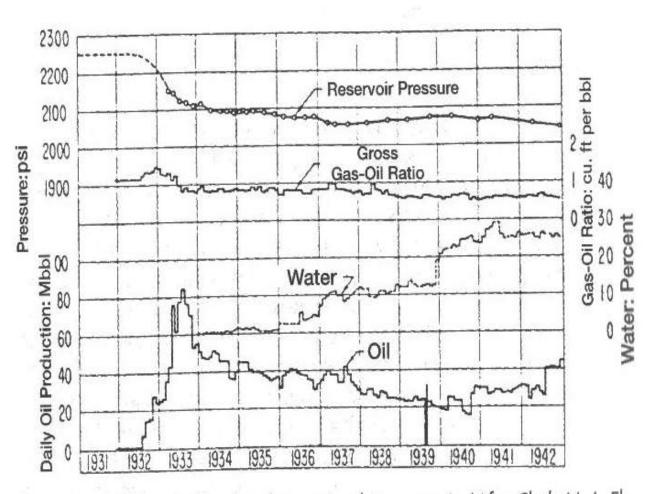
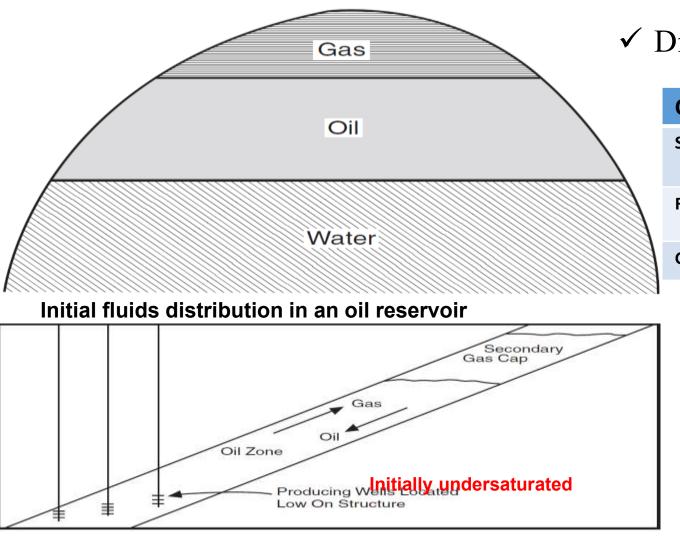


Figure 11-10. Production data for a water-drive reservoir. (After Clark, N. J., Elements of Petroleum Reservoirs, SPE, 1969. Courtesy of API.)

CHARACTERISTIC	TRENDS
Reservoir pressure	Remains high
Gas-Oil ratio	Remains low
Water Production	Starts early and increases to appreciable amounts
Well behavior	Flows until water production is excess
Oil recovery	35 to 70% OOIP

GRAVITY-DRAINAGE DRIVE MECHANISM



 \checkmark Difference in **densities** of the reservoir fluids.

Characteristic	Trend
Secondary gas cap	Initially Undersaturated
Reservoir pressure	Rapid pressure decline without gas cap
Gas-Oil ratio	Low due to gravity segregation

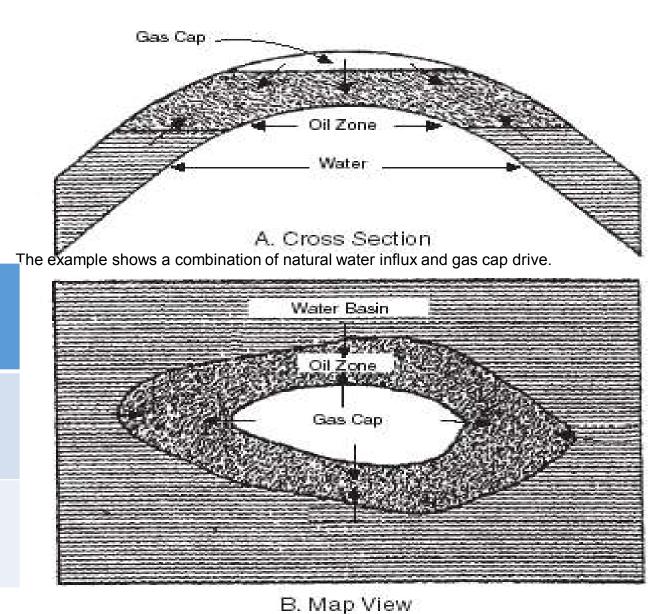
- ✓ Ultimate recovery
- High vertical
- Production rate similar to the gravity drainage rate
- Low viscosity

Gravity drainage secondary gas cap

COMBINATION DRIVE

In combination-drive reservoirs,

- Depletion drive and **a weak water drive**,
- Depletion drive with a small gas cap and a weak water drive.

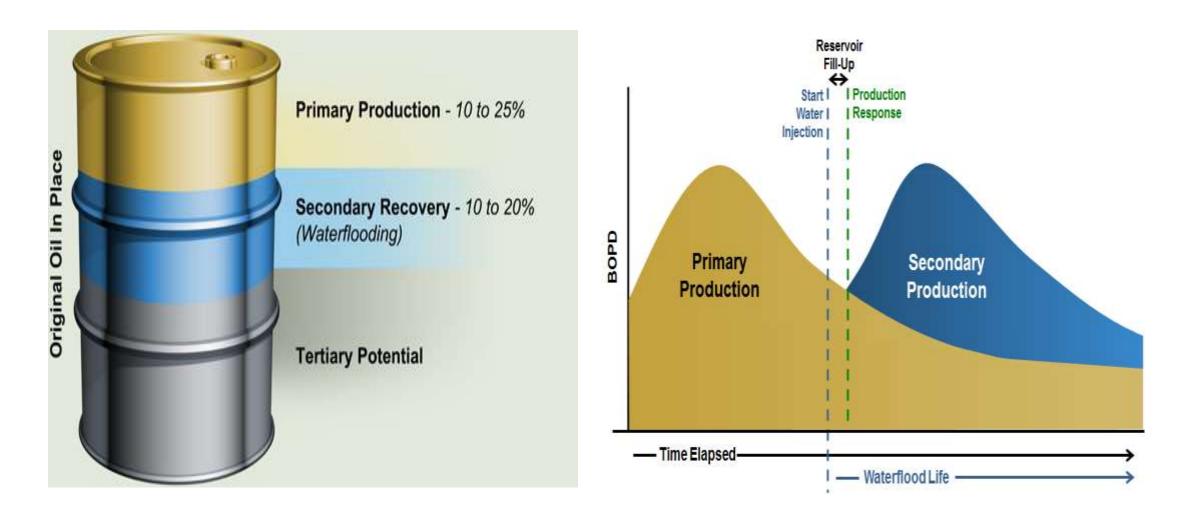


Water production	Increasing water production rates
Reservoir pressure	Increasing water production
Gas-Oil ratio	Continually increasing Gas-Oil ratio

Secondary Recovery

- Over the lifetime of the well the pressure will fall, and at some point there will be insufficient underground pressure to force the oil to the surface.
- If economical, as often is, the remaining oil in the well is extracted using secondary oil recovery methods (see: <u>energy balance</u> and <u>net energy gain</u>).
- Secondary oil recovery uses various techniques to aid in recovering oil from depleted or low-pressure reservoirs.
- Sometimes pumps, such as <u>beam pumps</u> and <u>electrical submersible pumps</u> (ESPs), are used to bring the oil to the surface.
- Other secondary recovery techniques increase the reservoir's pressure by water injection, natural gas reinjection and gas lift, which injects air, carbon dioxide or some other gas into the reservoir.
- Together, primary and secondary recovery generally allow <u>25% to 35%</u> of the reservoir's oil to be recovered.

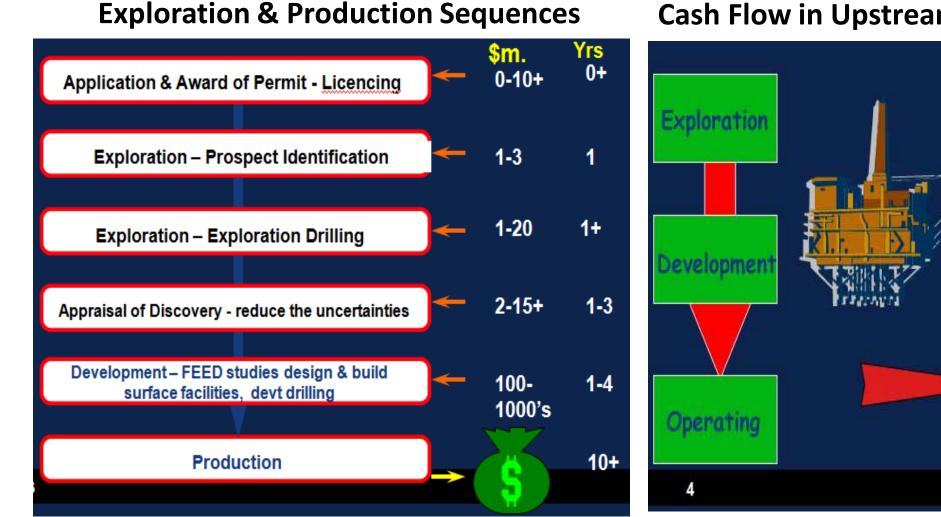
From Primary to Secondary... Summary



Tertiary Recovery

- In these processes the nature of the rock and HC have to be modified in order to improve the displacement efficiency of oil
- For exemple: the Viscosity of the oil can be reduced so that it can move faster...
- Some EOR Processes:
 - Thermal Flooding
 - Chimical Flooding
 - Microbial EOR
 - CO₂ Sequestration

Upstream Industry: Development Sequences & Economics



Cash Flow in Upstream Operations

Gross

Revenues

Tax

& Royalty

Allowances

Net

Revenue

Conclusion

- Petroleum Engineering
 - Team Work
 - Interdiciplinarity
 - Multicultural
- Reservoir Engineering
 - The Driller...
 - The Production Engineer
 - The Geoscientist

- The Reservoir Engineer
 - Reservoir Simulation
 - Reservoir Management
 - Reserves Evaluation
 - Well Testing
- Strategic Functions
 - ...

Any Questions???

- Thank You
- For your...