



Understanding Organic Shale

Reservoir Quality & Completion Quality



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European Unconventional, Schlumberger

Bucharest, March 11th 2013



Understanding Organic Shales - Outline

- European Shale today
- What are organic shales?
- What makes them Unique?
 - » **Reservoir Quality**
- What makes them Produce?
 - » **Completion Quality**
- How do you make a shale project economic?



European Shale Gas Today – after 3 years



Countries that have drilled Shale Gas Wells

- Poland – 34 Vertical / 5 Horizontal
- Turkey – 6 Vertical / 1 Horizontal
- Germany – 3 Vertical
- Bulgaria – 1 Vertical
- Sweden – 3 Vertical
- UK – 3 Vertical

Countries that have Completed & Tested

- Poland – 7 Vertical / 3 Horizontal
- Turkey – 2 Vertical / 1 Horizontal
- Germany -1 Vertical
- UK – 1 Vertical

Countries with measured production

- Poland – 1 Horizontal Well
- Turkey – Comingled Production

We are still in the Exploration Phase!!



What is an Organic Shale ?



Not a typical shale, but a unique rock type

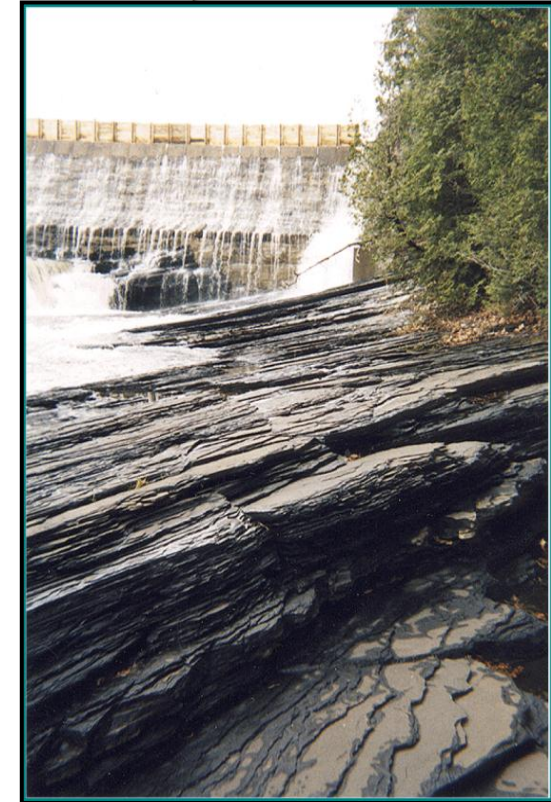
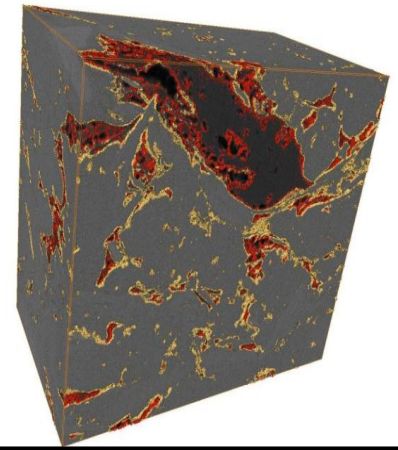
- Deposited in environment with little or no oxygen
- Scavengers can't survive and dead organisms accumulate.
- If organic matter $> 5\%$, sediment forms "Black Shale"

© Earth Science World Image Bank

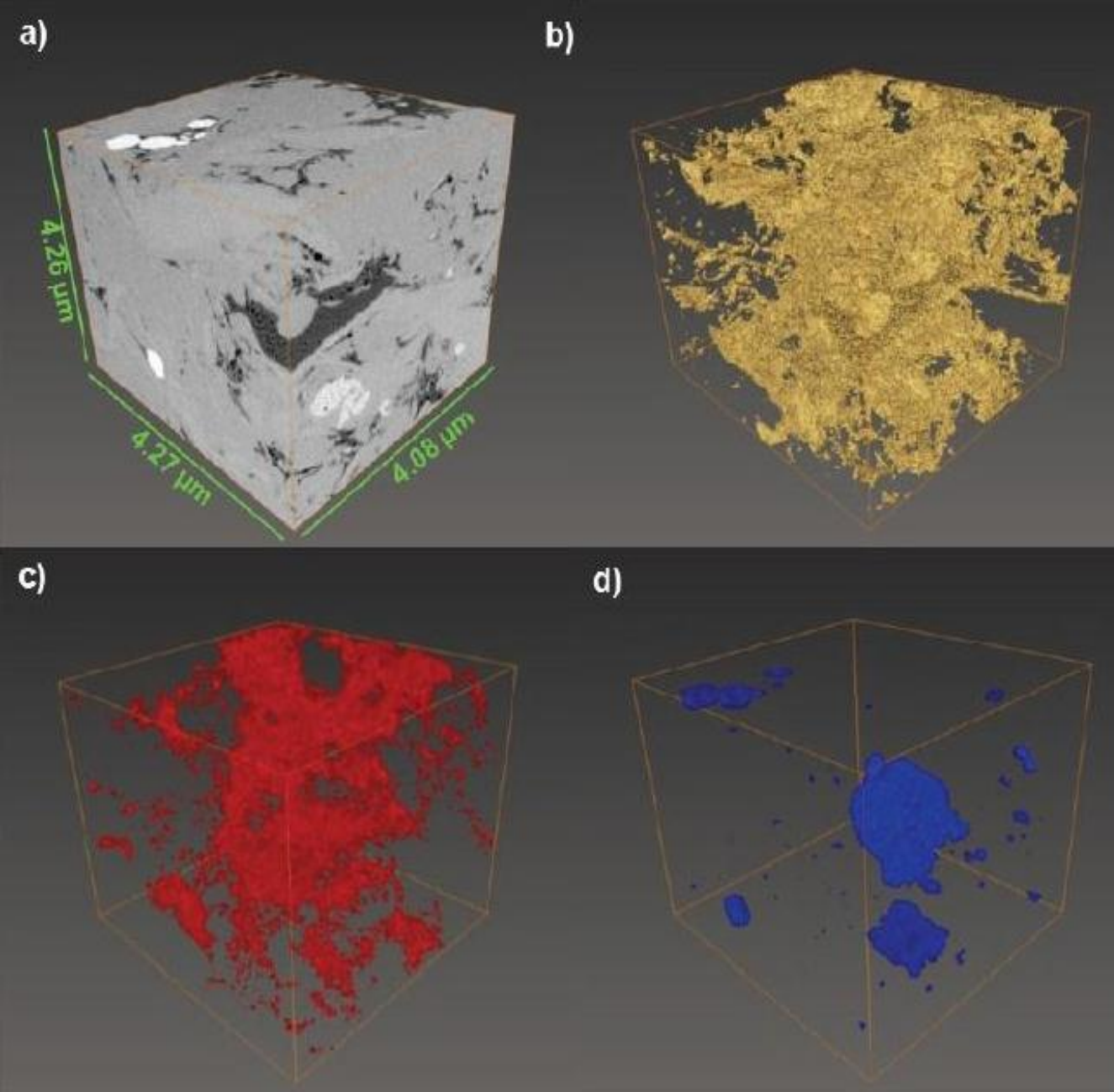


Organic Shale Reservoirs

- Organic Rich Shale
- Source Rocks
- Surrounding poor quality rock ignored as non-economic in the past.
- Porosity sources are mostly unconventional
- Matrix rock has very low permeability
- Require hydraulic stimulation to make productive



Organic Shale Reservoirs



- a) 3d solid matrix
- b) Kerogen volume
- c) Pores
- d) Pyrite

SPE 137693



Exploration Challenge – Goals of Shale Evaluation

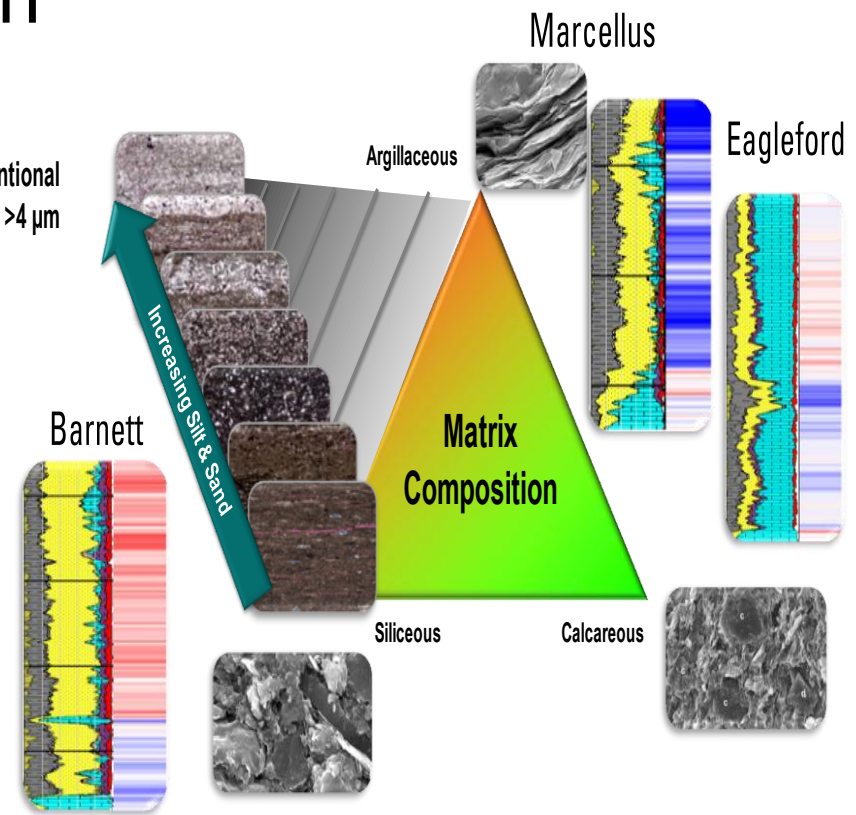
Reservoir Quality

- Maturity
- Organic content
- Clay Content & volume
- Porosity
- Permeability
- Water saturation
- Pressure
- Gas in place

Integration

Completion Quality

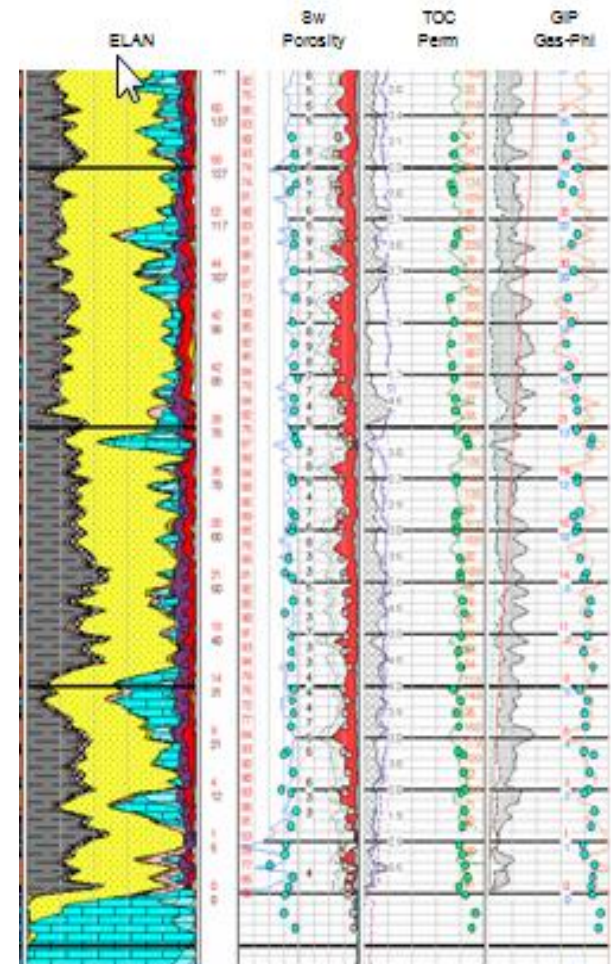
- Stress anisotropy
- Fracture containment
- Near & Far Field stress
- Clay content & type
- Fabric pattern
- Wellbore placement
- Chem-Mechanical weathering



Reservoir Quality– How to Evaluate Shale

Reservoir Quality

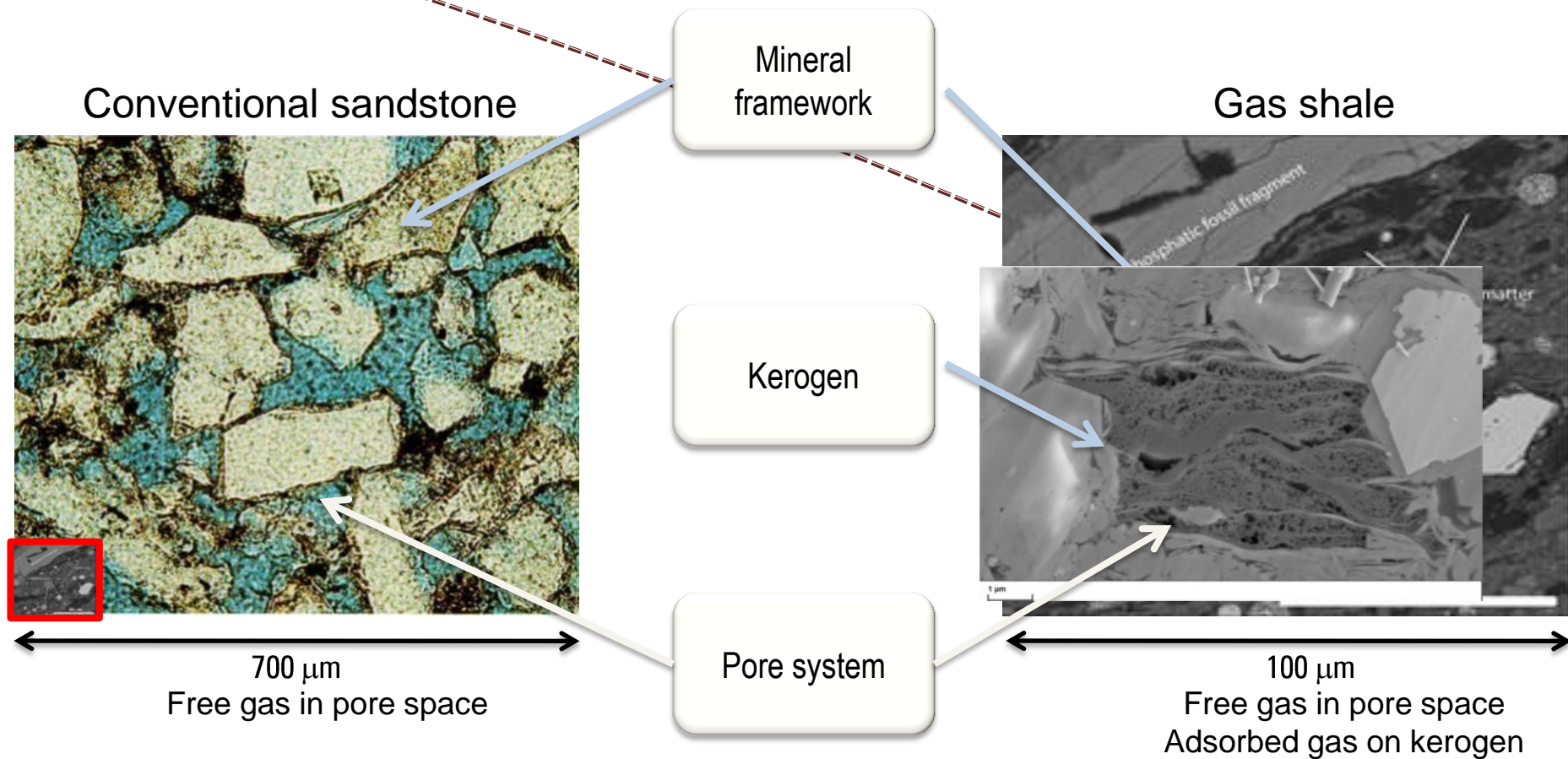
- Maturity Confirmed from Core
- Organic content Core Measured Volume & Type
- Clay content & type Clay Volumes and Type
- Porosity Type & Relationship to Kerogen Wettability
- Permeability Core Measure Perm.
- Saturation Saturation from retort analysis
- Pressure Estimate from fall off test
- Gas in place Free and Absorbed Gas Desorption Reference



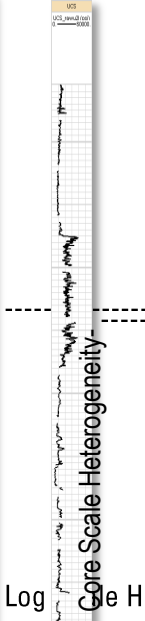
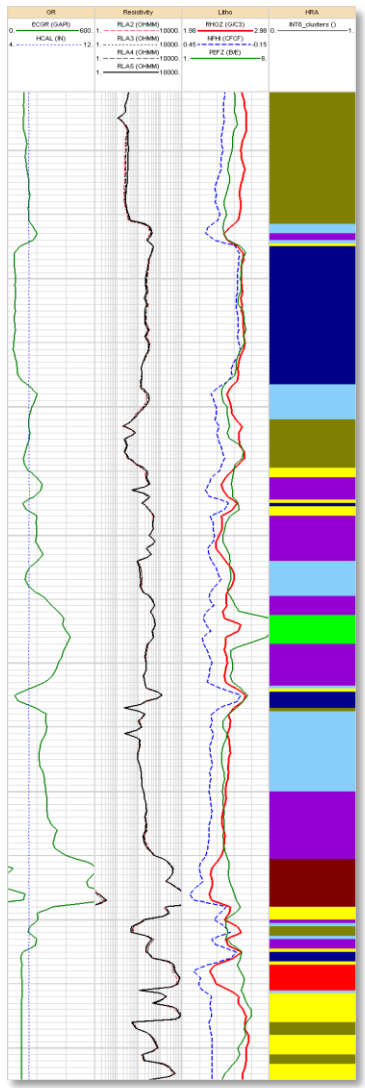
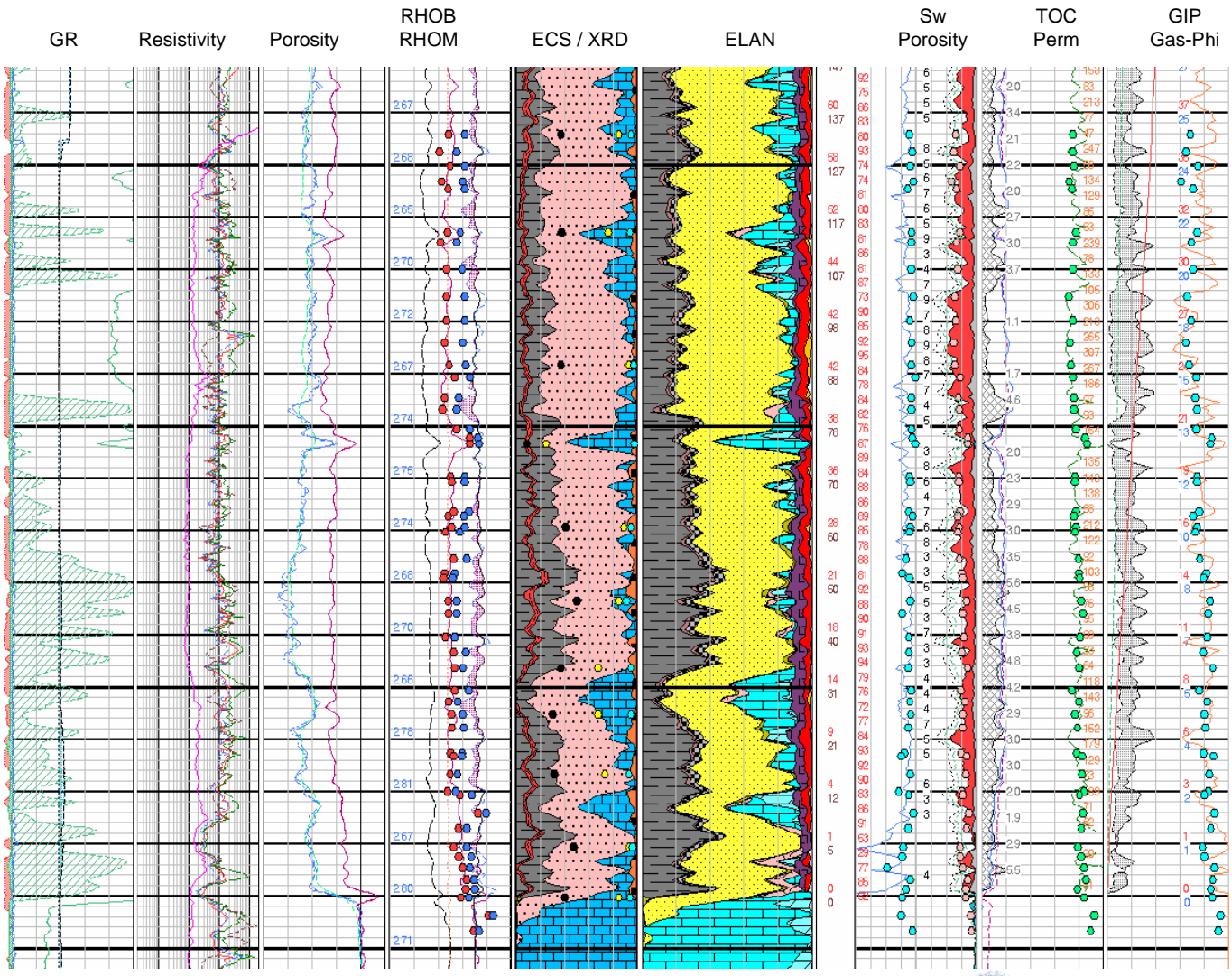
→ Integrated Shale Evaluation, Calibrated GeoChemical Model



Shale Reservoir Quality – Organic Content & Porosity

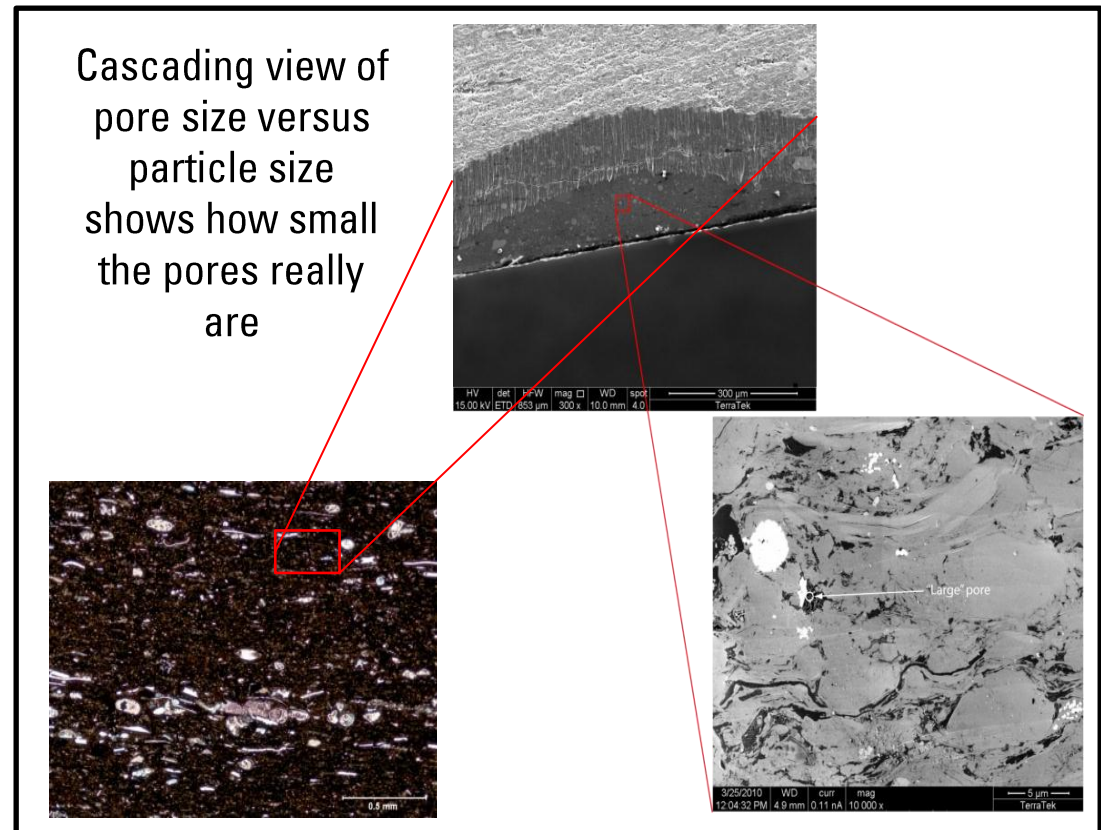
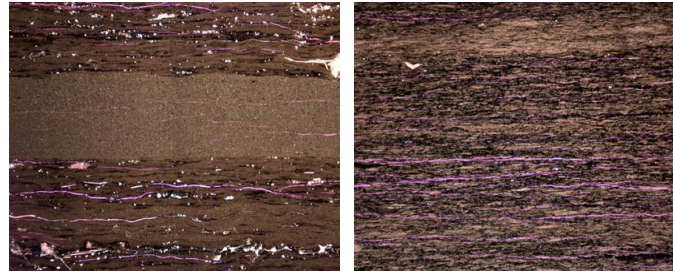


Reservoir Quality GeoChemical Shale Model / HRA

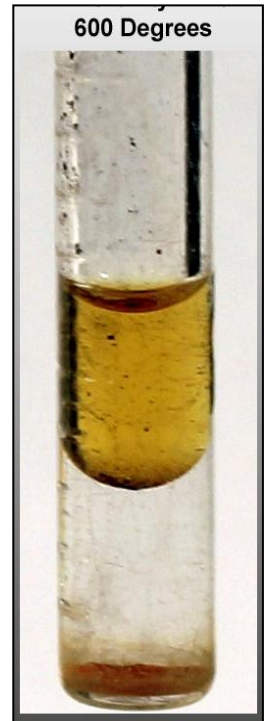
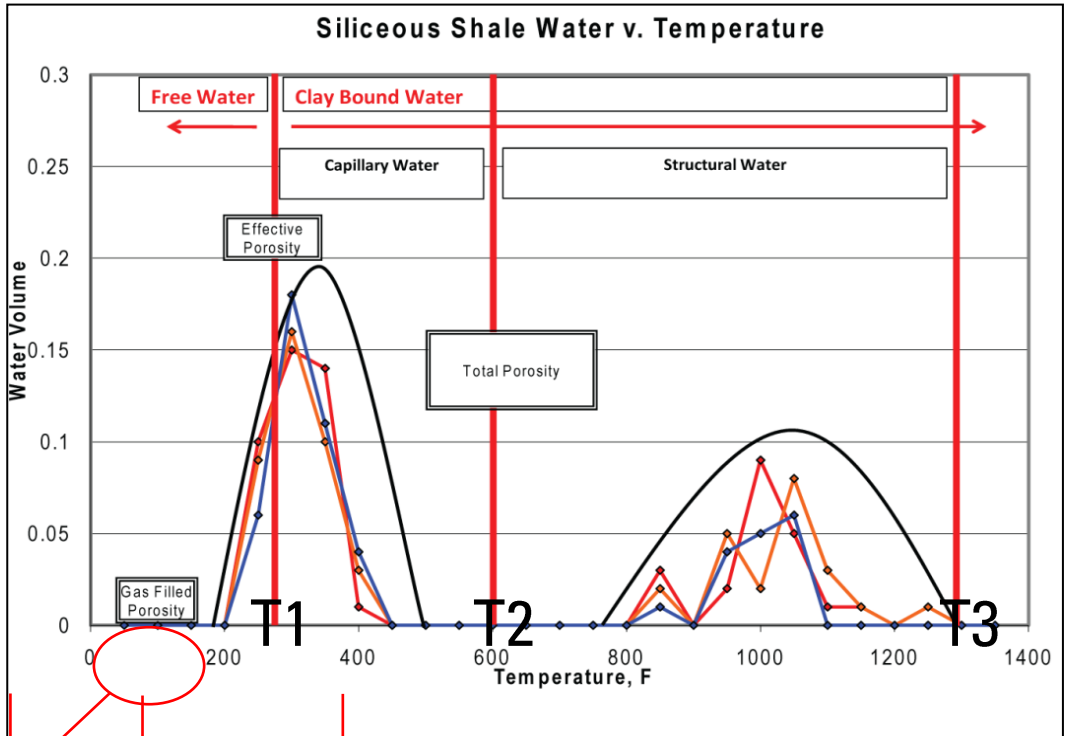


Reservoir Quality – Core Evaluation (TRA)

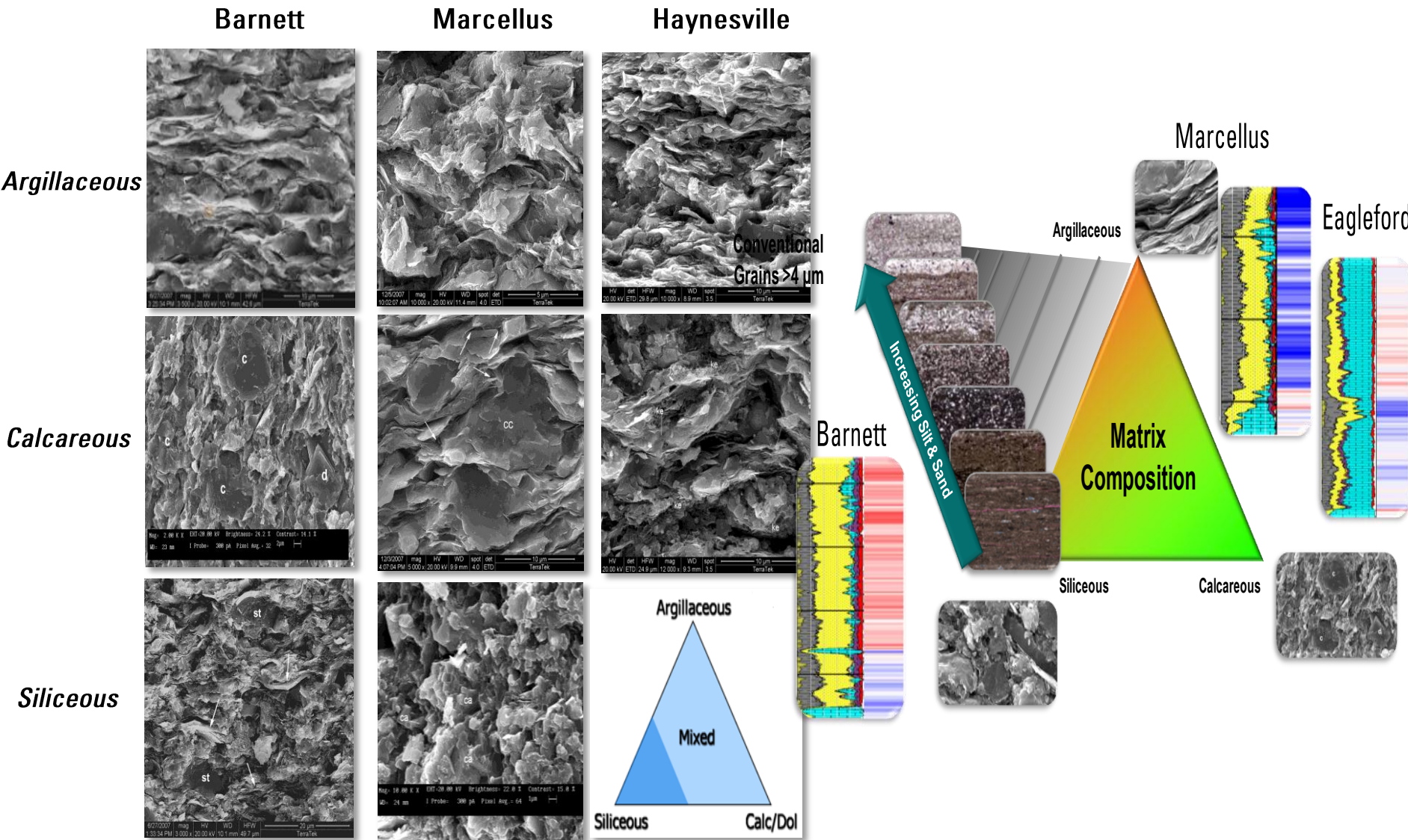
- Measurements made on crushed rock particles
- Crushing dramatically increases the surface area of the sample
- Removes the artifacts induced when retrieving core
- The pore system is preserved
- Each particle contains thousands of pores
- Crushed sample particles are representative



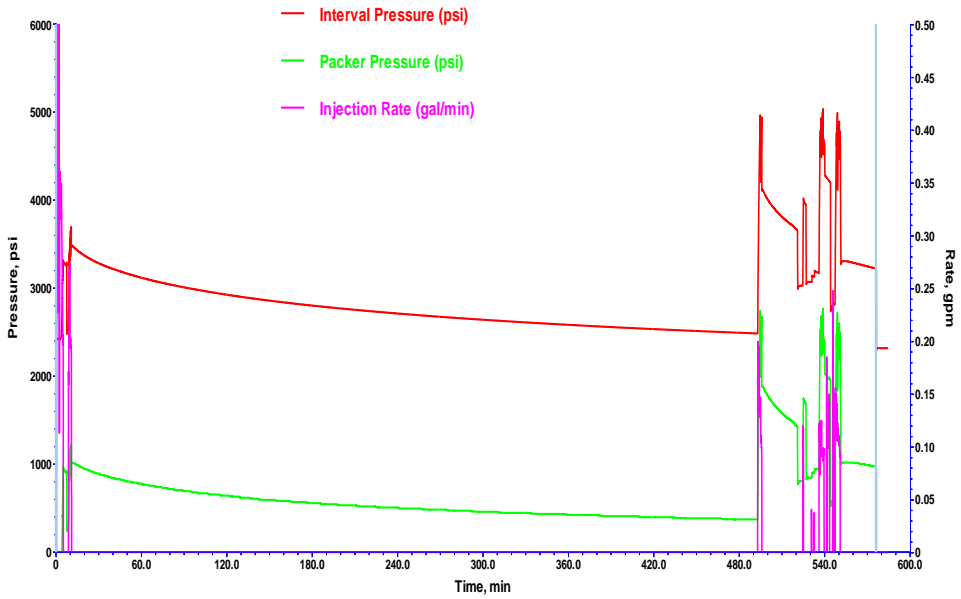
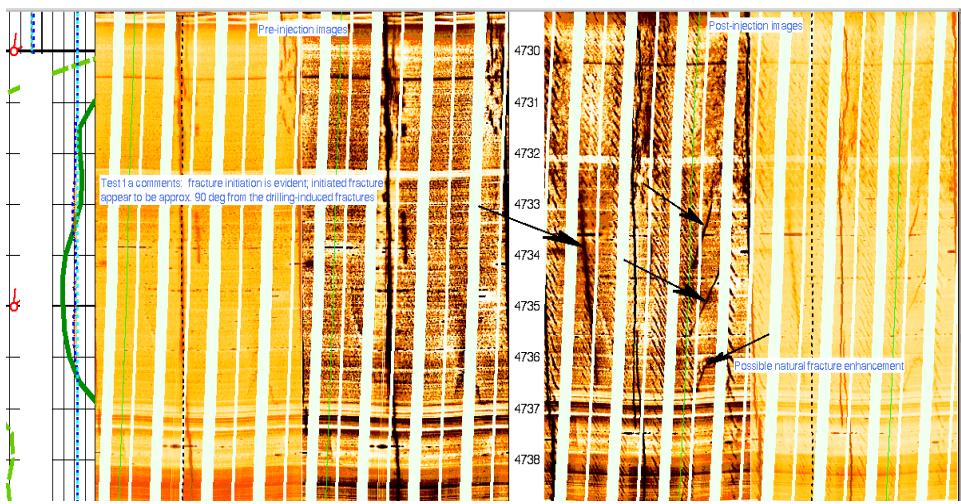
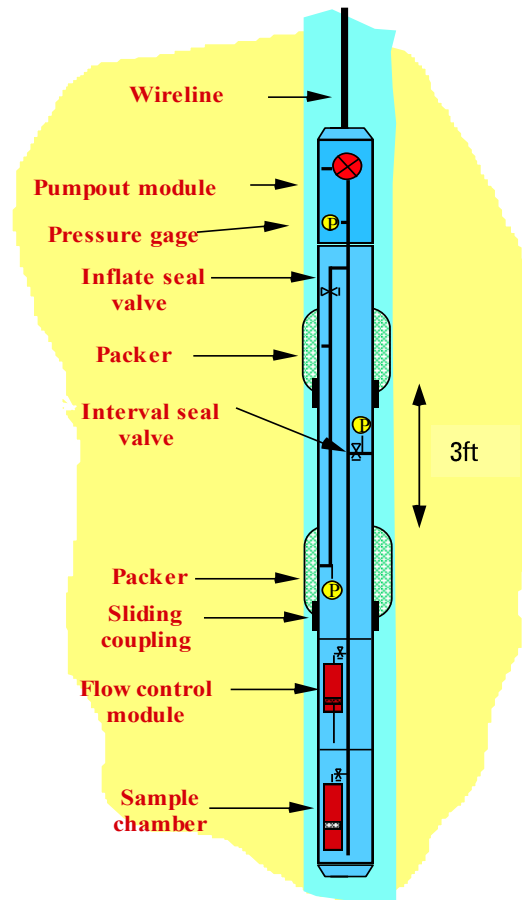
Reservoir Quality – Retort Saturation Analysis



Reservoir Quality - Maturity Control – Petrology



Reservoir Quality – Pressure Measurement



Reservoir Quality – Pressure Measurement

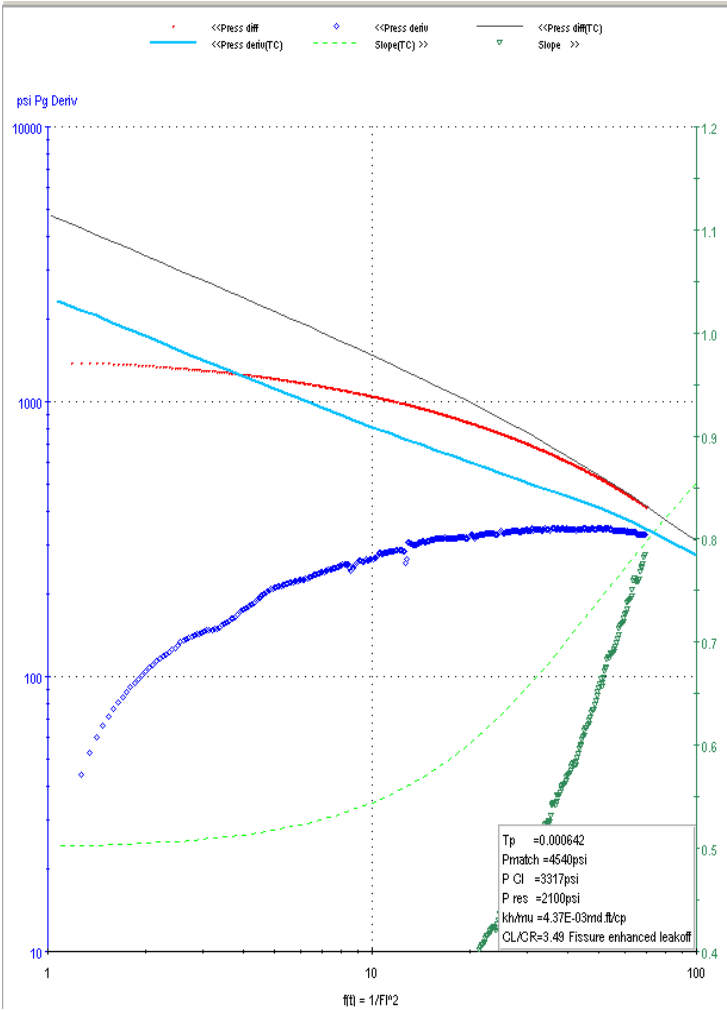
Eight Hour Shut-in

Post Closure Analysis
 P res 2065 ↑ ↓

35 psi

Post Closure Analysis
 P res 2100 ↑ ↓

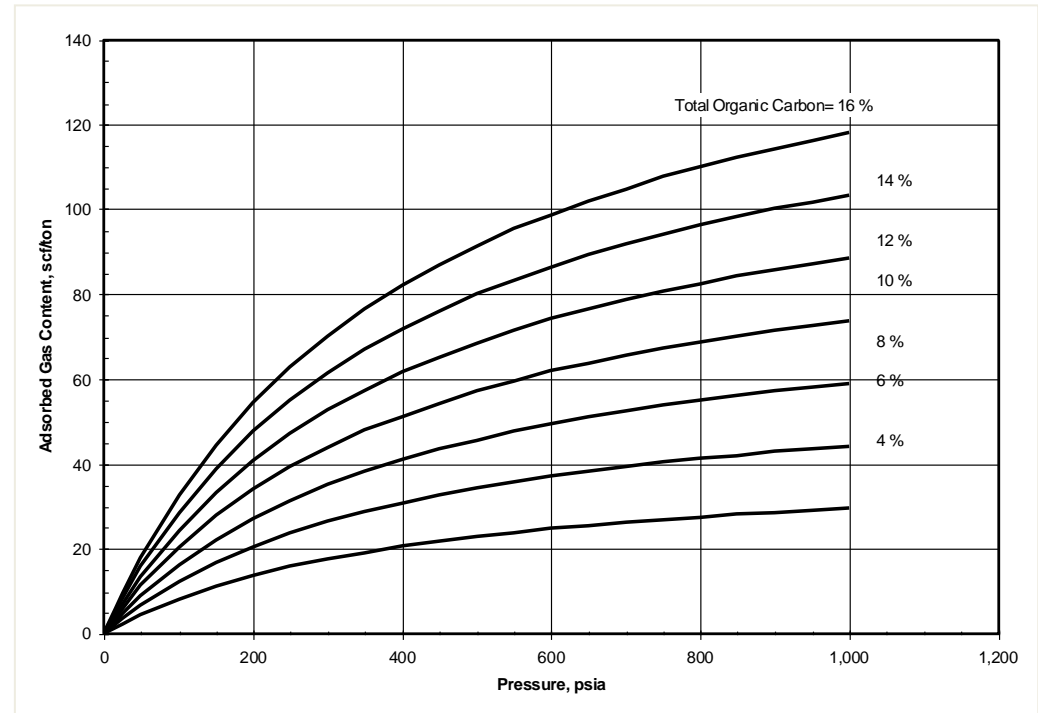
- Run Sensitivity during Closure
- Estimate pressure at 0.453 psi/ft
- Gradient used to estimate Gas in Place, assuming Saturated System



Reservoir Quality – Gas in Place

- Gas in Place Calculated from CBM Standard BCF per Sq Mile
- TOC is considered Saturated for most cases as most wells are over 1000 psi
- Effective porosity is used with estimated pore pressure.
- Gas in Place is Integrated over total Shale bottom to top of interval.
- Examples:
 - Core Barnett 139 BCF/ Sq Mile
 - Marcellus 60 BCF/Sq Mile
 - Haynesville 129 BCF/Sq Mile

Methane Adsorption Isotherms (as a function of Total Organic Carbon)



Exploration Challenge – Goals of Shale Evaluation

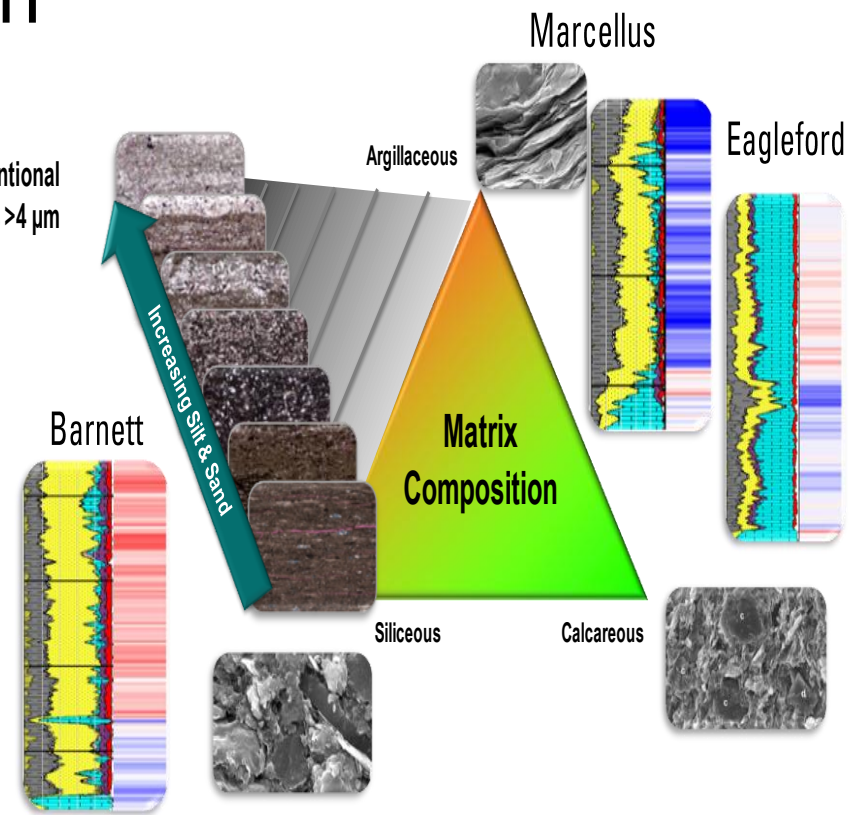
Reservoir Quality

- Maturity
- Organic content
- Clay Content & volume
- Porosity
- Permeability
- Water saturation
- Pressure
- Gas in place

Integration

Completion Quality

- Stress anisotropy
- Fracture containment
- Near & Far Field stress
- Clay content & type
- Fabric pattern
- Wellbore placement
- Chem-Mechanical weathering

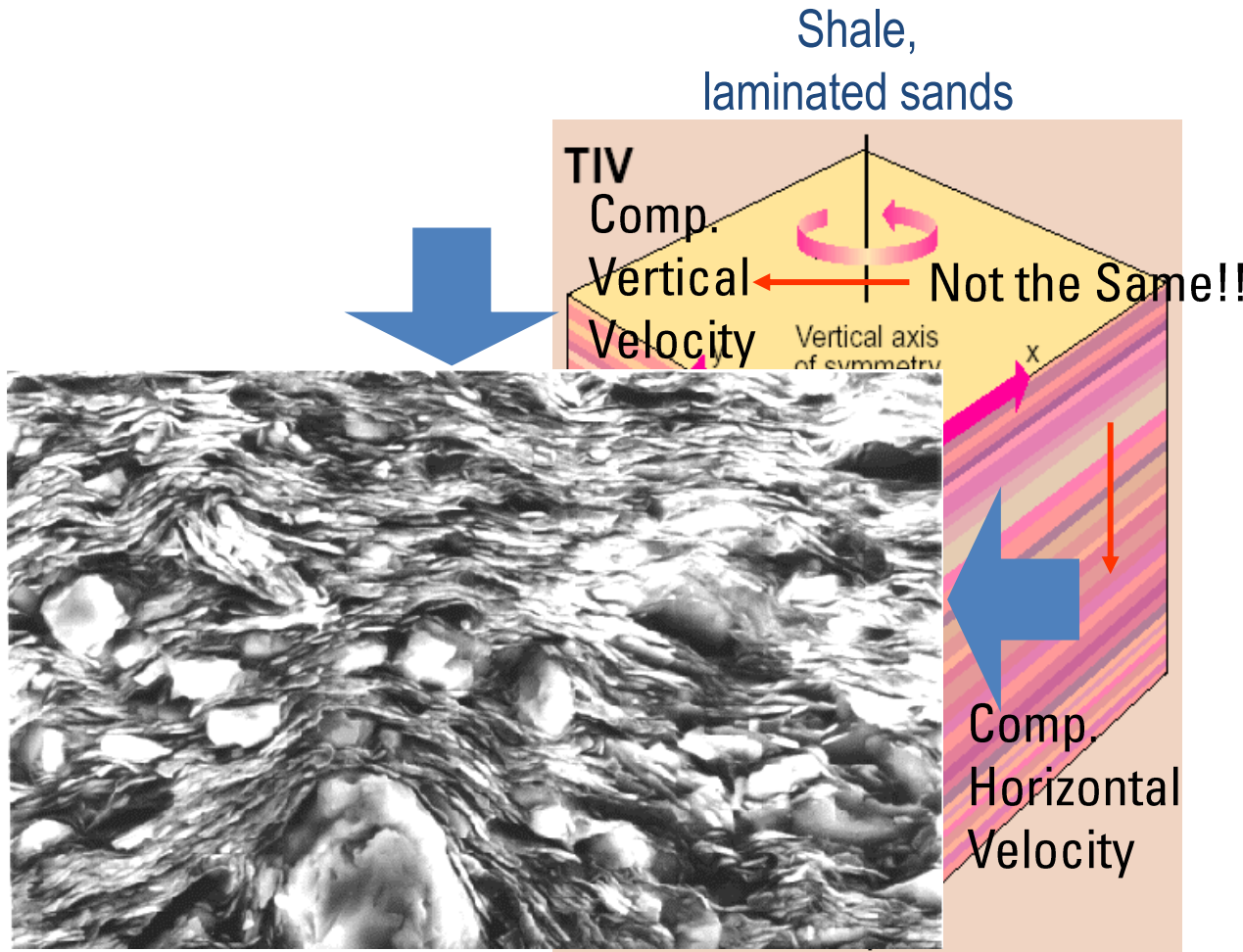


Completion Quality – Anisotropic Properties

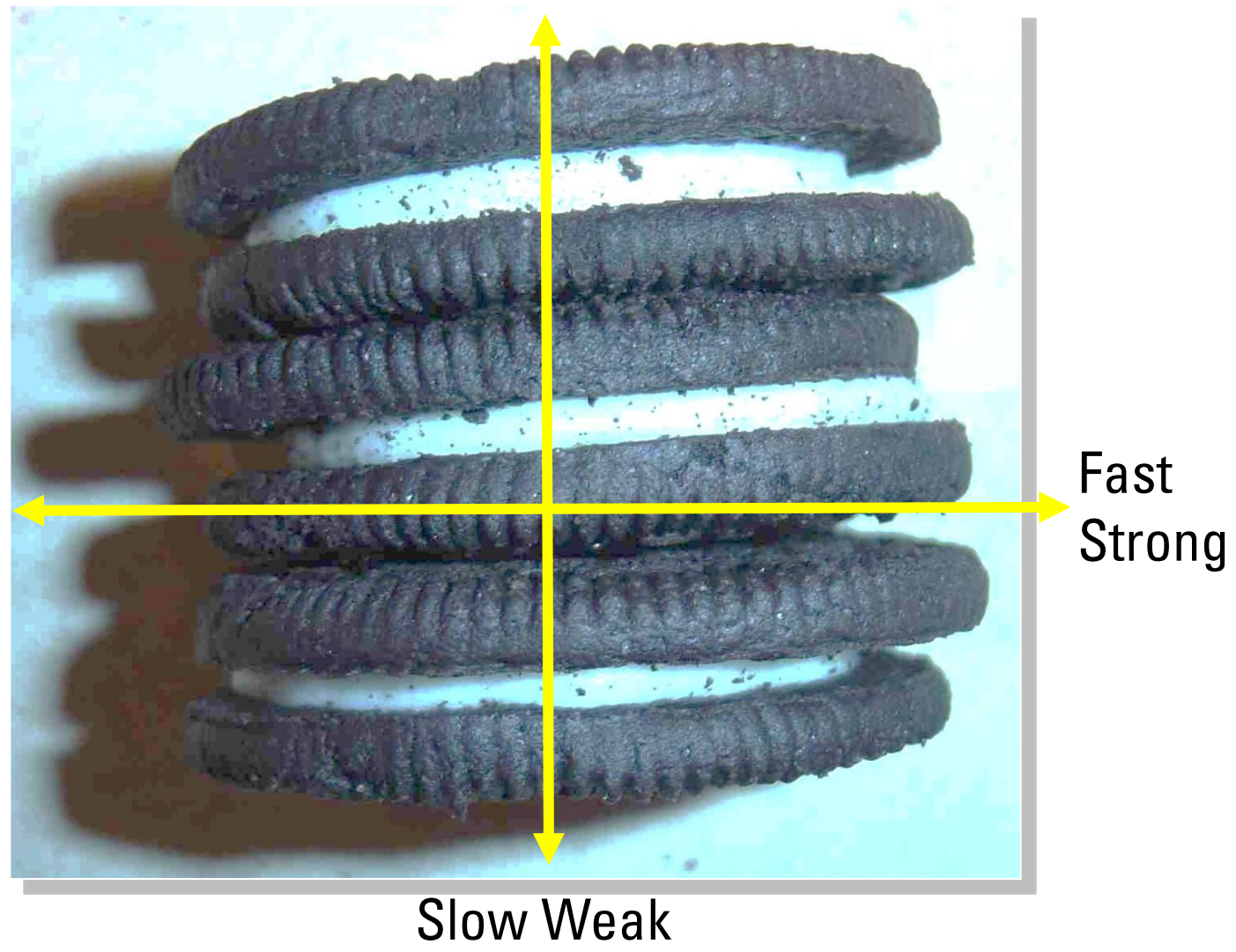
Shale can be very anisotropic due to laminations and bedding

(especially expandable clays and organics)

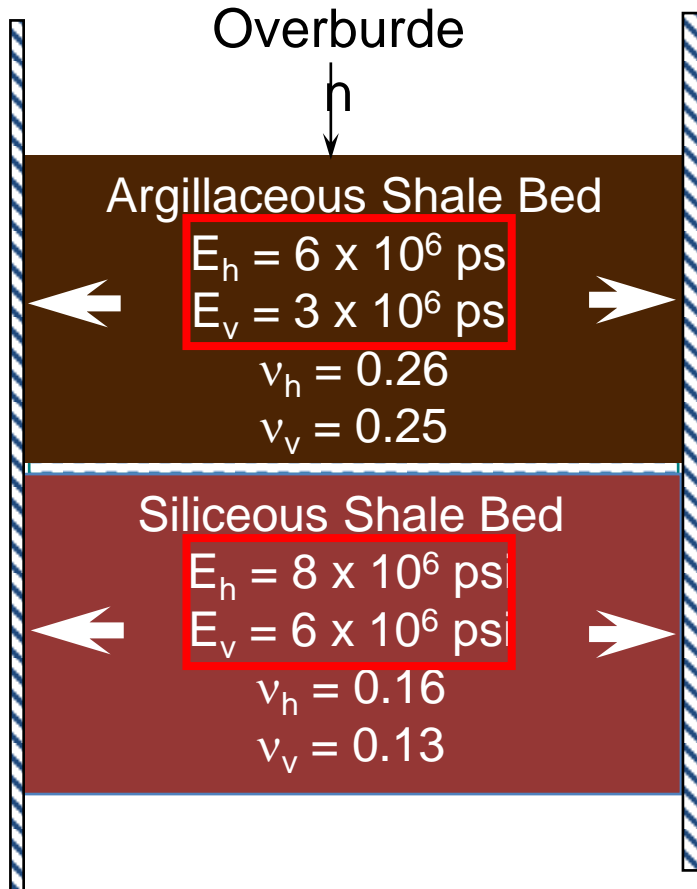
TIV = Transverse Isotropic with Vertical axis of symmetry



Completion Quality – Anisotropic Properties



Completion Quality – Anisotropic Stress



Argillaceous Shale:

Isotropic: $\sigma_h = 0.66 \text{ psi/ft}$

Anisotropic: $\sigma_h = 0.87 \text{ psi/ft}$

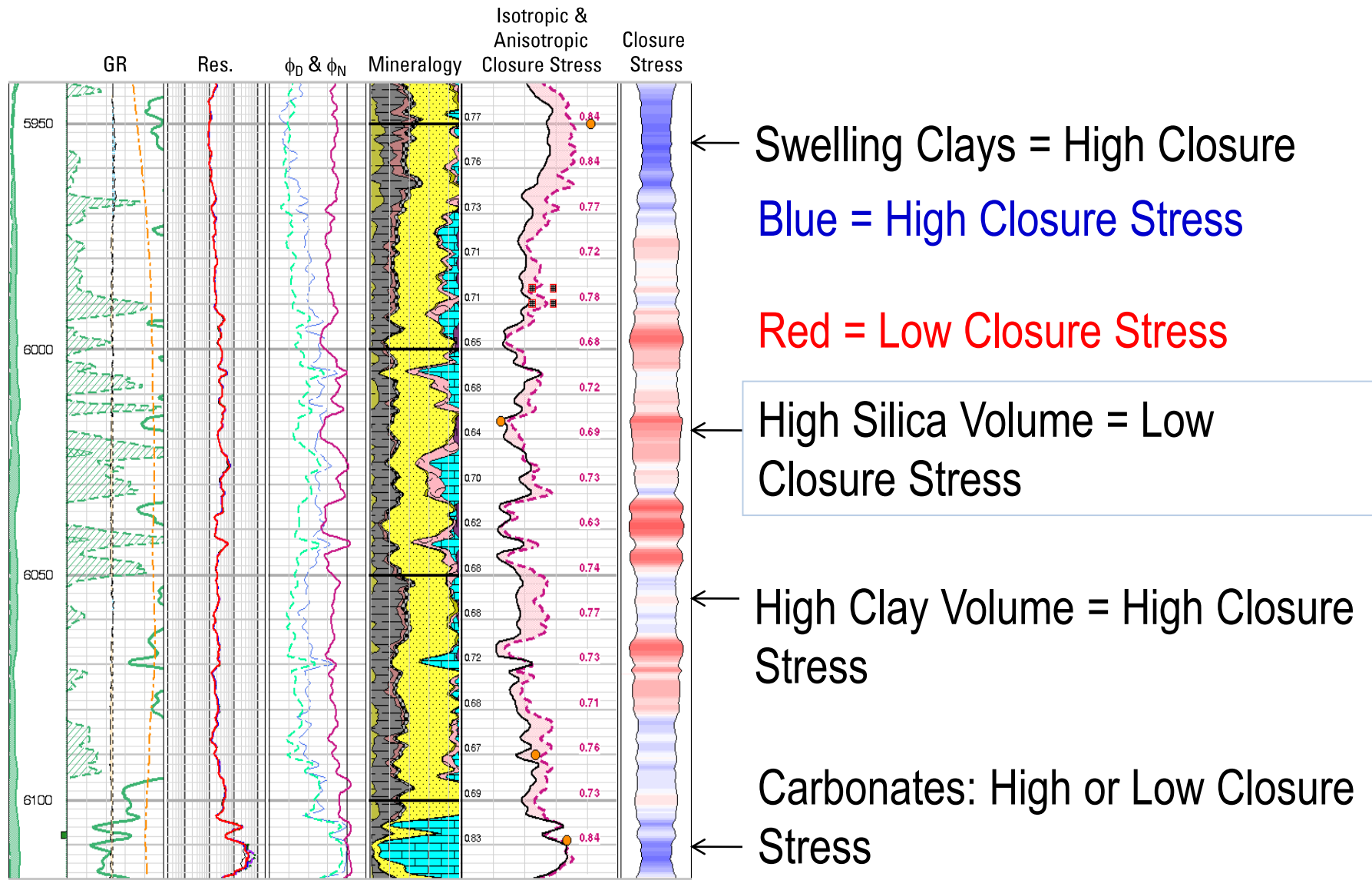
Siliceous Shale:

Isotropic: $\sigma_h = 0.53 \text{ psi/ft}$

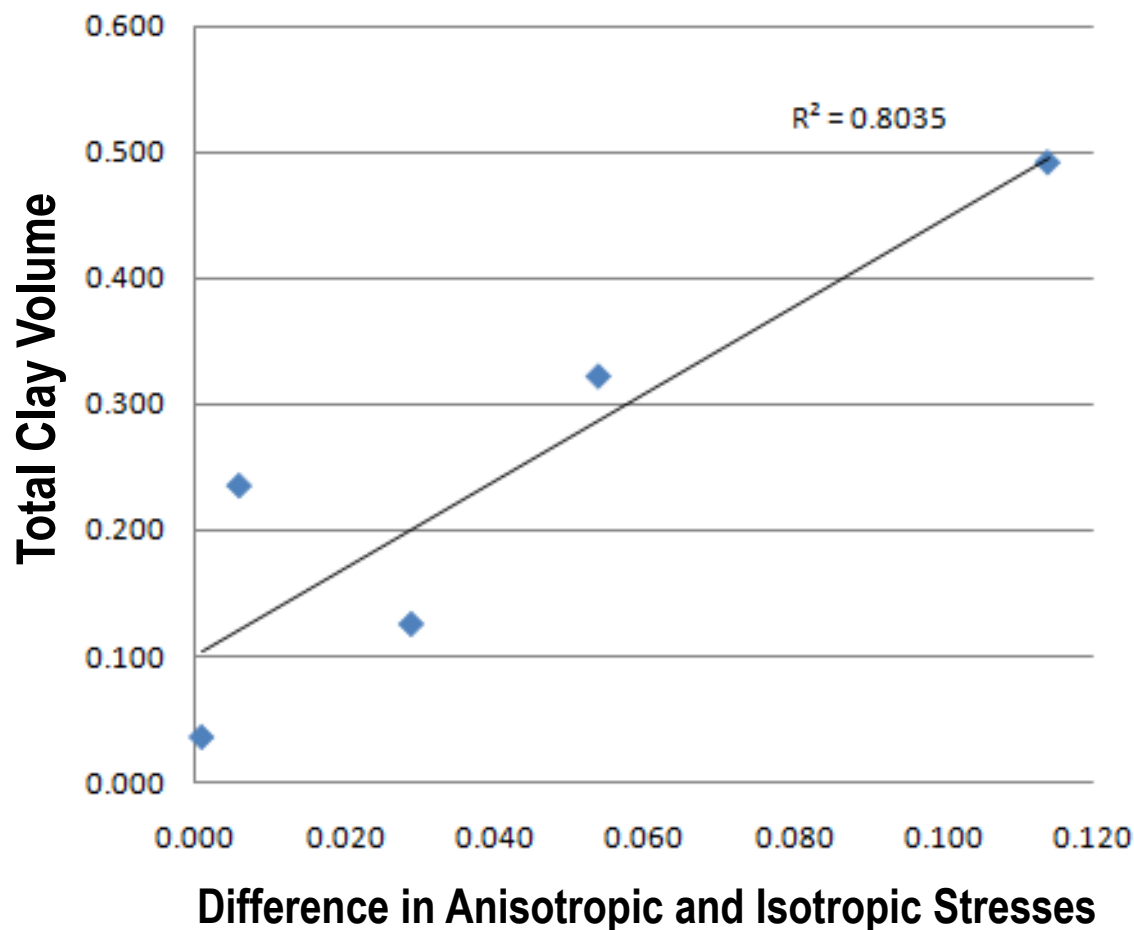
Anisotropic: $\sigma_h = 0.57 \text{ psi/ft}$

Anisotropic shale properties increases stress in argillaceous intervals

Completion Quality – Fracture Containment



Completion Quality – Clay Volume



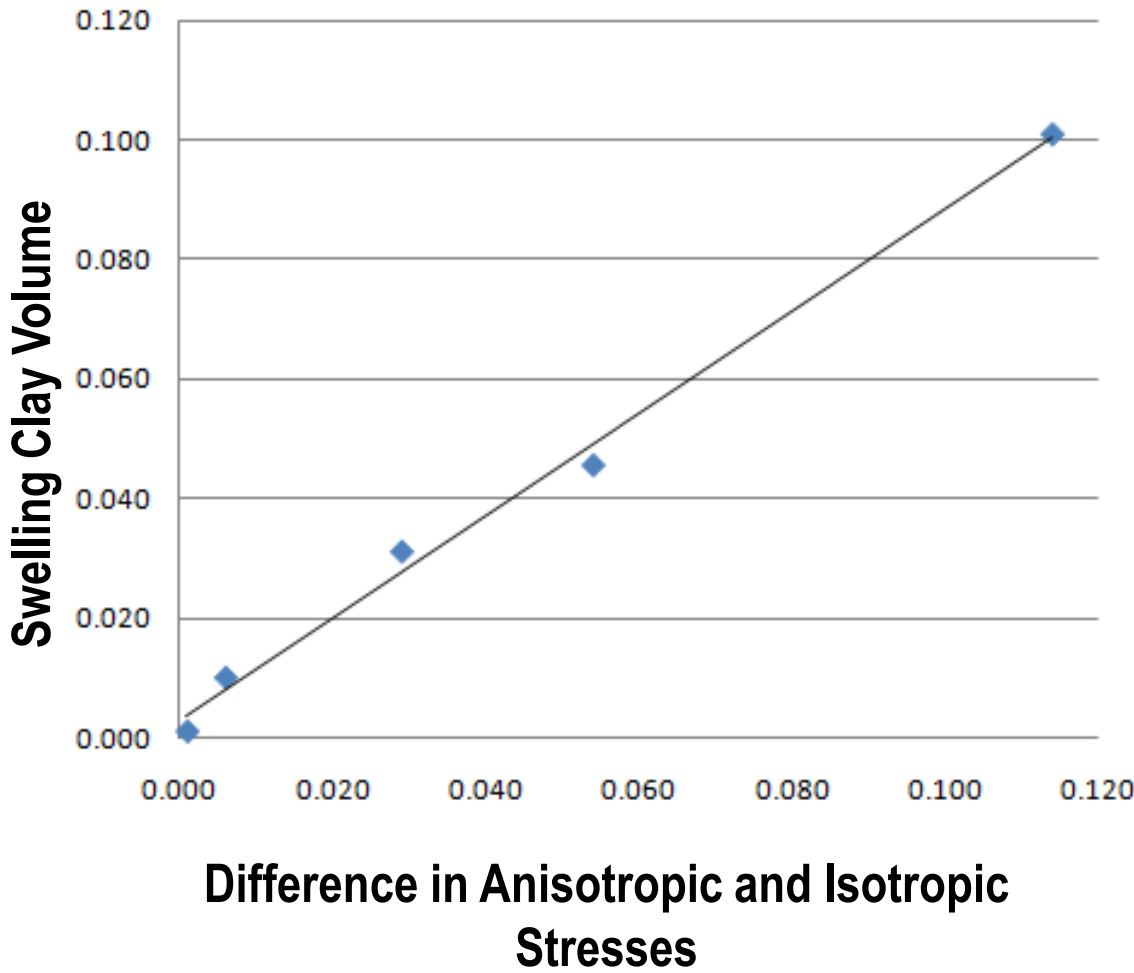
Good relationship between the clay volume and the difference Anisotropic and Isotropic closure stress models

Correlation is weakest at low clay volumes where the rocks are more isotropic

Increasing the clay volume increases the error in the isotropic stress model



Completion Quality – Clay Type



Excellent relationship between the volume of swelling clay and the difference between the Anisotropic and Isotropic closure stress models

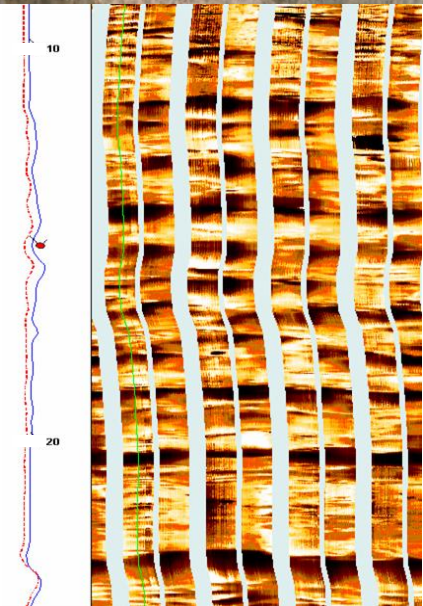
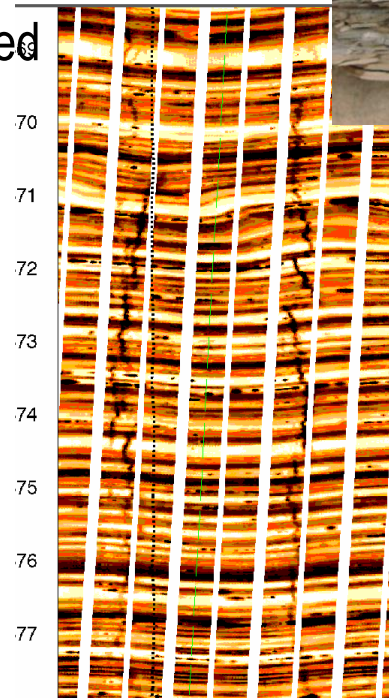
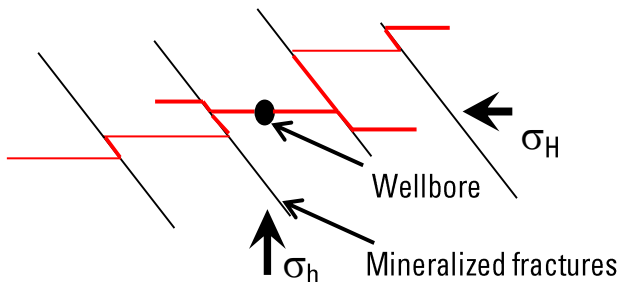
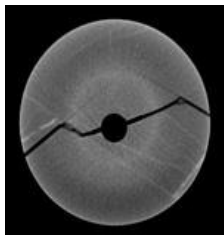
Small amounts of swelling clays dramatically increase closure stress

- (not captured with Isotropic models)



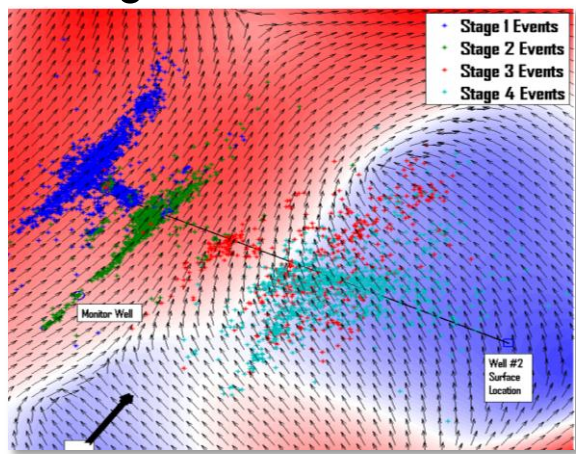
Completion Quality – Role of Fabric

- Rock fabric can be complex
- Fractures can be open, healed, drilling induced or reactivated
- Clay is usually found in layers
- Mud systems need to limit activation of healed systems
- All planes of weakness need to be mapped
- Regional stress needs to be understood

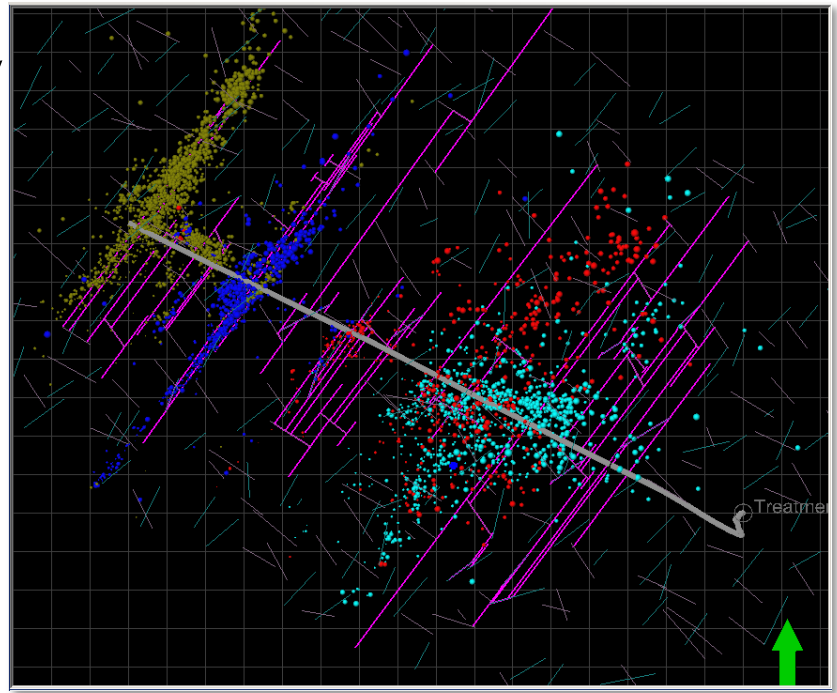
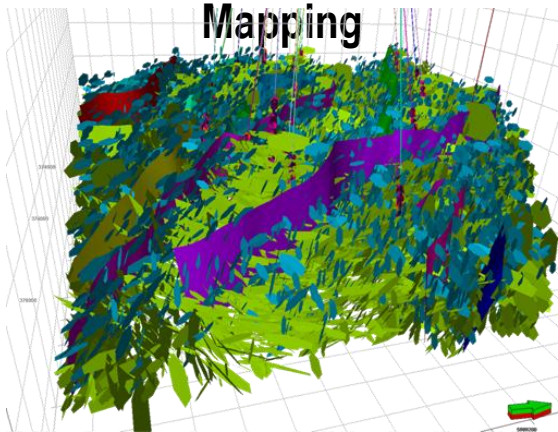


Completion Quality – Creating Surface Area

Creating Productive Surface Area



3D Stress Mapping



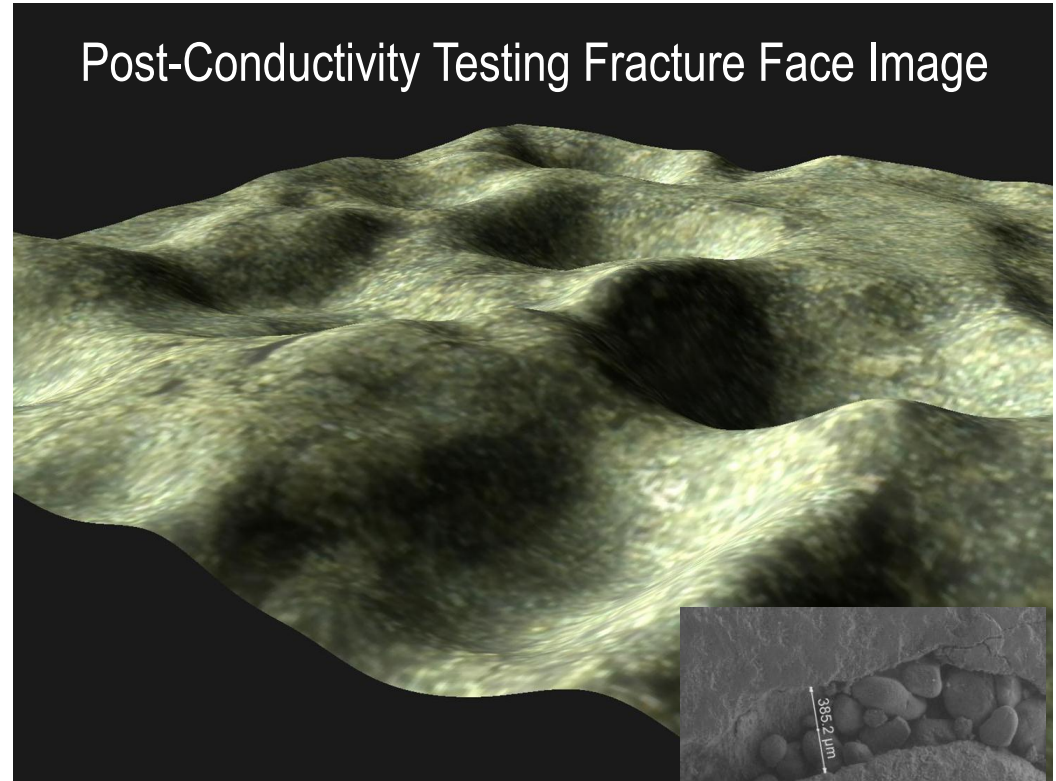
Complex Hydraulic Fracture Simulations



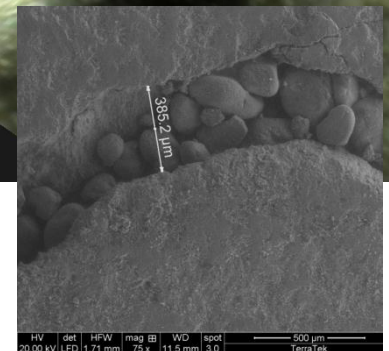
Completion Quality – Maintaining Surface Area



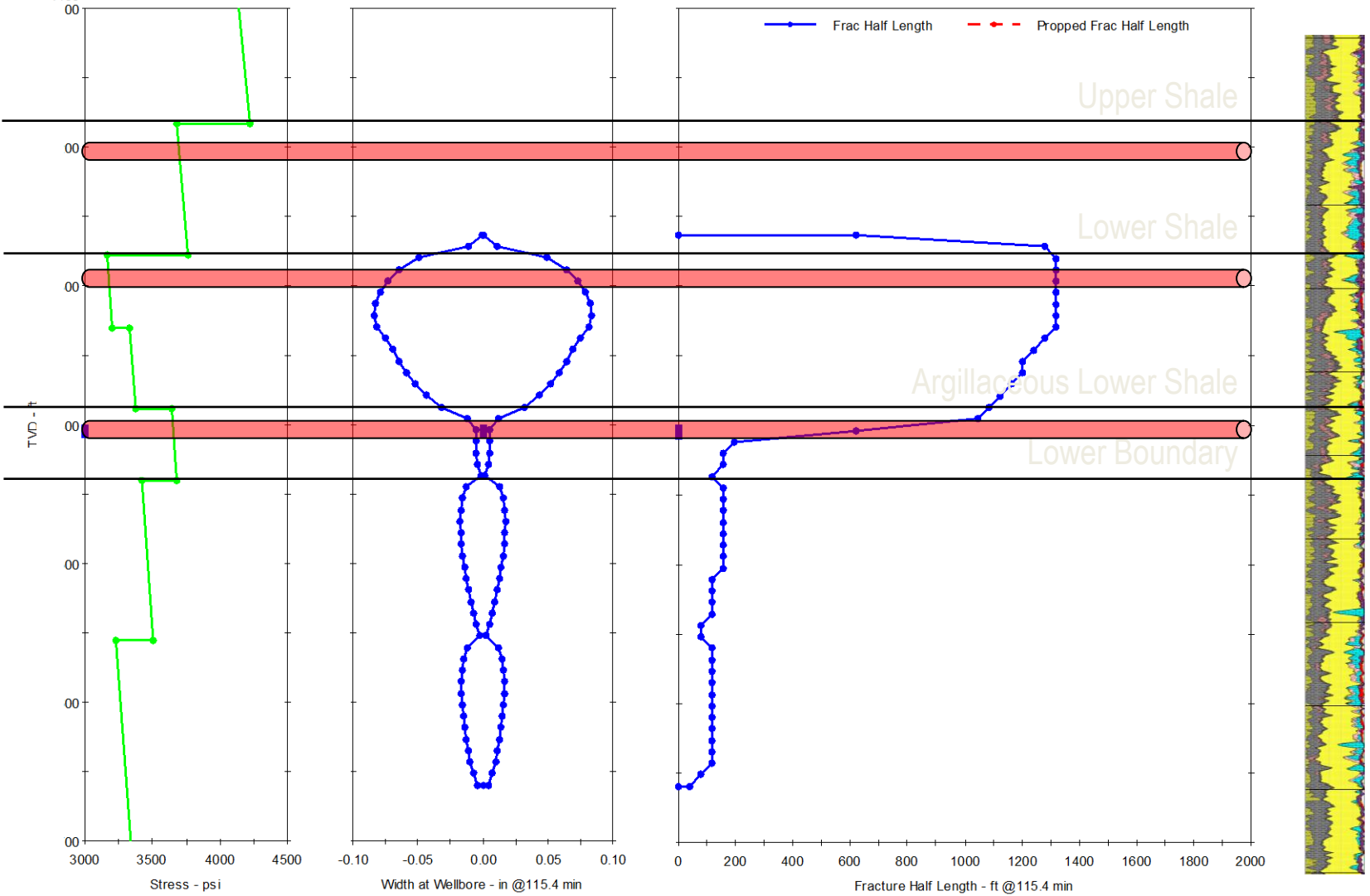
20/40 Resin Coated Sand
Argillaceous Facies



20/40 Sand
Siliceous Facies



Completion Quality – Well Placement



Exploration Challenge – Goals of Shale Evaluation

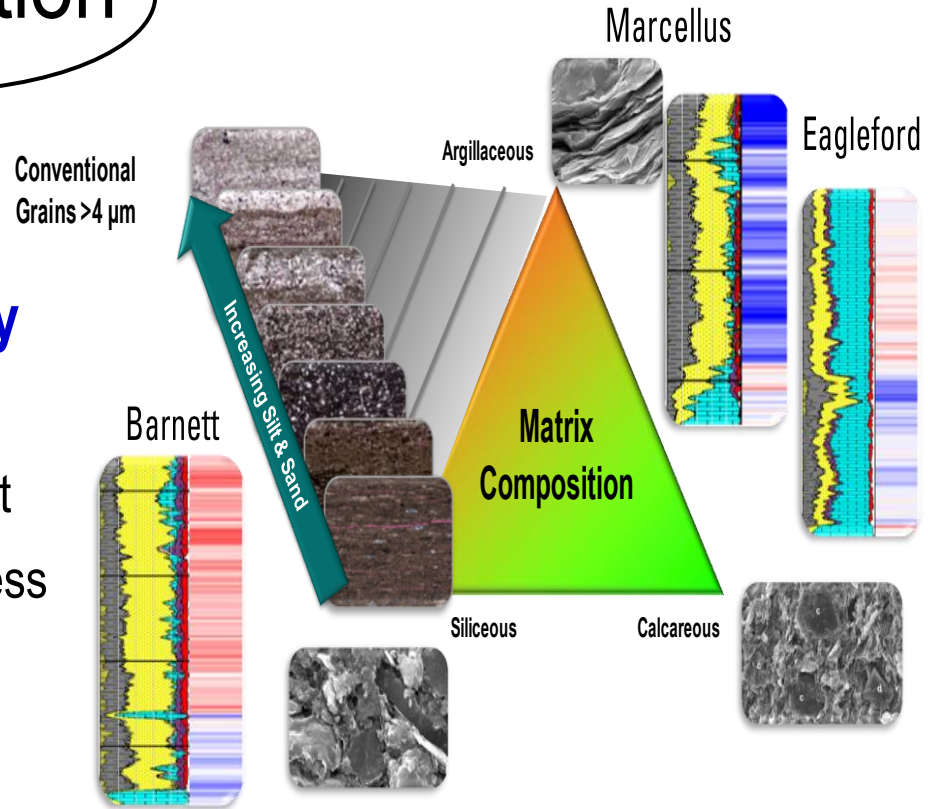
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Completion Quality

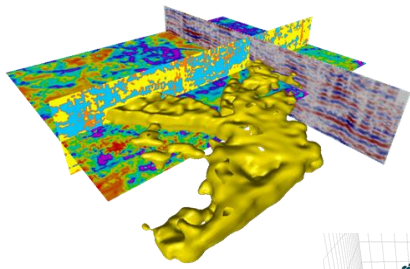
- Stress anisotropy
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Integration

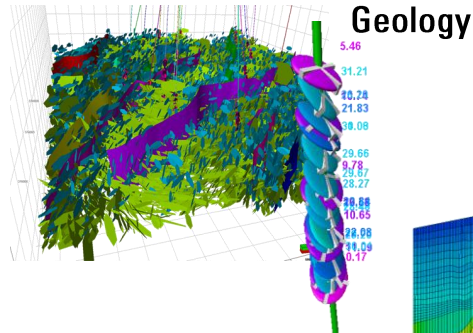


Exploration Challenge – Integrated Workflow

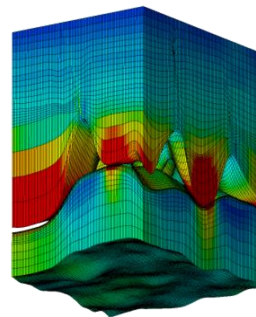
- Reservoir Quality Model
- Completion Quality Model
- Geology Model
- Geomechanical Model
- All Integrated into a Petrel Model
- **No Production Yet!!!**



Geophysics
Petrophysics



Geology

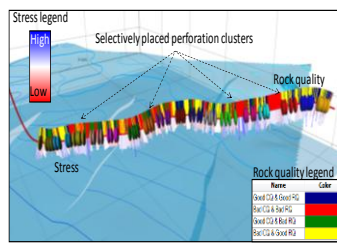


Geomechanical Model

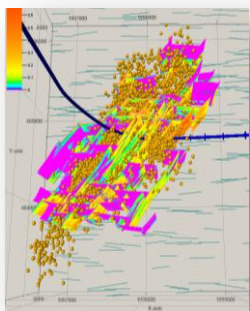


Exploration Challenge: Completion & Stimulation Design

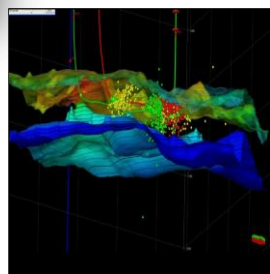
- Reservoir Quality Model
- Completion Quality Model
- Geology Model
- Geomechanical Model
- All Integrated into a Petrel Model
- **Can this Resource Produce ??**



Staging & Perforating

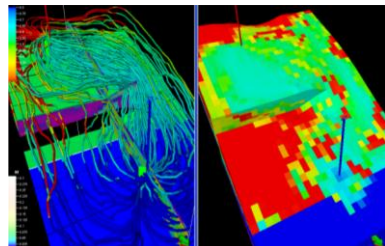
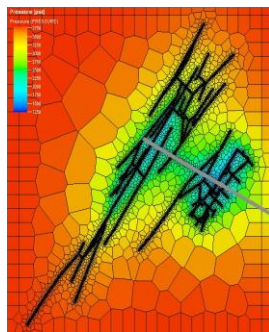


Complex Hydraulic Fracture Models



Microseismic Mapping

Automated Gridding



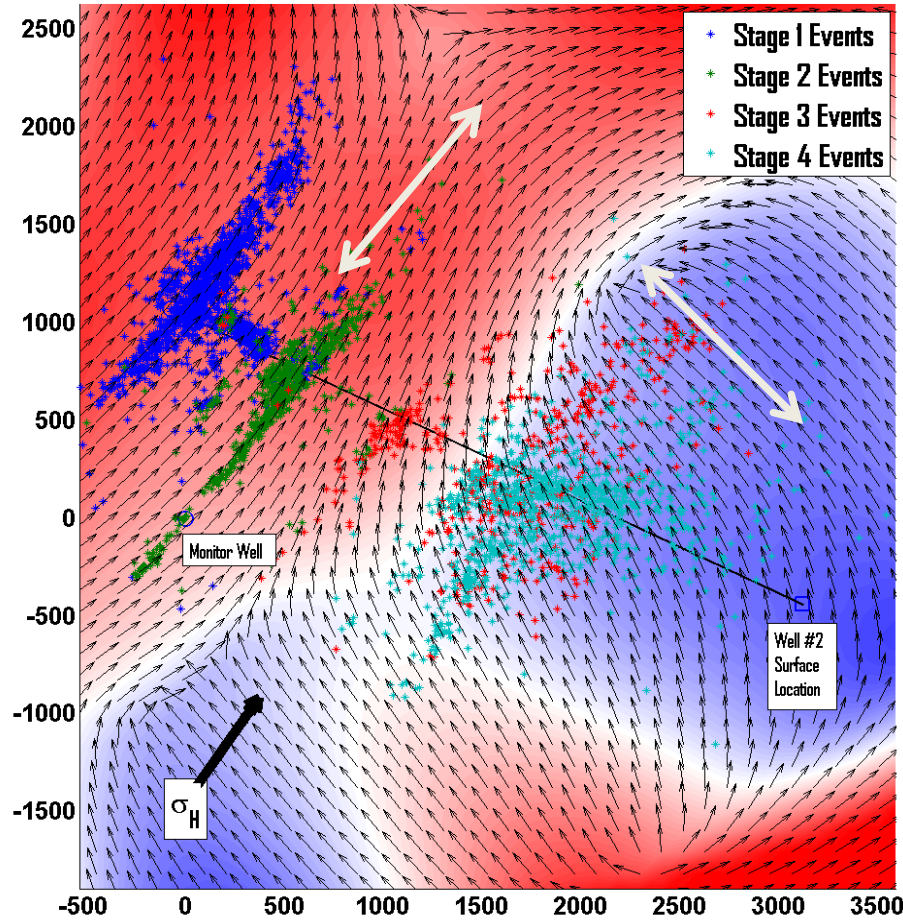
Production Forecasting



Exploration Challenge – Effective Stimulation

Fracture geometry driven by:

- Subtle changes in structure
- Subtle changes in stress anisotropy
- Change in natural fracture orientation
- Subtle changes in texture

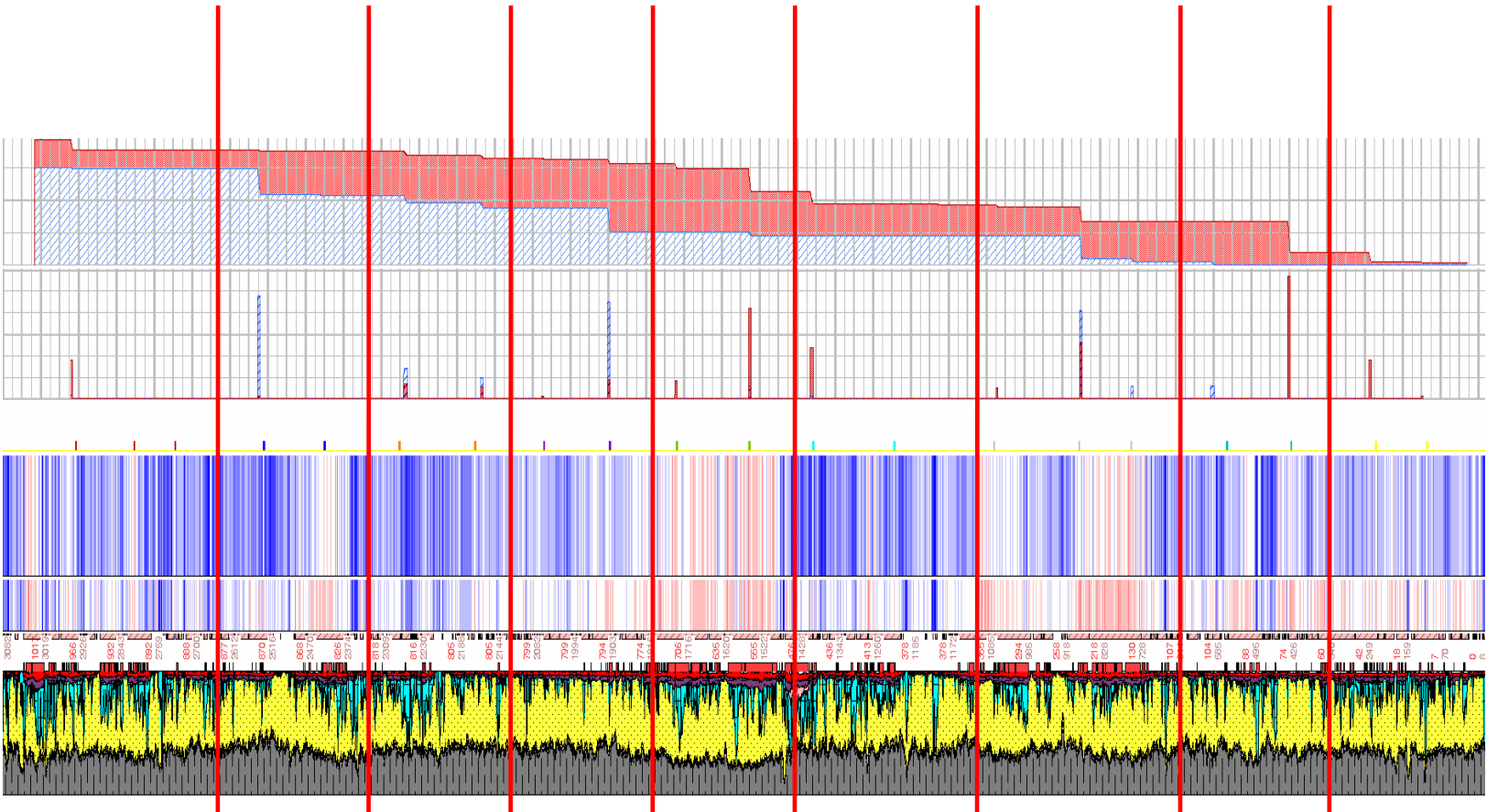


Variation in natural fracture orientation & stress anisotropy



Exploration Challenge – Evaluation of Results

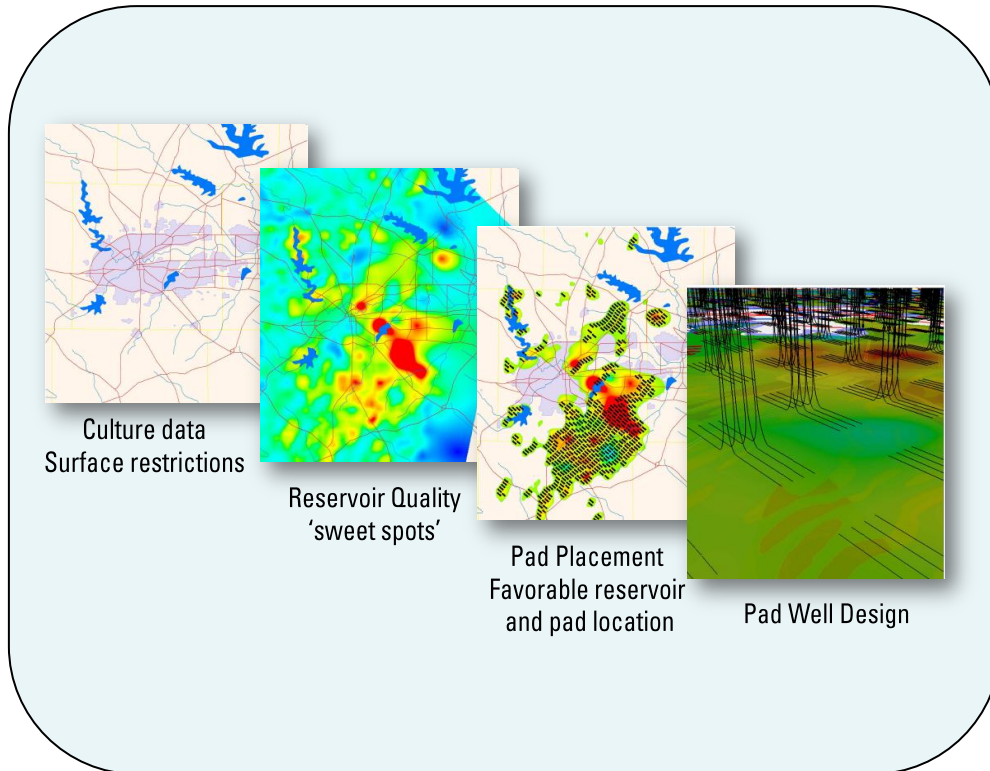
Where is production? What does it tell us? Can we improve it?



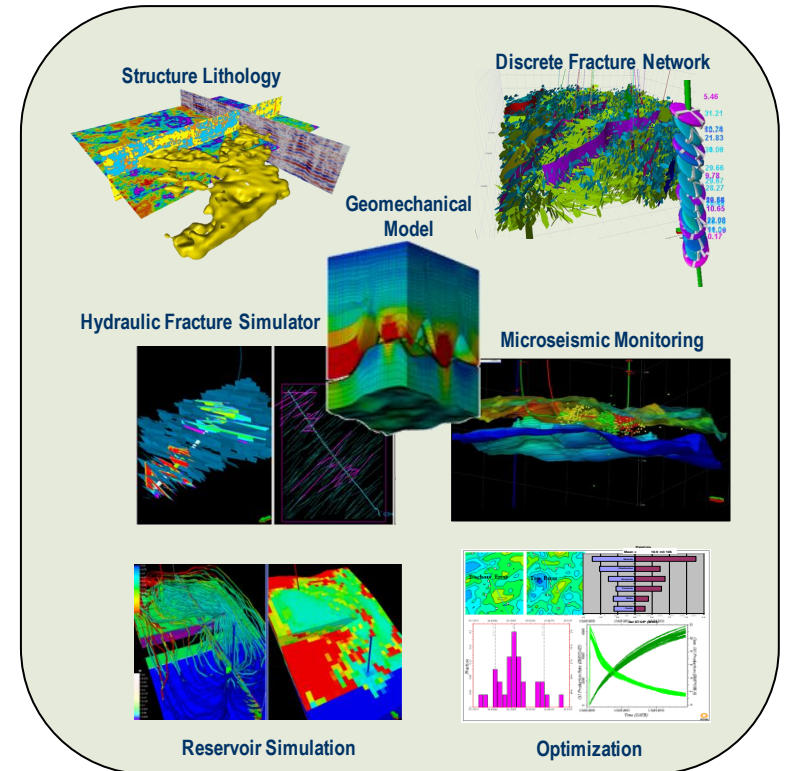
Exploration Challenge

Integration of Results → Production → Cost Reduction

Platforms to Reduce Footprint



Platforms to Optimize Recovery



Shale Field Development Plugin Package



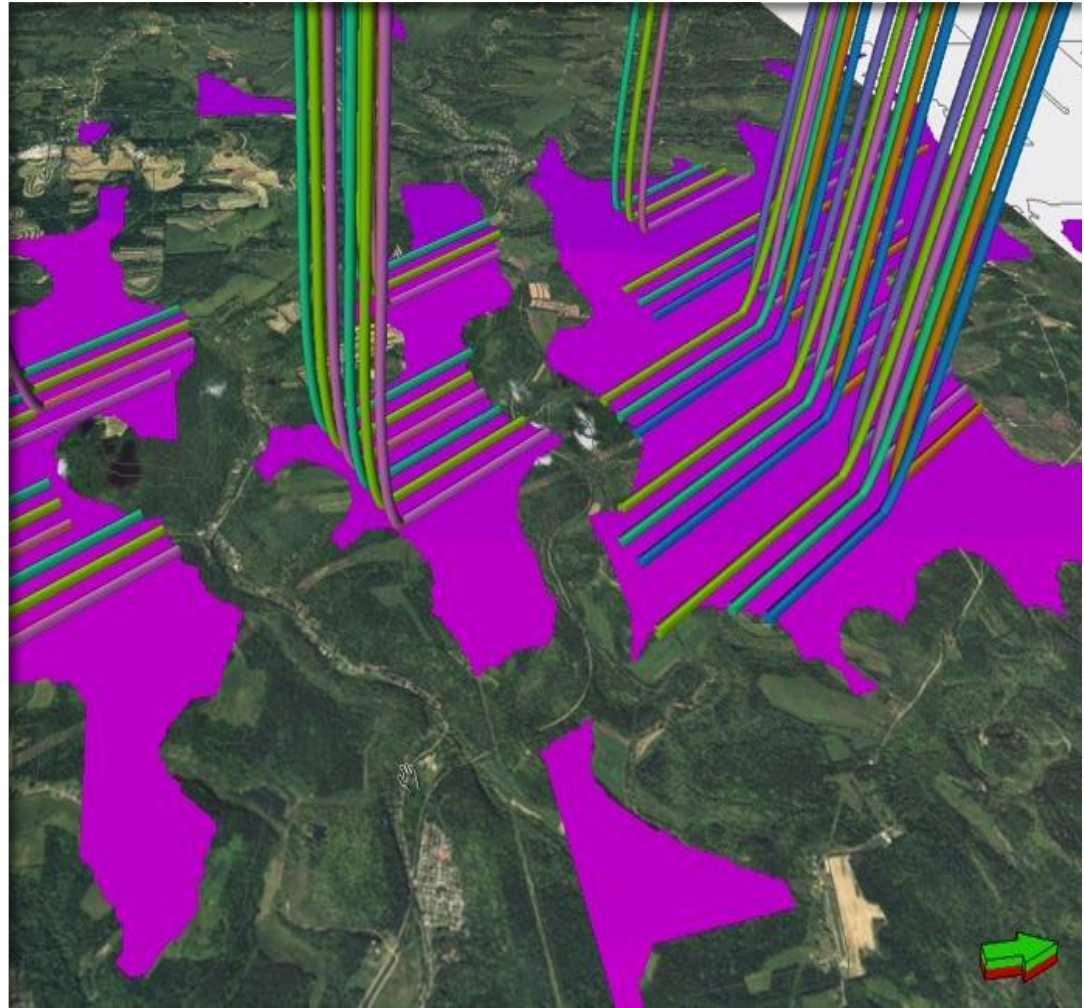
Mangrove - Integrated Completion Design



Our goal: Economic Unconventional Production

Development wells

- Drilled in the right place
- Right size completion
- Good frac job
- Sustained commercial production



Exploration Challenge – Summary



- Shale is heterogeneous at all scales
- Reservoir Quality and Completion Quality can be defined.
- Data integration is used to define and exploit the reservoir.
- All Shale is different
- Good Reservoir Quality does not equal Good Completion Quality
- Reservoir Quality cannot be Engineered
- Completion Quality can be Engineered to the limit of current technology

Integration is the Key to Unlocking Unconventional Production



Thank you for your attention

