

Section 3

Dealing with High Water Production During Primary Production

- Water shut-off treatments using gelled polymers
 - General information
 - Candidate selection
 - Treatment sizing
 - Preparation prior to pumping
 - Placing treatment
 - Case studies

General Information

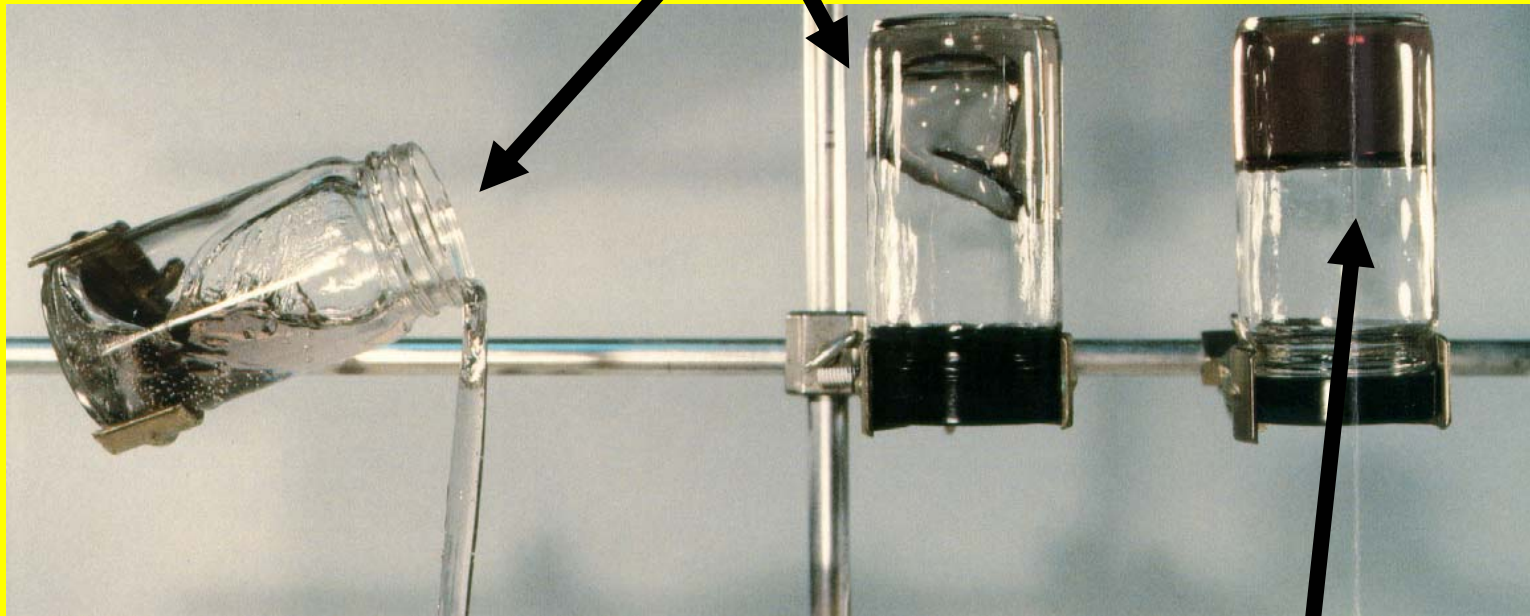
- Majority of polymer treatments to control water production in producing wells are performed in fractured carbonate/dolomite formations associated with natural water drive
- Gelled polymers created when dry polymers is mixed in water and crosslinked with a metal ion (usually chromium triacetate or aluminum citrate)
- Gelation is controllable, ranging from a few hours to weeks
- Slower gelation time allows for more volume and deeper placement

General Information (cont.)

- Different polymer systems available from different service providers
- Recent successful treatments in the midcontinent have used the MARCITsm technology developed by Marathon Oil Company
- MARCITsm is acronym for MARathon Conformance Improvement Treatment
- Service company experience seems to be dominant factor in estimating how a particular formation in a given area will respond to gelant injection

MARCIT Technology Gels

Flowing **MARCIT-CT**
for Areal Conformance



MARA-SEAL
for near wellbore shut-off

Applications

*Near wellbore
matrix gels*

MARA-SEAL

- **Chemical Liner to Seal Open-Hole**
- **Zone Abandonments**
- **Behind Pipe Channels**
- **Casing Leak Repairs**

*Far wellbore
fracture gels*

MARCIT-CT

- **Injection Wells Improved Sweep** (*in naturally fractured or vuggy reservoirs*)
- **Producing Well for Reducing Water** (*in naturally fractured or vuggy reservoirs*)

MARCITSM Technology

- Cr(III)carboxylate/acrylamide-polymer
 - Chromium acetate the preferred crosslinker in most applications but **not chromium 6**
 - Developed by Marathon in mid 1980's
-
- ✓ *over \$30 million spent in development*
 - ✓ *over 162 ++publications on the technology*

Advantages of the MARCITSM Technology

- Cr(III) is not a serious problem to safety and environment, unlike Cr(VI)
- Not a sequentially pumped process
- Single Clear fluid
- Insensitive to interferences in chemistry due to produced water and other contaminant
- Gel QC is highly manageable

Licensed Service Providers

- ◆ **Gel Technologies Corporation**
- ◆ **TIORCO Inc.**
- ◆ **Schlumberger Well Services**

General Information (cont.)

- Be prepared to alter original design based on ability of a formation to accept a viscous fluid
- Formation injectivity test is important
- Creating a pressure response is most important indicator of potentially successful treatment
- Treatment monitored using Hall plot
- Slow steady pressure increase during pumping indicates
 - Formation is reaching fill-up
 - Reservoir temperature is causing polymer to crosslink and build viscosity

General Information (cont.)

- Pressure response is product of
 - Polymer volume
 - Injection rate
 - Gel strength
- Altering any or all of these factors can improve success if reservoir resistance is not seen during pumping
- Injection rates increased at beginning of treatment to determine how easily formation accepts viscous fluid
 - Research and field experience show higher pump rates improve effectiveness of treatments in carbonates exhibiting secondary permeability and porosity
 - Also reduces field time which means lower cost

General Information (cont.)

- Increasing gel strength typically used at midpoint of treatment and is accomplished by
 - Accelerating crosslinking
 - Increasing polymer concentration
 - Using higher molecular weight polymer
- Accelerated crosslinking accomplished in the MARCITsm system by adding chrome chloride to the chromium triacetate
 - Can form mature gels in 4-6 hrs compared to normal time of 16-18 hrs at 90°F
 - Advantage is less gel volume (lower cost)
 - Disadvantage is may cause gel to prematurely set in or near the wellbore

General Information (cont.)

- Increasing polymer concentration
 - Improves gel strength
 - 4000 ppm gel contains 1.4 lbs of polymer per barrel of mix water
 - Increasing concentration to 5,500 ppm adds 0.52 lbs per barrel which is nominal chemical cost
 - Advantage is stronger gel that crosslinks quicker
- Molecular weight important part of gel strength
 - Most treatments utilize medium molecular weight (4-8 million) polyacrylamides, can be used in high perm matrix and small fracture systems

General Information (cont.)

- Increasing polymer volume
 - Typically recommended by service companies if Hall plot shows slight increase of pressure near end of treatment
 - Advantage is greater in-depth reservoir penetration
 - Disadvantage is increased treatment costs due to longer pump times and additional chemicals

Candidate Selection

- Best candidates are shut-in wells or wells producing at or near their economic limit
 - Benefit most from a successful treatment
 - Little at risk if treatment fails (other than treatment cost)
- Significant remaining mobile oil in place
- High water-oil ratio
- High producing fluid level
- High initial productivity

Candidate Selection (cont.)

- Wells associated with active natural water drive
- Structural position
- High permeability contrast between oil and water-saturated rock (i.e., vuggy and/or fractured reservoir)
- Successful treatments have been conducted in both cased and open hole completions

Treatment Sizing

- Only empirical methods exist at this time
- Experience in a particular formation is beneficial
- In many instances larger volume treatments appear to decrease water production for longer periods of time and recover more incremental oil
- Rules-of-thumb
 - Two times the wells daily production rate as a minimum
 - Daily production capacity at maximum drawdown
 - Daily production rate as minimum in lower fluid level wells

Preparation Prior to Pumping

- Ensure wellbore is clean
- Acidize if necessary (typically 350-500 gal 15% acid, pump away with water)
- Establish maximum treating pressure
- Run step rate test to determine parting pressure, if necessary
- Select acceptable source of water to blend and pump treatment

Preparation Prior to Pumping (cont.)

- Have service company test water's compatibility to form desired gels
- Select polymer-compatible biocide for the mix water (typically 5-10 gal per 500 bbls of mix water)
- Set tubing and packer above zone to be treated

Placing the Treatment

- Use stages of increasing polymer concentration
- Inject at similar to the normal producing rate
- Keep treating pressure below parting pressure
- Changing conditions during treatment may warrant design changes during pumping
- Over displace treatment with water or oil
- In some instances a rapid pressure response early in the treatment is a danger sign the treatment may not be successful

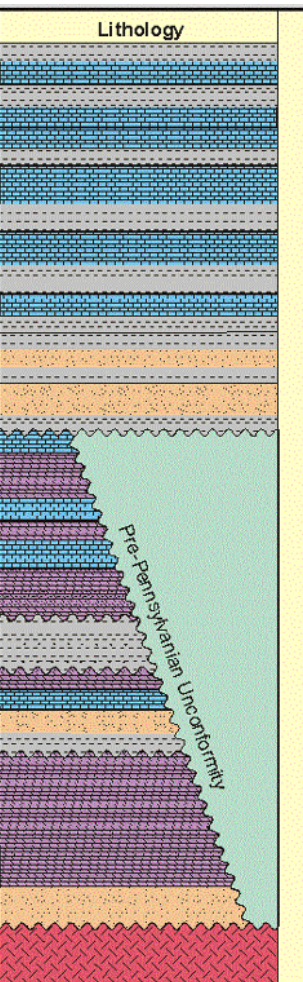
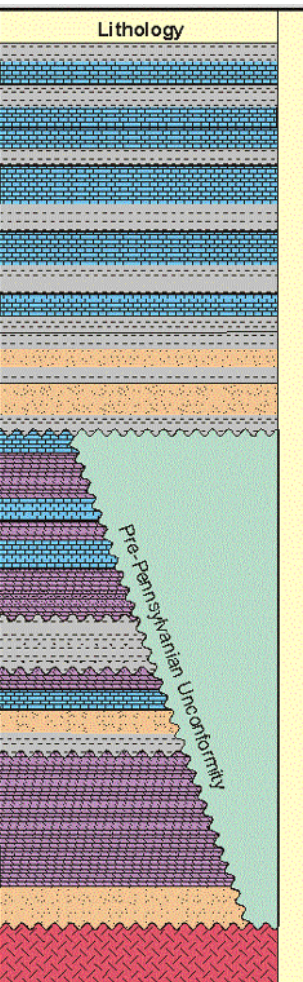
Case Studies

- Arbuckle treatments in Kansas
 - Approx. 200 MARCIT technology polymer jobs pumped in Arbuckle since 2001
- Oklahoma treatments

Common Perceptions About Arbuckle Strata in Kansas

- **Predominantly shallow-shelf dolomites**
- **Fracture-controlled karstic reservoirs with porosity and permeability influenced by basement structural patterns and enhanced by prolonged subaerial exposure**
- **Process of dolomitization also enhanced porosity**
- **Most of the oil and gas zones are contained in the top 25 ft.; some down to 50 ft.**
- **Reservoirs typically visualized as an oil column on top of a strong aquifer**

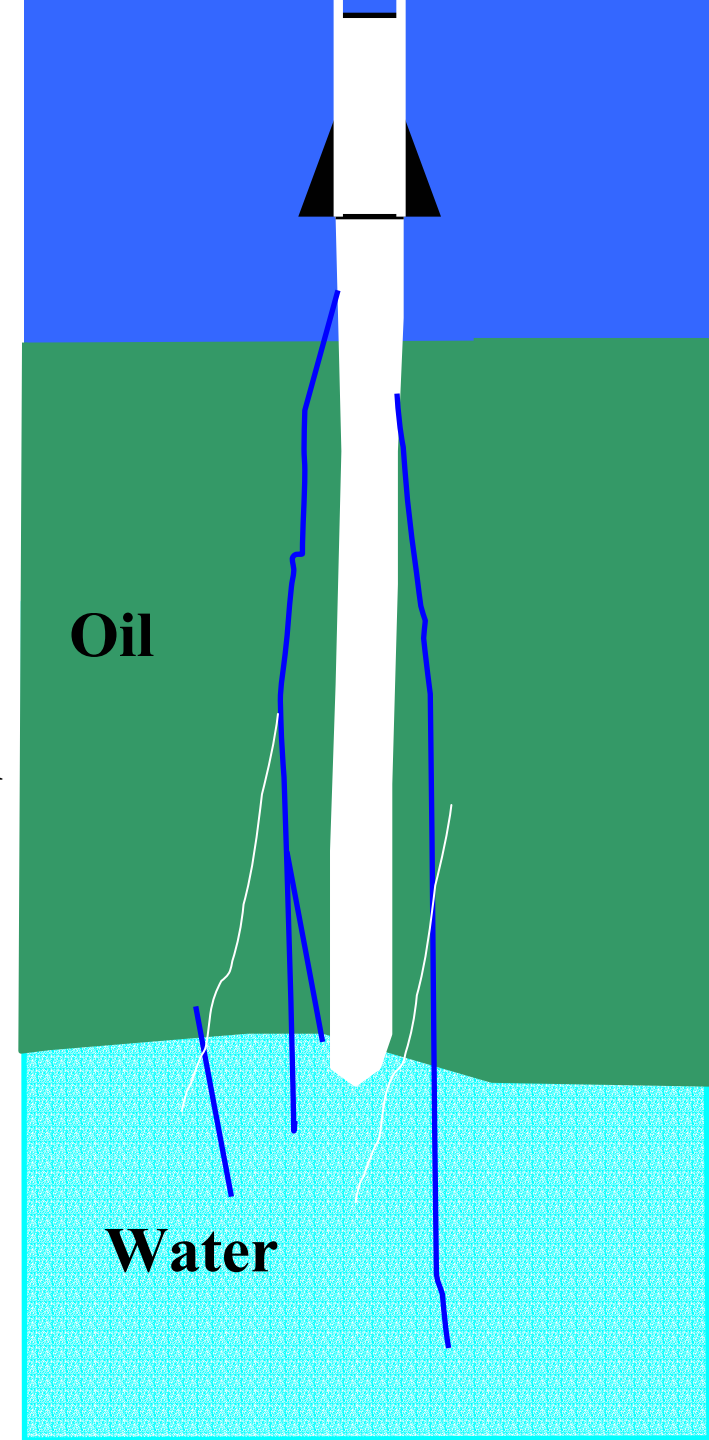
Stratigraphic Column

Era	Period	Series	Stage	Formation	Lithology
Paleozoic	Pennsylvanian	Upper	Virgilian	Wabunsee Group	
				Shawnee Group	
				Douglas Group	
		Middle	Missourian	Lansing Group	
				Kansas City Group	
				Pleasanton Group	
		Lower	Desmoinesian	Marmaton Group	
				Cherokee Group	
	Mississippian	Upper		Chesterian	
				Meramecian	
				Osagian	
		Lower		Kinderhookian	
				Maquoketa Shale	
				Viola Group	
Precambrian	Cambrian	Upper		Simpson Group	
				Arbuckle Group	
				Reagan Sandstone	
				Granite, Schist	

Typical Water Problem

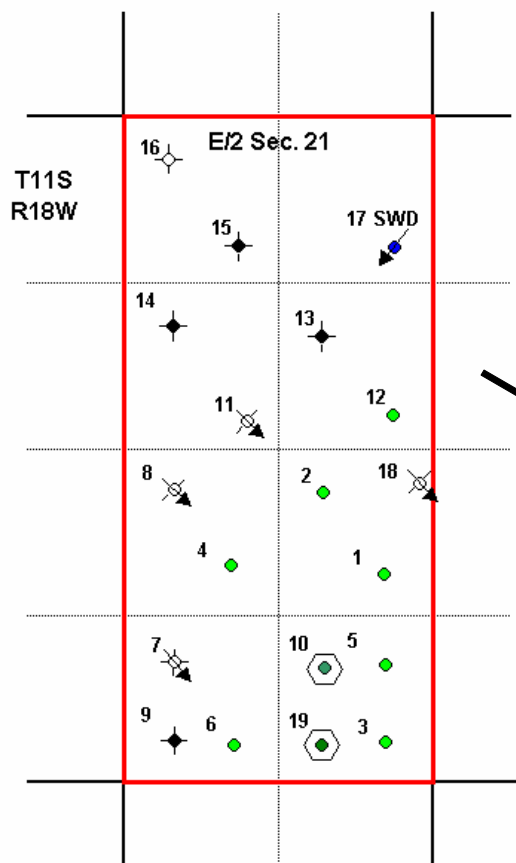
With fractures or high perm connection to underlying aquifer

- Very high WOR wells
- Opportunity for greater draw-down
 - Increase oil from matrix
 - Downsize equipment
 - Reduce water handling costs
- Stimulation after treatment



CITATION OIL AND GAS CORP.
Wasinger Unit
Bemis Shutts Field
Ellis Co., Kansas

- Commingled Arbuckle Producers
3/1/1990
- Topeka/LKC Producers
3/1/1990
- Unit Boundary

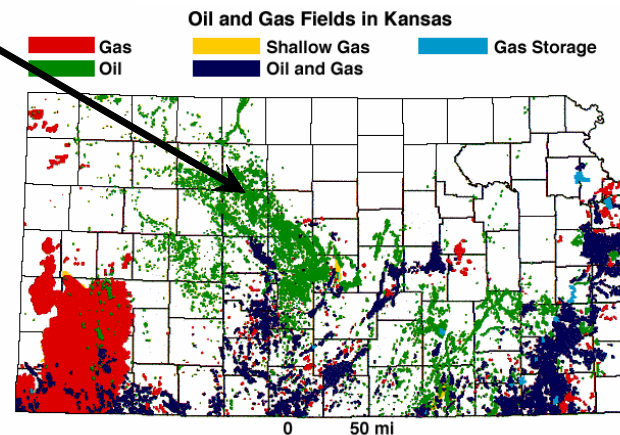


Discovered in 1948. Citation purchased in October, 1987.

In early 1990, 2 wells produced from the Arbuckle. 7 wells produced from the Topeka/LKC section.

Lease Prod.: 59 BOPD 5899 BWPD
Oil Cut 0.99%

Arbuckle: 35 BOPD 5709 BWPD
Top/LKC: 24 BOPD 190 BWPD



Citation
OIL & GAS CORP.

**TARGET FORMATION - ARBUCKLE
ORDOVICIAN DOLOMITE - 100 -200' THICK**

Description in Cores:

Sandy and crystalline dolomite with chert.
Some shale streaks. No fractures described
in cores or while drilling. Vulgar porosity.

Productive Structure on Lease:

Subsea tops from -1523 to -1511'
Effective Oil/Water Contact (Cores) -1545'
Produces under a strong waterdrive.
Completions: Open Hole in top 4' to 6'

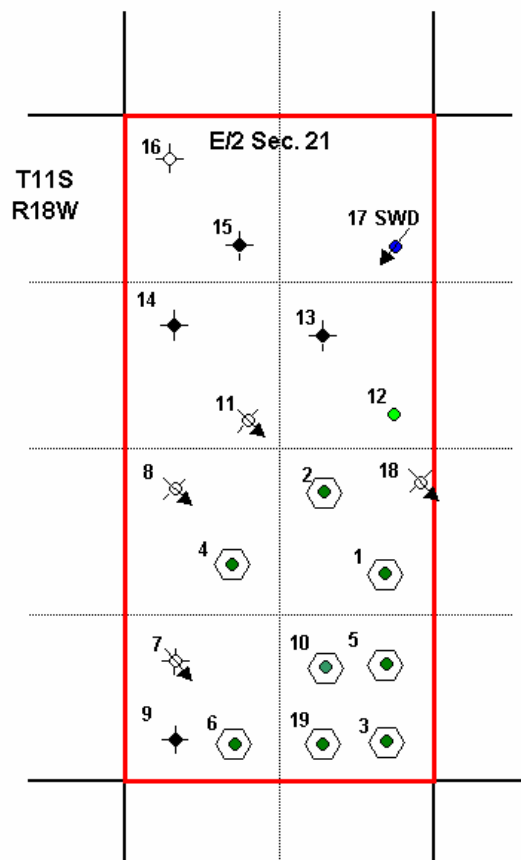
Characteristics:

Porosity	9.5 to 20%
Permeability	20 to 500 md
Oil Gravity	27 Deg. API
Solution GOR	175 cf/STB
Initial Pressure	1020 psig
Temperature	112 Deg. F.

PENNSYLVANIAN	TOPEKA	2930'
	LANSING - KANSAS CITY	3200'
ORDOVICIAN	ARBUCKLE	3510'

CITATION OIL AND GAS CORP.
Wasinger Unit
Bemis Shutts Field
Ellis Co., Kansas

○ Commingled Arbuckle Producers
3/1/2001
● Topeka/LKC Producers
3/1/2001
— Unit Boundary



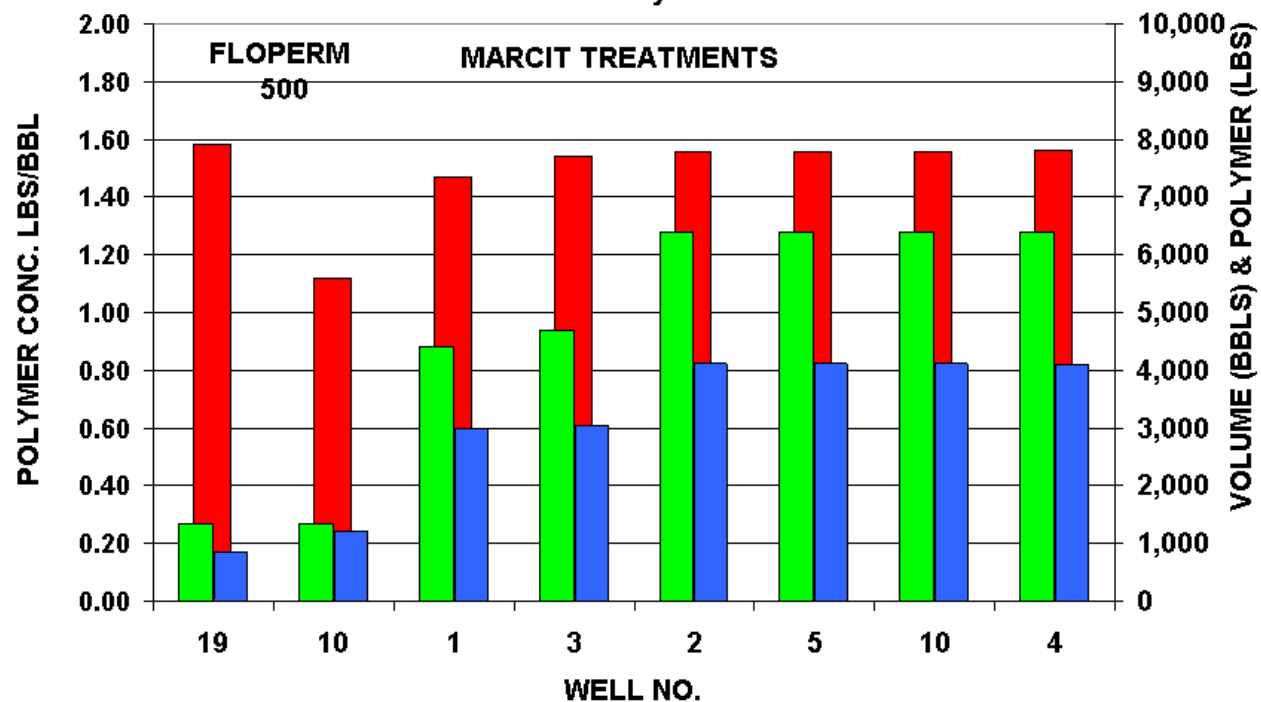
By April, 2001, 2 wells had been treated with polymer in the Arbuckle, (1 of these treated twice), 5 wells reactivated in the Arbuckle and treated with polymer and 1 with a cement/polymer treatment. 8 wells now produce from the Arbuckle/LKC commingled and 1 well produces only from the Topeka/LKC section.

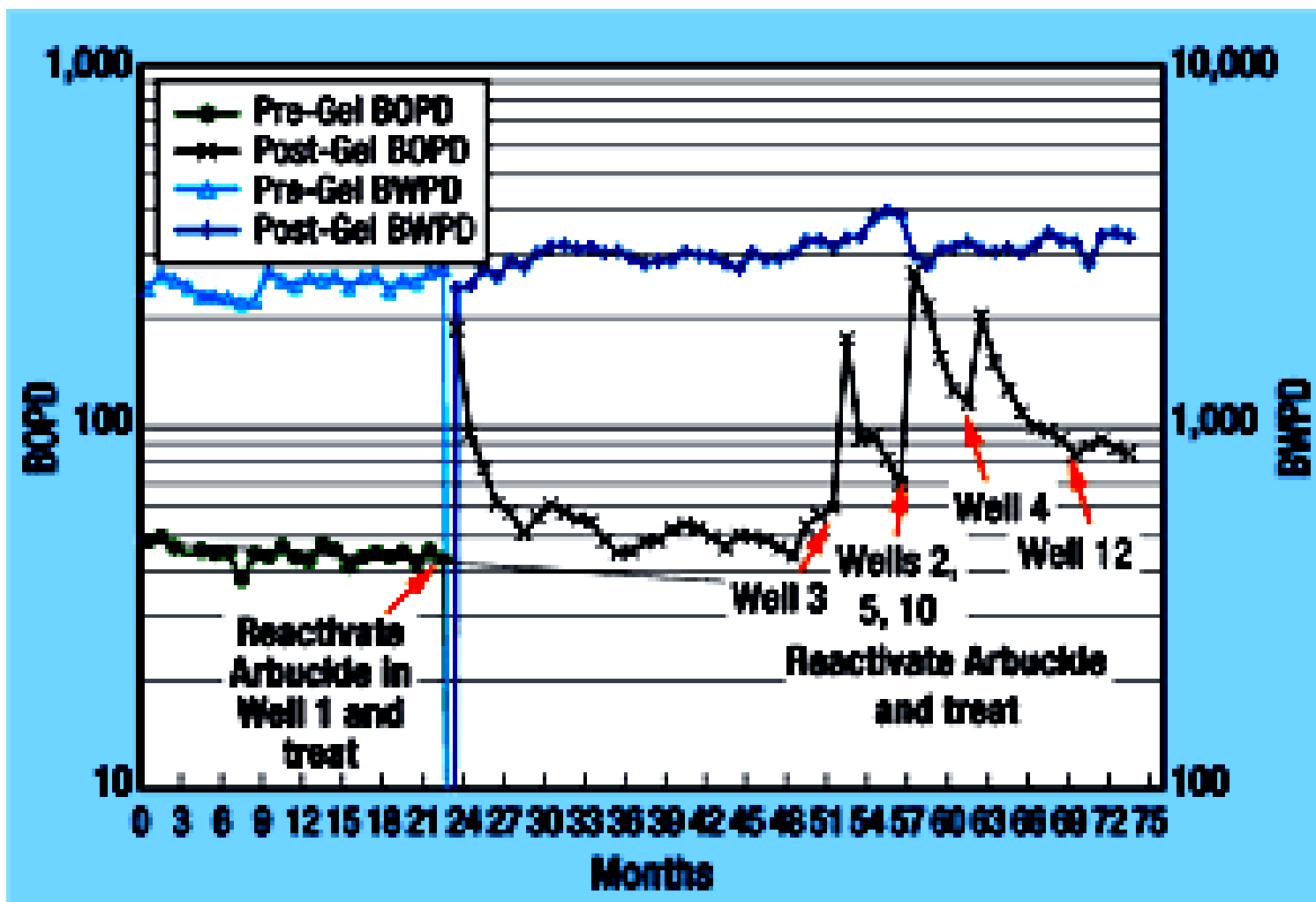
Lease Prod.: 153 BOPD 3055 BWPD
(4/2001) Oil Cut 4.8%

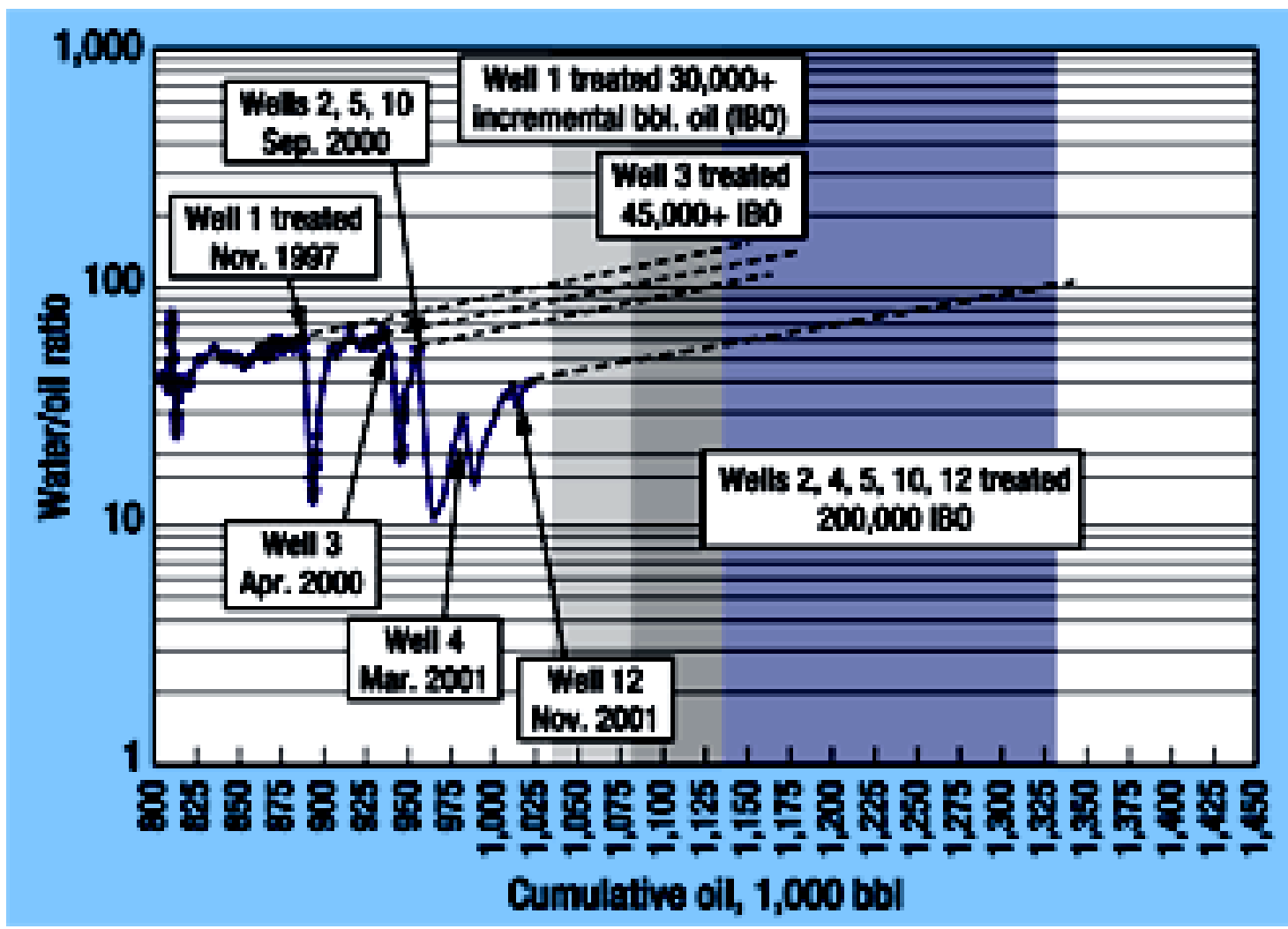
Arbuckle/LKC: 150 BOPD 3018 BWPD
Top/LKC: 3 BOPD 37 BWPD

WASINGER UNIT - POLYMER TREATMENTS

- Average Polymer Conc. #/B
- Total Polymer lbs.
- Total Volume Polymer Sol'n Bbls









RESERVES DEVELOPED AND ESTIMATED COST

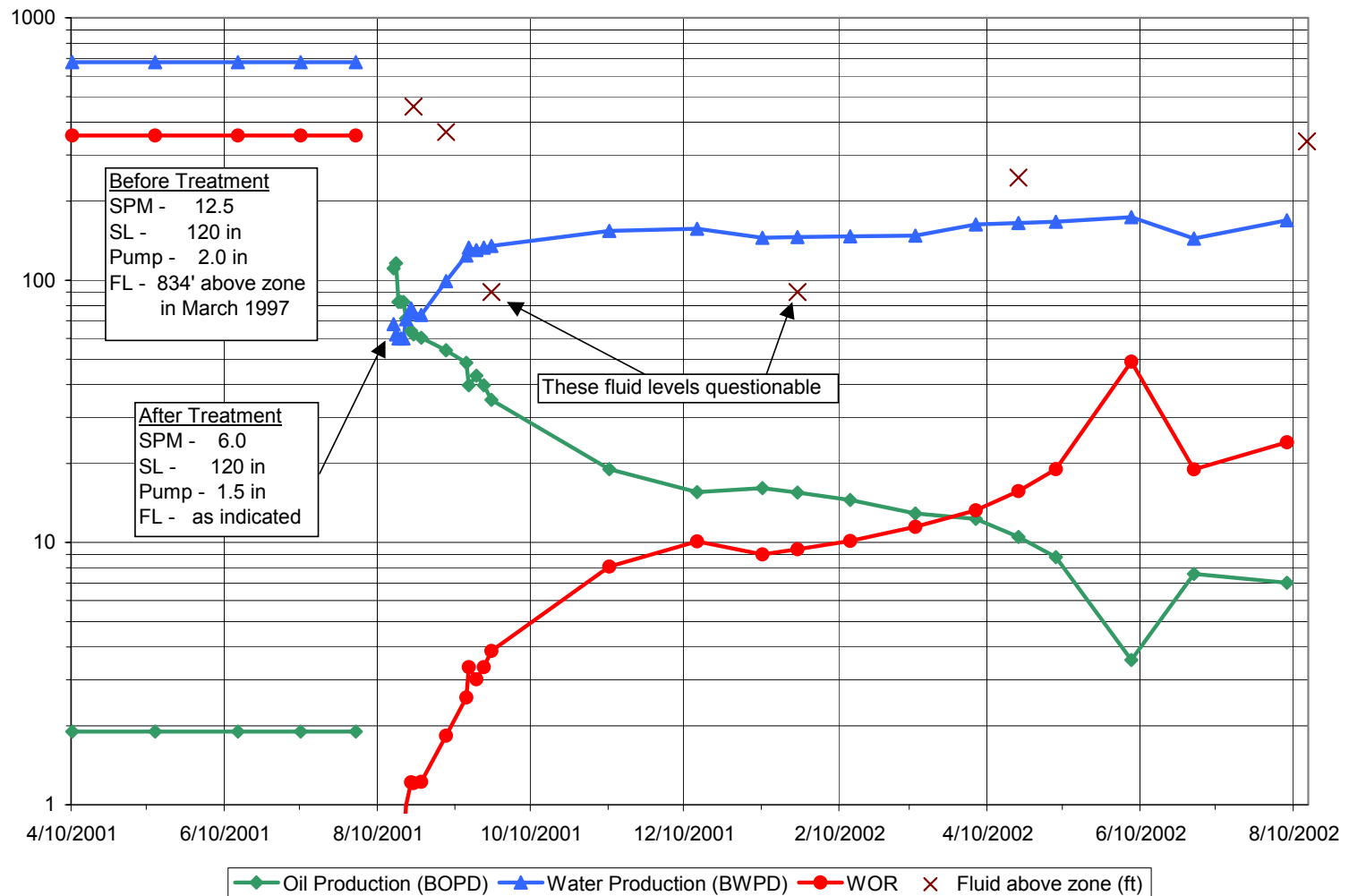
Estimated Reserves 4/1/1990 (Prior to Treatments)	119.7 MBO
Cumulative Production 4/1/90 - 4/30/01	245.0 MBO
Reserves Estimated at 4/1/01 with Treatments	283.5 MBO
Reserves at 4/1/1990 with Treatments	528.5 MBO
Change in Reserves	408.8 MBO
Estimated Costs of Treatments, Reactivations and Changes in Artificial Lift	940 M\$
Cost per Gross Bbl. Added Reserves	<u>\$2.30/BO</u>



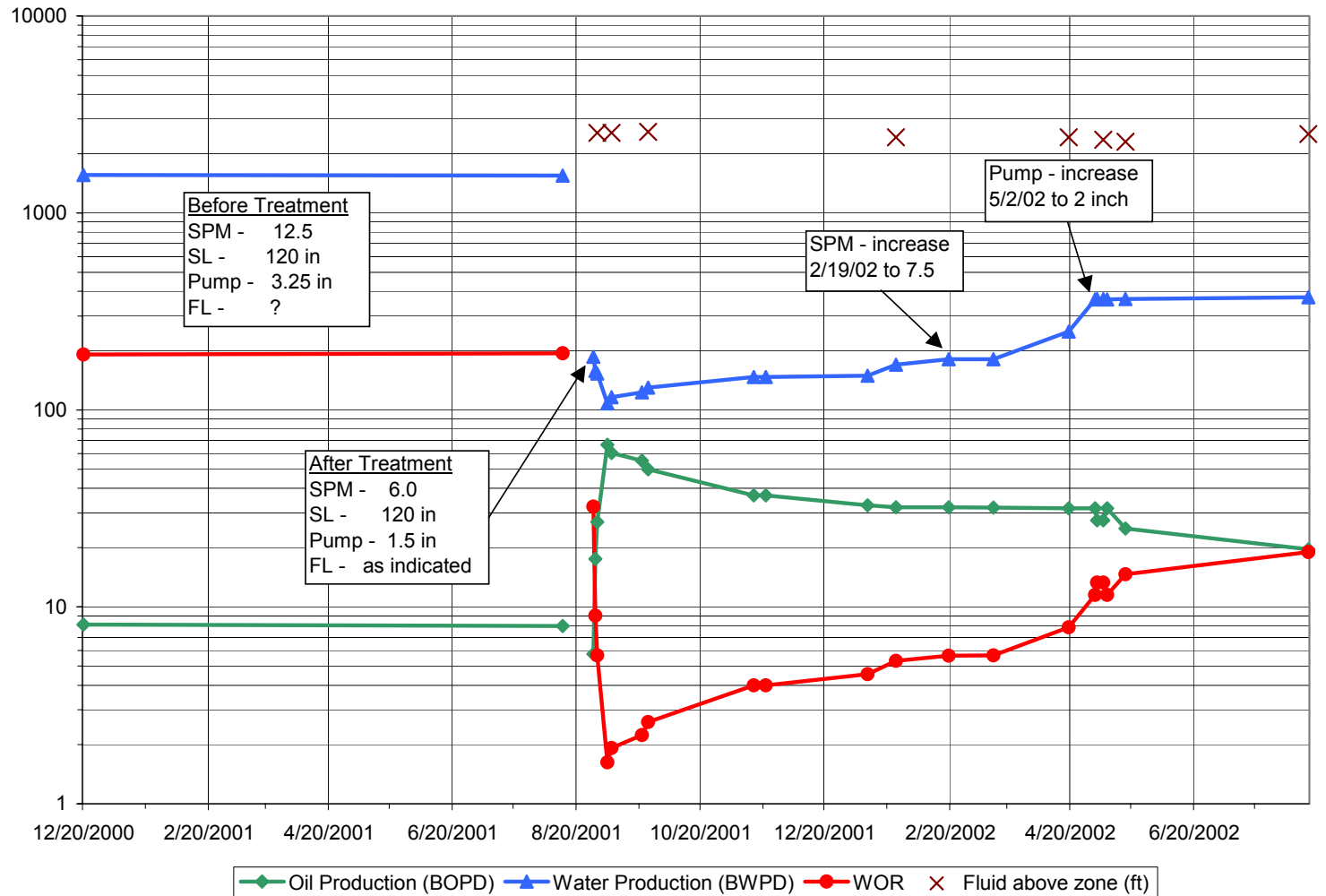
POTENTIAL SAVINGS IN WATER HANDLING:

Cumulative Oil Production from 4/1/90 - 4/30/01	245.0 MBO
Cumulative Water Production 4/1/90 - 4/30/01	12,498 MBW
Potential Water Production if Oil Cut had stayed at 1.0% as at April, 1990	24,255 MBW
Potential Decrease in Water Production 4/1/90 - 4/30/01	11,757 MBW
Potential Savings in Water Handling (\$0.12/BW)	<u>1,411 M\$</u>

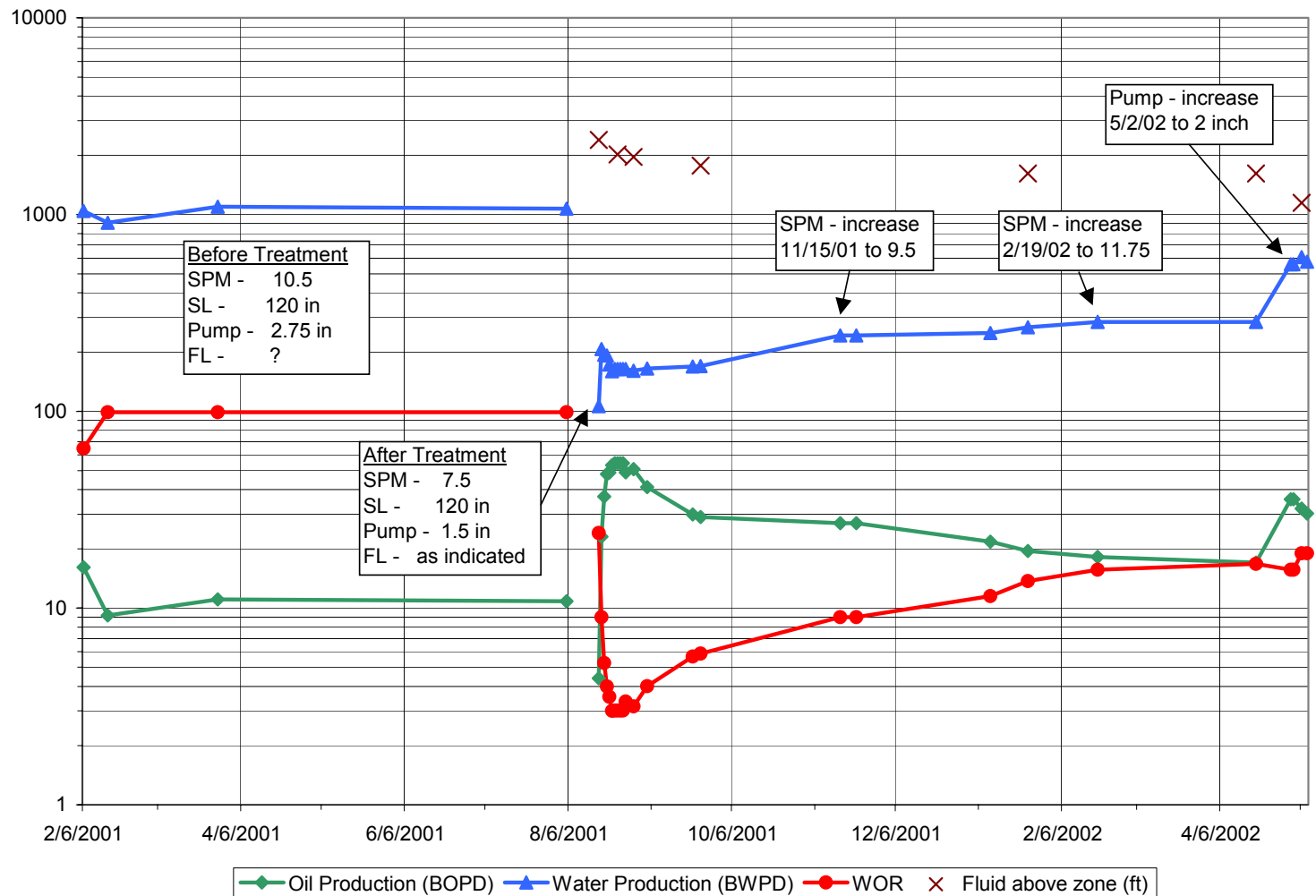
(1621 bbls gel, 97% of job treated on a vacuum, 51 psig max treating press)



(3806 bbls gel, 100% of job treated on a vacuum, 0 psig max treating press)




(3805 bbls gel, 58% of job treated on a vacuum, 102 psig max treating press)



Hunton Dolomite Formation - Woods Co., OK

Background Information

 **Problem Description:** Natural waterdrive reservoir. Excessive water production from vertical fractures connecting the wellbore to an underlying aquifer.

 **Reservoir Depth:** 6,200 ft.

 **Perforated Interval:** 6,190-6,194 ft. (4 ft.)

 **Reservoir Temperature:** 150° F

 **Average Porosity:** 7.6%

 **Average Permeability:** 127 md

 **Oil Gravity:** 36° API

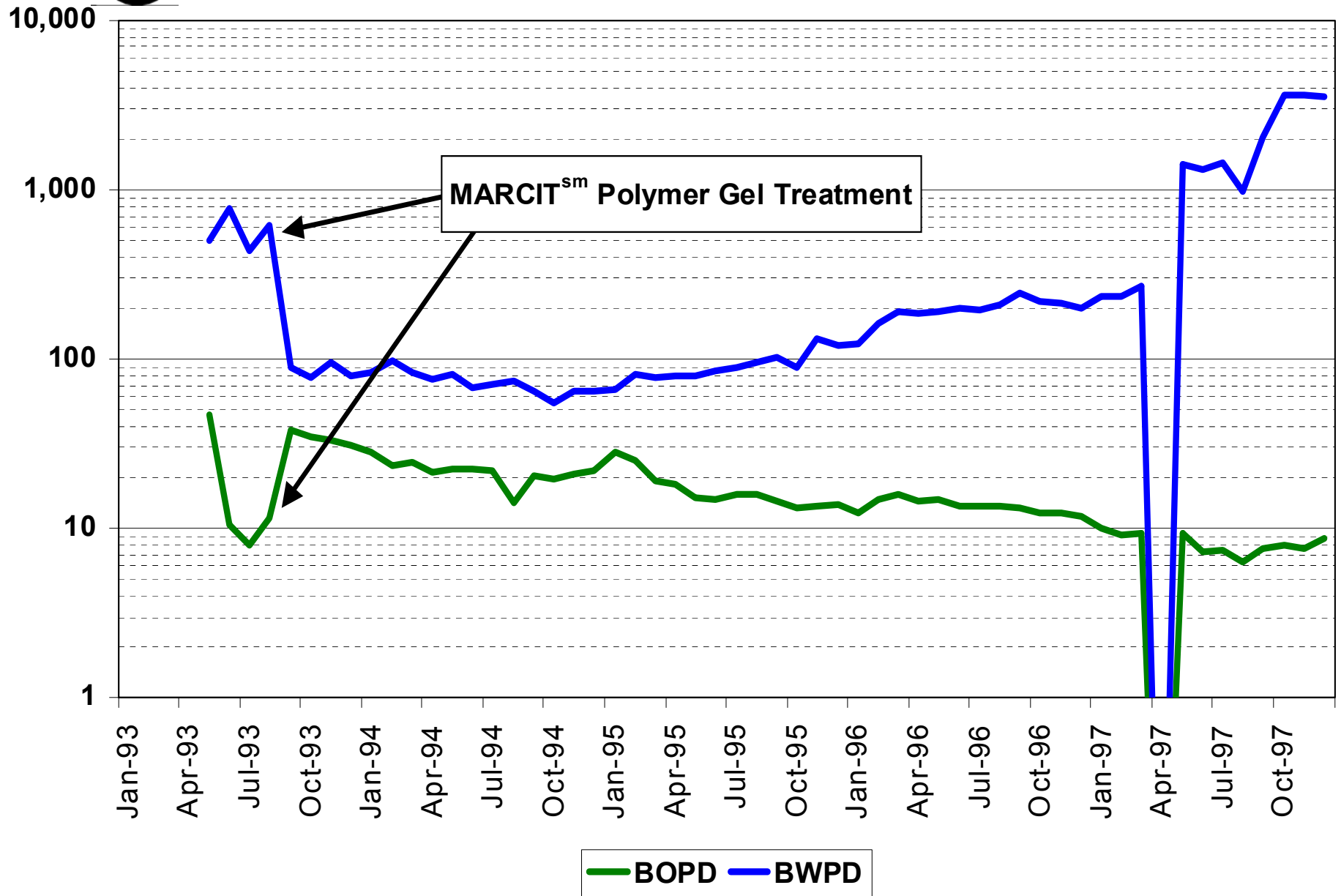
Hunton Dolomite Formation - Woods Co., OK

Treatment Design & Job Specifics

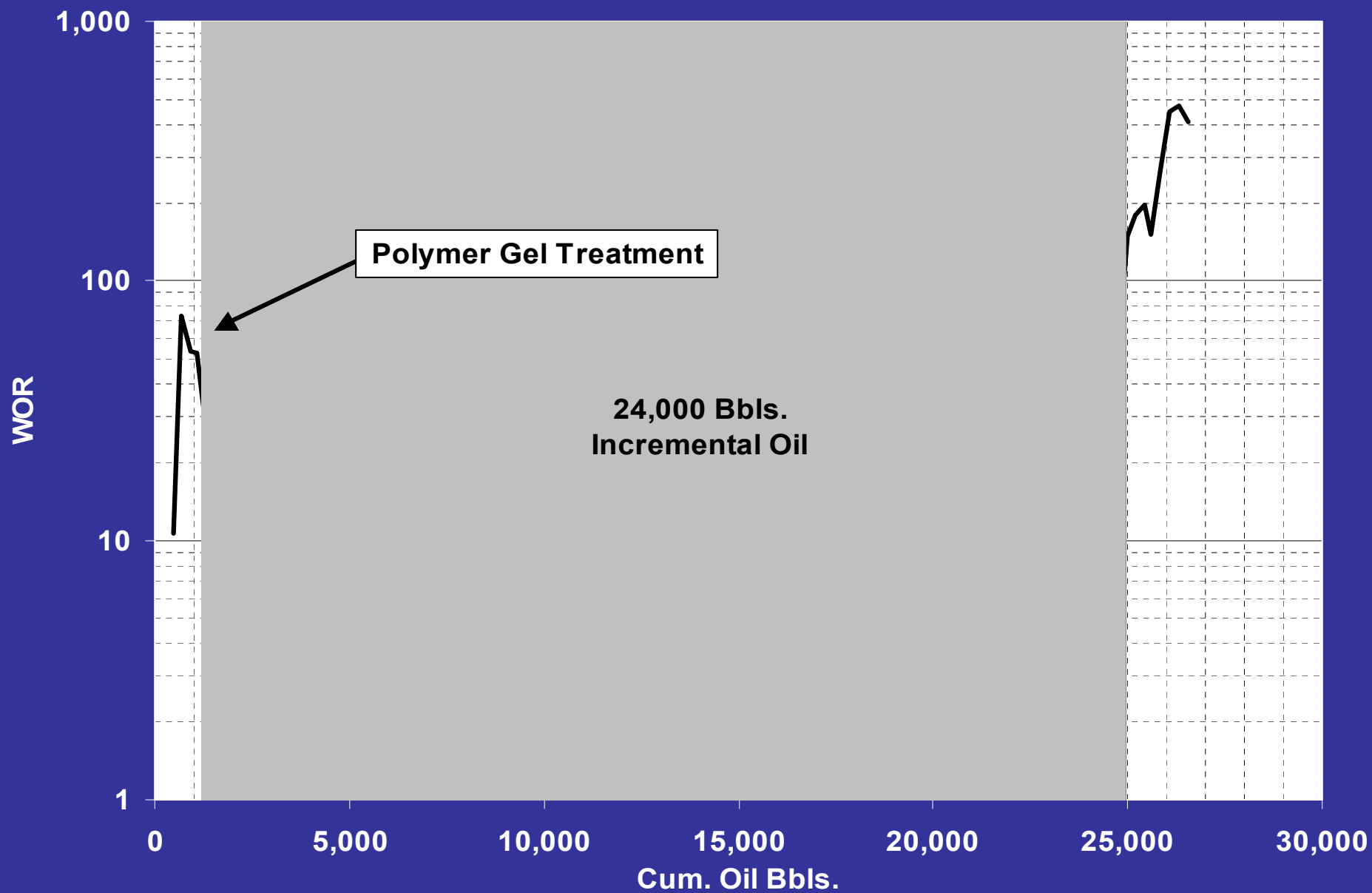
- ✎ 990 Bbls. gelled polymer
- ✎ 3,000 - 6,000 ppm polymer
- ✎ 100 Bbl. water overflush
- ✎ 2 days to inject (0.35 bpm treating rate)
- ✎ Beginning Pressure: 0 psi
- ✎ Ending Pressure: 700 psi



Hunton Dolomite Formation - Woods County, Oklahoma






Hunton Dolomite Formation - Woods County, Oklahoma




Hunton Dolomite Formation - Woods Co., OK

Treatment Economics

-  **Time to payout: 45 days**
-  **Incremental oil: 24,000 bbls.**
-  **Job cost: \$0.50 per incremental barrel of oil**

Arbuckle Dolomite Formation - Carter Co., OK

Background Information

 **Problem Description:** Natural waterdrive reservoir. Excessive water production from vertical fractures connecting the wellbore to an underlying aquifer.

 **Reservoir Depth:** 3,400 ft.

 **Perforated Interval:** 3,406-3,568 ft. (162 ft.)

 **Reservoir Temperature:** 99° F







 **Average Porosity:** 6%

 **Average Permeability:** 149 md

 **Oil Gravity:** 38° API

Arbuckle Dolomite Formation - Carter Co., OK

Treatment Design & Job Specifics

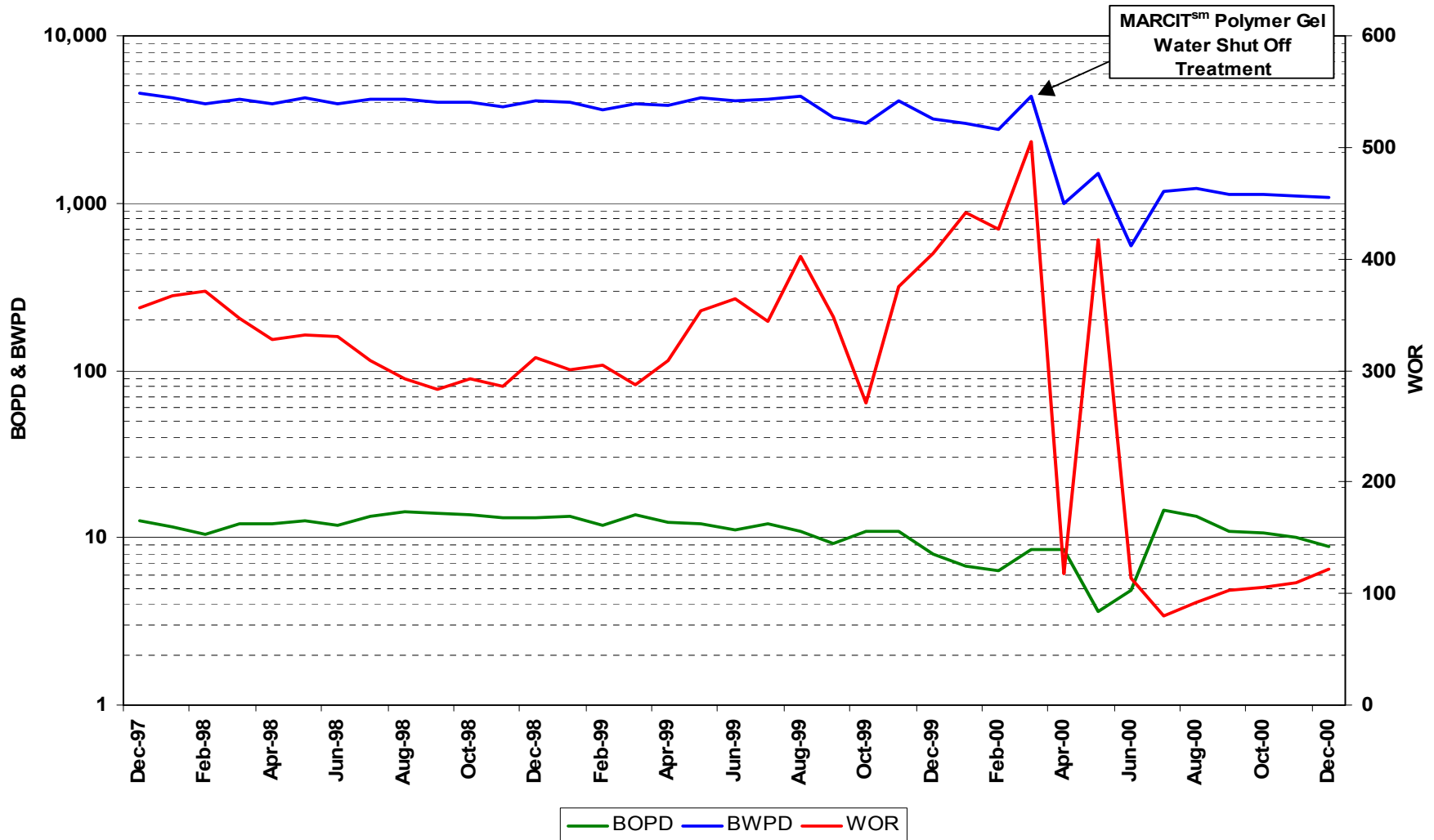
-  2,000 Bbls. gelled polymer
-  4,000 - 7,000 ppm polymer
-  86 Bbl. water overflush
-  2.5 days to inject (0.6 bpm treating rate)
-  Beginning Pressure: 0 psi
-  Ending Pressure: 185 psi



Arbuckle Dolomite Formation - Carter Co., OK

Rate vs. Time

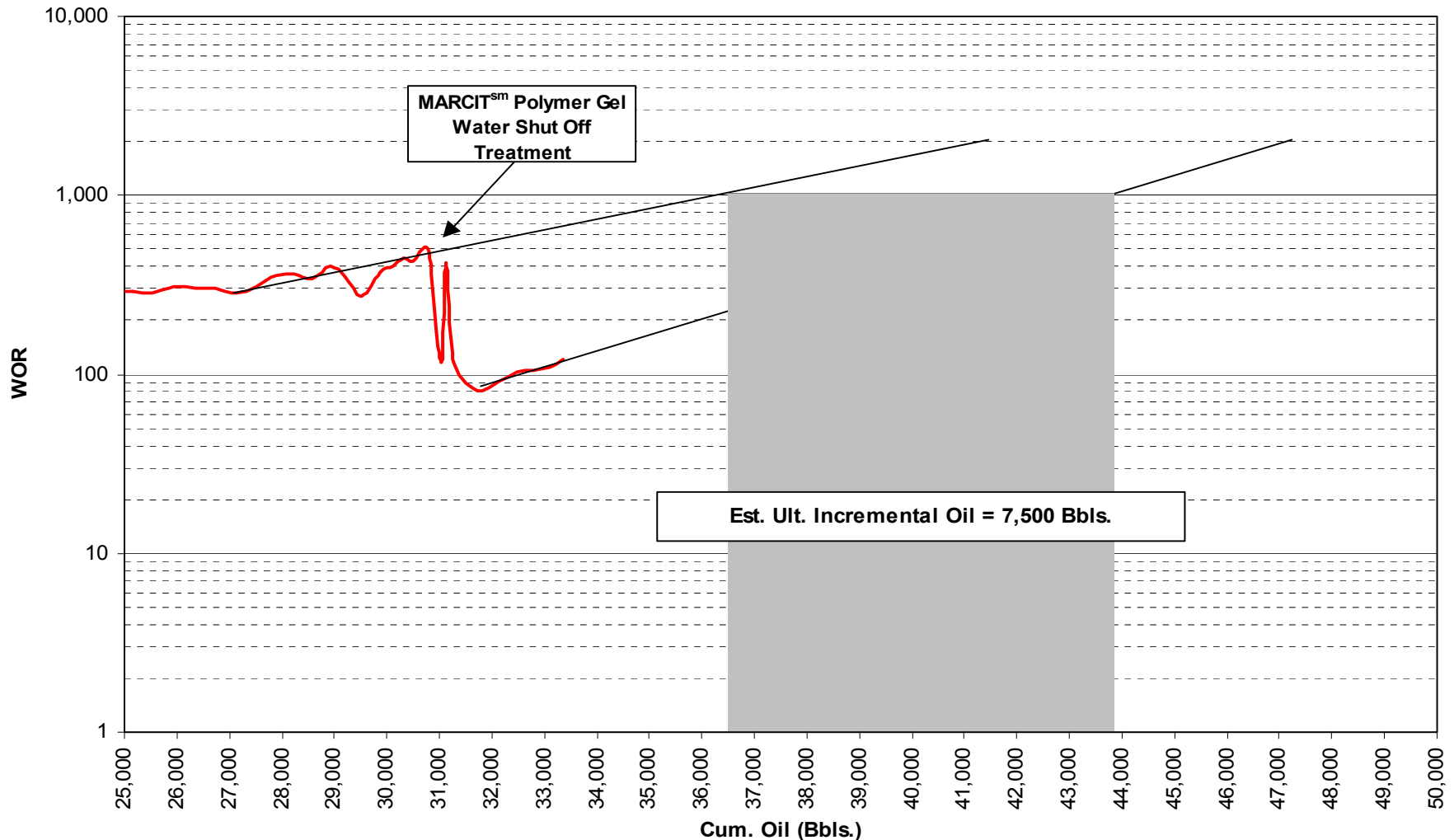
Arbuckle Dolomite Formation - Carter Co., OK



Arbuckle Dolomite Formation - Carter Co., OK

Cum. Oil vs. WOR

Arbuckle Dolomite Formation - Carter Co., OK



Arbuckle Dolomite Formation - Carter Co., OK

Treatment Economics

-  Time to payout: 6 months
-  Estimated Ultimate Incremental oil: 7,500 bbls.
-  Job cost: \$2.53 per incremental barrel of oil

