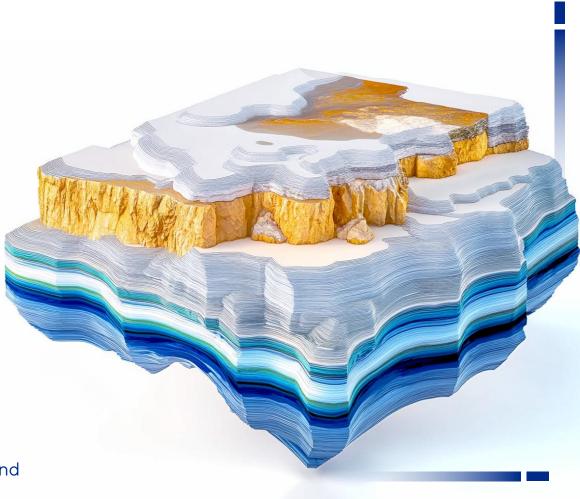
# Geological risks mitigation and non-productive costs reduction

to address the challenges in localization and recovery of high residual oil reserves, identify missing deposits in complex reservoirs using digital technologies



# **NLM**

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#### Farid Salimov

Head of Digital Geology and Oil and Gas production



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In-house

employees

200 +

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Projects

delivered

35 +

ALMA Group is a reliable partner for oil, gas and oilfield services companies in the Russian Federation and worldwide

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Founded in

2017

#### Consulting services in

- Management
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- IT projects

Engineering/custom software development and IT-integration

• Pre-FEED, FEED

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- FC Flooding Control technology
- Mitigation of geological risks
- CTC (Computer Training Complexes)

**Project Management and Control** 

- PMC Project Management and Control
- Main Automation Contractor (MAC)
- Integrated planning

# Supervisory Control and Data Acquisition (SCADA)

- ALPA Software (in-house development)
- System integration based on partner products

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**Business areas** 

#### **Equipment reliability**

- ASTRA SMS (in-house development) Rotating equipment monitoring
- VR and Computer Training Complexes
- Remote monitoring centers for rotating equipment

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#### Process control and computer modeling

- WellTrack (in-house development) automation of well workover control and logistic services
- APC Advanced Process Control
- Modeling the processes for the development of production facilities digital twins or simulators for process operators

#### Life cycle management of submersible equipment

- Remote monitoring centers for ESP submersible equipment
- Ecosystem of CycleOp products (in-house development)

#### CycleOp Ecosystem

 Well operation model
 Selection of main artificial lift methods of oil and gas production
 Digital warranty certificate
 Anomaly detector and failure prediction

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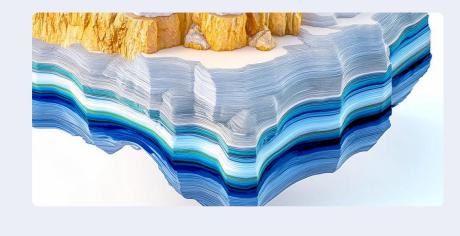
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## **Goals and objectives**

#### Goal

To increase the efficiency of field development, including that at mature stages, involve undeveloped and poorly developed intervals, reduce non-productive costs, enhance the development profitability.



#### Objectives

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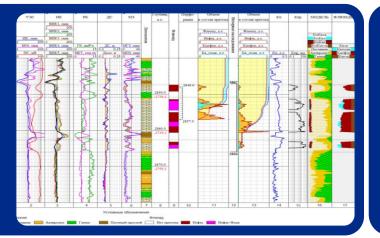
Implementation of AI-based methodology that ensures the acquisition of extended geological data without carrying out expensive studies, determination of actual reservoirs saturation, oil reserves structure:

- Development of 3D lithologic and facies geological and geomechanical formation model with identification and delineation of features of different rock classes
- Identification of missing oil-saturated intervals
- Planning of well intervention activities including sidetracking with the calculation of optimal trajectory of the horizontal section
- Optimization of drilling and well spacing, including horizontal wellbores

# Geological survey techniques to study oil and gas fields structure

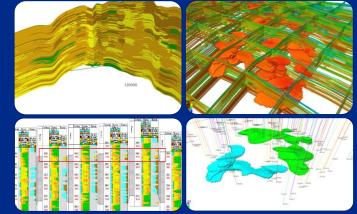
#### 01

Database of extended interpreted logging data obtained via the ESKS-TABC technology to determine the structure and mineral composition of rocks throughout the profile



#### 02

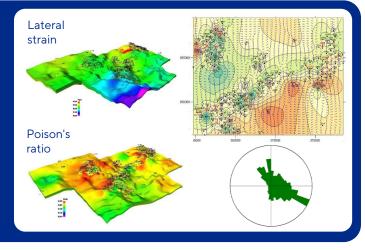
Llithofacies geological simulation with features delineation according to the specified criteria



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#### Geomechanical modeling



#### 04

Reserves structure and estimation based on 3D geological model considering connate water and actual permeability of reservoir rocks

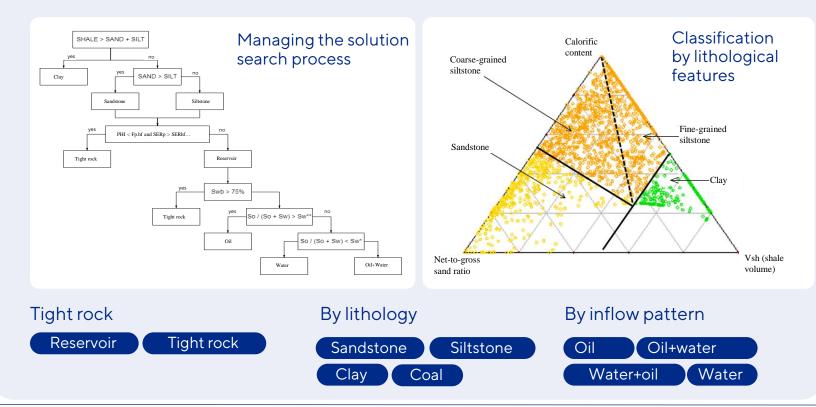
#### Reserves in rocks of the defined filtration and volumetric properties, kt Total Total Range of permeability factor. mD reserves Range of reserves, kt Ultimate reserves interest, % porosity distributed by factor. <2 2-8 8-20 >20 porosity factor, k d.q UV1-1 < 0.12 277 8 32 353 0.5 0.12-0.15 8762 4612 902 400 14676 21.7 67678 0.15-0.18 5200 8027 12411 8571 44209 65.3 2457 3975 310 8433 >0.18 1691 12.5 Total reserves 23.3 21.5 36 19.2 100 interest, % Class 1 Class 2 Class 3 Class 4

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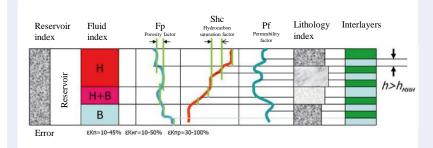
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# Geological survey techniques to study oil and gas fields structure, ESKS expert system

Classifications using the decision tree by reservoir properties, lithology and saturation



# Identification of quasi-homogeneous interlayers based on processing



Delineation of quasi-homogeneous interlayers according to geological properties based on smart analysis and rocks classification by properties determined during automated interpretation at each step of discretization

# Geological survey techniques to study oil and gas fields structure, ESKS expert system

#### Function

Managing the integrated interpretation of geological and geophysical data continuously across the profile opened by the wellbore using automated interpretation technologies for terrigenous (TABC) and/or carbonate (CARB) rocks

#### Features

The ESKS expert system is based on logical deduction and decisionmaking procedures and a knowledge base implemented as a complex of facts and logical deduction rules about the rock classification by structural and lithological, reservoir, volumetric and fluid properties.

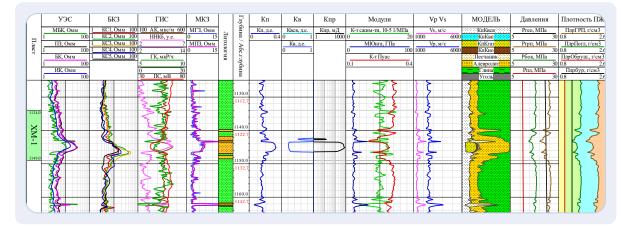
#### Benefits

Unequivocal and comparable result for similar cases of great uncertainty. Definition of an extended set of parameters relating to the geological properties of rocks

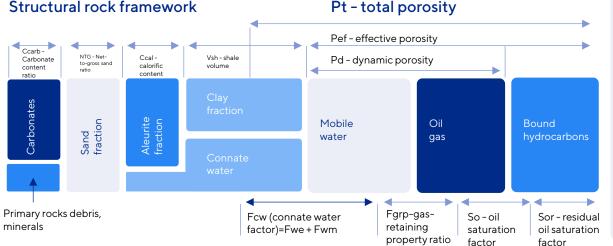
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## TABC - technology of automated interpretation of well logging data for terrigenous rocks



#### Structural rock framework



### Original

### set

Specific electric resistivity (using induction logging, lateral logging, lateral sounding etc.)

SP - Self-potential

GR - Gamma-ray logging

Wnl-hydrogen content defined by neutron log, AL-acoustic logging, GGLd-gamma-gamma density logging

#### **Output parameters**

#### Structural and mineralogical model

NTG-net-to-gross sand ratio, Vcal-calorific value, Vsh-shale volume, Ccarb-carbonate content, Ccoal-coal content, Pf-porosity factor

#### Fluid model

Sw-factor of connate or residual irreducible water saturation. Sw-water saturation factor. Sq-gas saturation factor, So-oil saturation factor, Sor-residual oil saturation factor

#### **Reservoir filtration properties**

Pf-permeability factor, Pf.w-water phase permeability, Pf.g-gas phase permeability, Pf.o-oil phase permeability

Prognostic curves of inflow profile

Water cut estimation

#### Rocks mechanical and velocity properties

Poison's ratio, Young modulus, Vp, Vs, seismic trace

#### Pressure

Ph-hydrostatic pressure, Prl-rock lateral pressure, Pf-formational pressure, Phydr-hydrodynamic pressure, Pfrct-fracturing pressure

#### Theoretical curves

SER (Specific Electric Resistance) and SP (Self-potential) for water saturation factor Sw=100%, DT, RHOB, W

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# TABC - technology of automated interpretation of well logging data for terrigenous rocks

#### Function

Constant layer-by-layer processing of logging curves throughout the interval of the terrigenous profile

#### Features

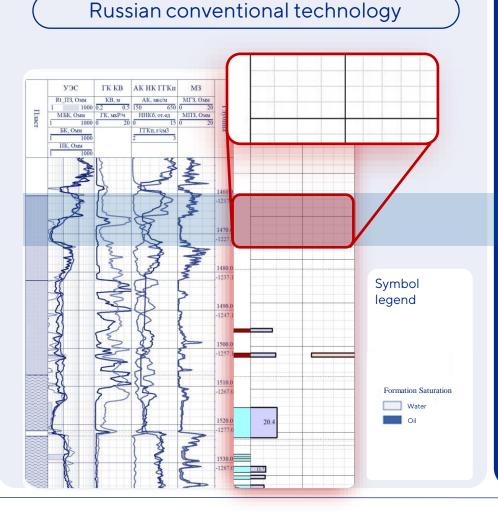
Follows a patented mechanism based on the in-house research and development

#### Benefits

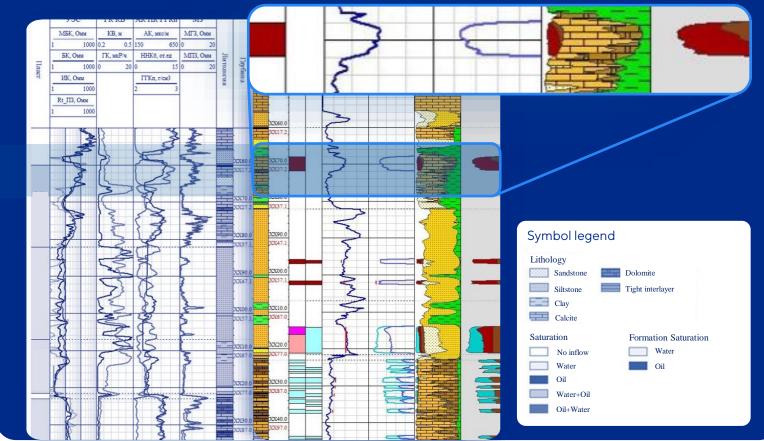
Smart algorithm of the TABC technology includes generalised petrophysical models built on the basis of studying the regularities of changes in the adsorption as well as filtration and volumetric properties of rocks

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## Example of new data acquisition



#### ESKS-TABC technology implemented in the Gintel software



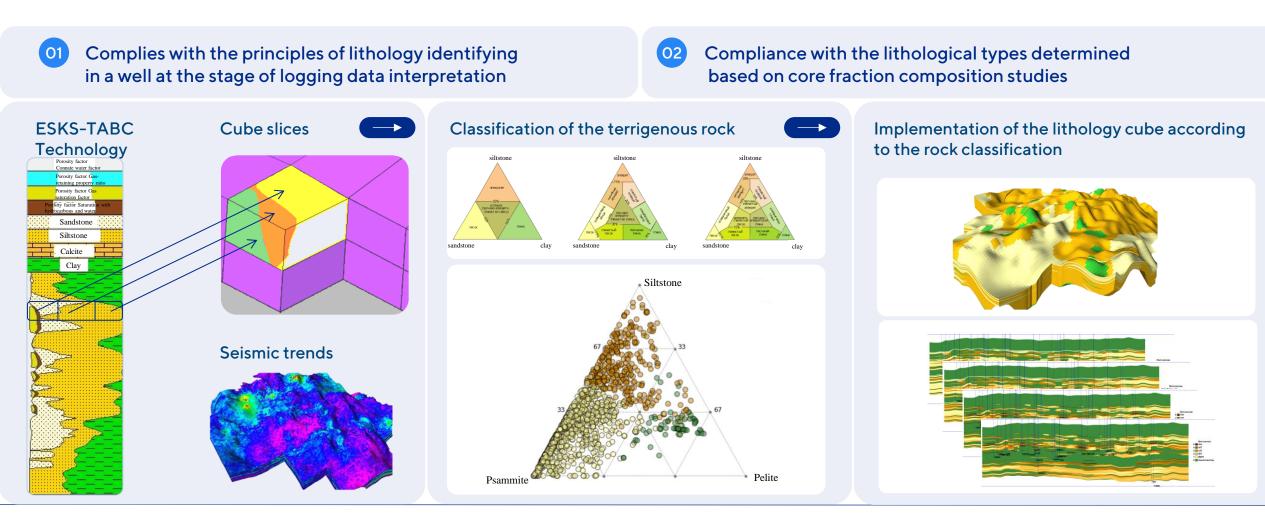
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# Comparative analysis of well logging interpretation methods

Indicators	TABC Methodology	Conventional technique used in polymer flooding				
<b>Determined parameters:</b> 1. Structural and mineralogical model	Kp-porosity factor, Ksand-Net-to-gross sand ratio, Kcal - calorific content, Kcl- clayiness index, Kcarb-Carbonate content ratio	Fp-porosity factor Ws-water saturation factor, Shc-hydrocarbon saturation factor				
2. Rocks' fluid model	$Fcw\ (connate\ water\ factor), NTG-net-to-gross\ sand\ ratio, Shc-hydrocarbon\ saturation\ factor$					
3. Filtration properties	Pf-permeability factor, Pf.w-water phase permeability, Pf.g-gas phase permeability, Pf.o-oil phase permeability	Permeability factor				
4. Lithology	Sandstones, siltstones and mixtures thereof, clays, carbonates					
5. Saturation	gas, oil, mobile water, connate water	gas, oil, water				
Interpretation rock model	Triple-componentSandy - silty - clayey	<b>One-component</b> Skeletal structure - pore volume				
Petrophysical support	A system of generalized petrophysical models developed in accordance with international standards, adjusted to the geological conditions of Romashkinskoye field: SP, GR, IL, AC, NL, DLL, Sw, Fpr, Fpr.w, Fpr.o, Fpr.g	Set of stochastic connections for single-component rock: Kp(APS), Kp(NL), Kp(AC), P(Kp), Pn(Sw), Pf(Kp), etc.				
Specifics of the methodology of well logging data interpretation	<ol> <li>Processing of all types of rock in the section in two stages:         <ul> <li>calculation of rock and fluids properties curves,</li> <li>identification of homogeneous interlayers related to geological and reservoir properties, and saturation</li> </ul> </li> <li>Confidence Rating of well log interpretation in each well, both without and with core data</li> </ol>	<ol> <li>Processing of just the pre-selected intervals in the section</li> <li>Confidence Rating is conditional (the core was used to buildup the stochastic connections themselves)</li> </ol>				

# Lithological modeling based on the rock classification



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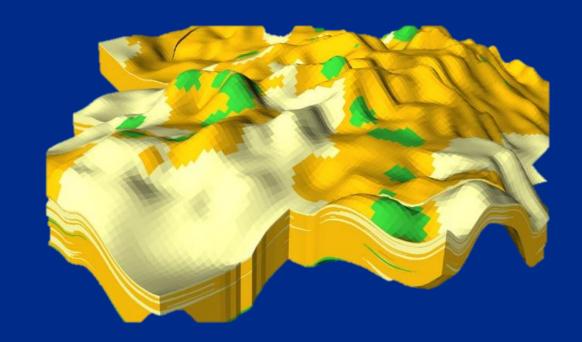
## Lithological modeling based on the rock classification

Complies with the principles of lithology identifying in a well at the stage of logging data interpretation

The curves of the sand, silt and clay fractions content calculated along the wellbore enable the application of any existing classifications to determine the lithological type of rock at any point along the wellbore profile.

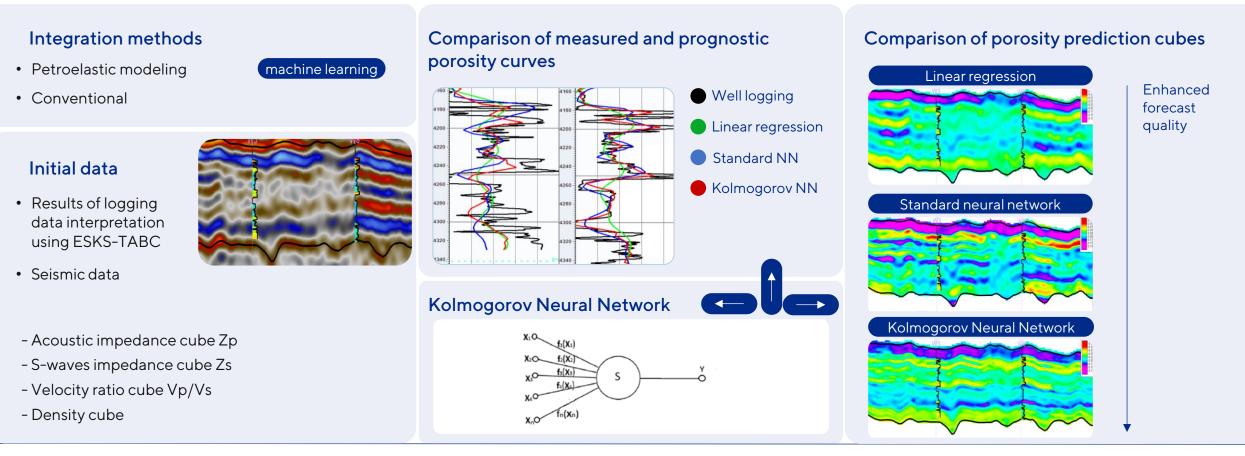
The proprietary classification of rocks is developed for each field and depends on the required level of heterogeneity detail

2 Compliance with the lithological types determined based on core fraction composition studies



# Integration of seismic data and logging interpretation results

using ML-based ESKS-TABC technology



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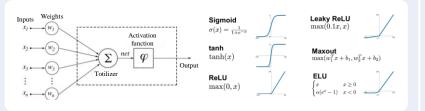
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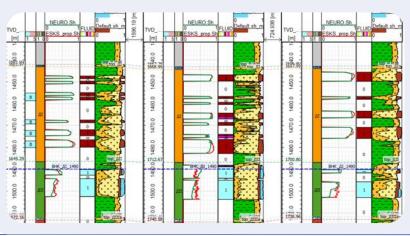
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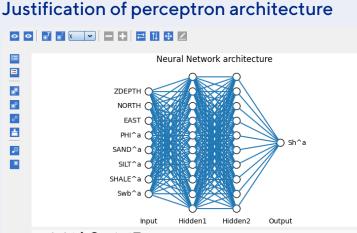
# ML-based modeling of producing formations saturation

#### Selection of topology and activation



#### Calculation of saturation in wells and in the cube model





#### 

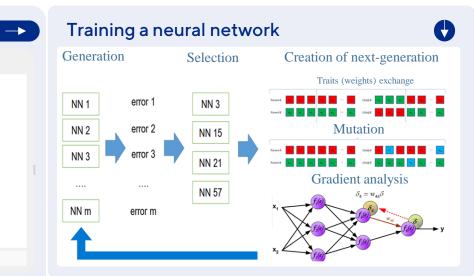
3D position

coordinates

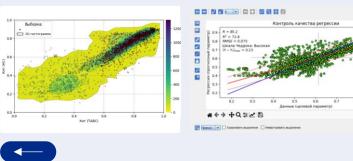
True vertical depth

#### Grain composition of the rock

- NORTH and FAST Psammitic fraction content
  - Aleurite fraction content
  - Pellite fraction content
  - · Porosity factor
  - Connate water ratio



#### Quality assessment of the forecast model



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# ML-based modeling of producing formations saturation

# Hybrid combination approach to genetic and gradient-based algorithms

(Kobrunov & Priezzhev, 2016)

Intended for training feed-forward neural networks

**Tikhonov's algorithm of prognostic operator** (Tikhonov and Arsenin, 1977)

For data regularization of the initial layers of deep neural networks

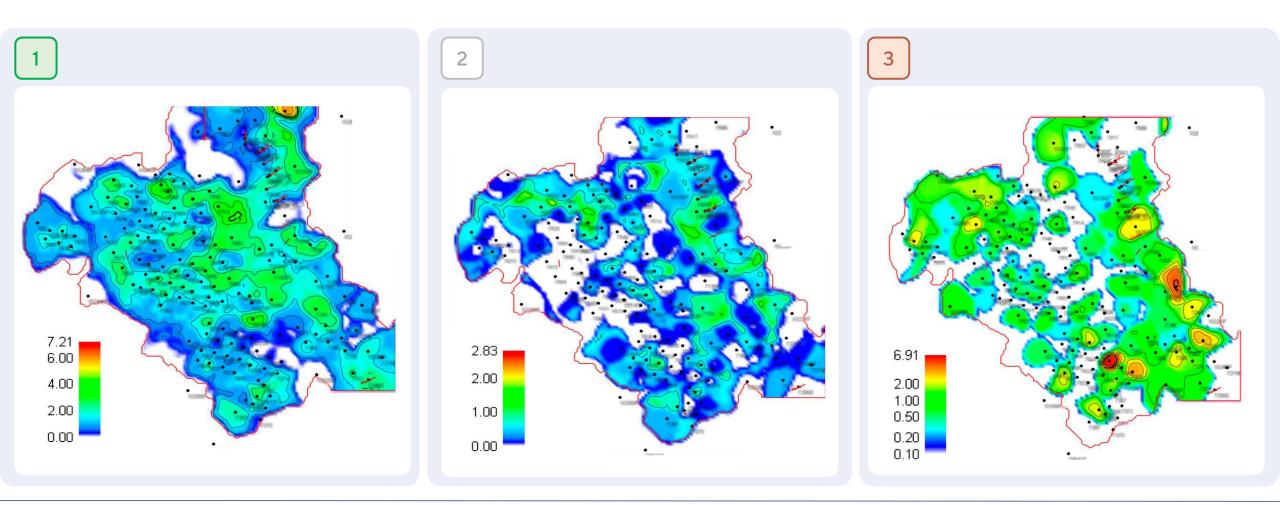
# Reserves structure calculation in geological model

Total reserves, kt		n rocks of th ity, thous. n	ne specified n3	porosity and		Shading according to lithology type	o the predominant		r reserves recov	
	The range of porosity factor,	The range of	permeability fac	ctor, mD	Total reserves by porosity	Sandstone	Siltstone	Easy-to- recover	•	Hard-to- recover
	decimal quantity	<10	10-40	>40	factor, kt			reserves		reserves
					ر ر	K-1 Formation				
	< 0.171	6099	545 1	26	6670					
19897	0.171 - 0.187	3470	2957 2	455 3	6882					
	> 0.187	379	3030	2933	6342					
					X	<i>(-2 Formation</i>				
	< 0.171	3345	520	98	3963					
12757	0.171 - 0.187	1221	1843	958	4022					
	> 0.187	156	1567	3046	4769					

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## **Reserves structure calculation in geological model**



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# Delineation of features formed in different facies environment

and characterized by different fractional composition and degree of being graded

#### 27 features have been delineated

#### Class 1

- 7 features
- Permeability factor> 40 mD
- Porosity factor> 18.7 %
- 6 < Volume < 41 MCM

#### Class 3

- 12 features
- Permeability factor<10 mD
- Porosity factor< 17.1 %
- 6 < Volume < 29 MCM

#### Class 2

- 8 features
- 10 mD < Permeability factor < 40 mD</li>
- 17.1 < Porosity factor<</li>
   18.7 %
- 6 < Volume < 21 MCM

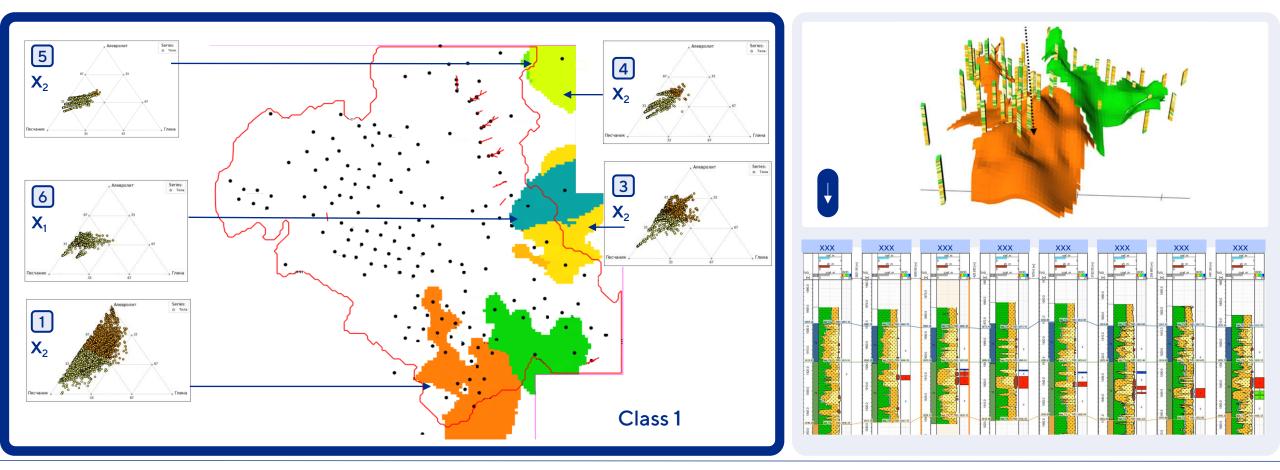


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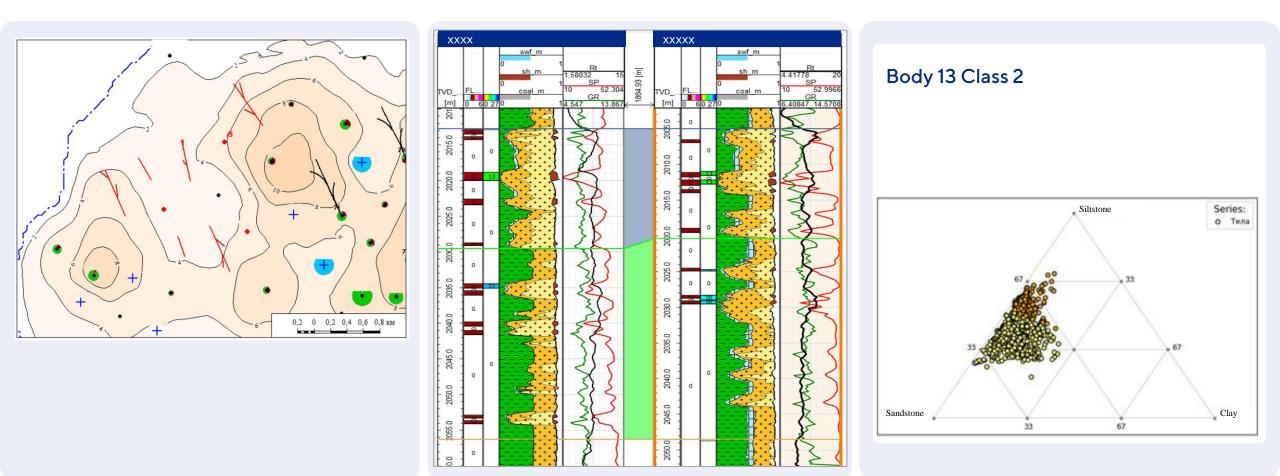
# Delineation of features formed in different facies environment

and characterized by different fractional composition and degree of being graded

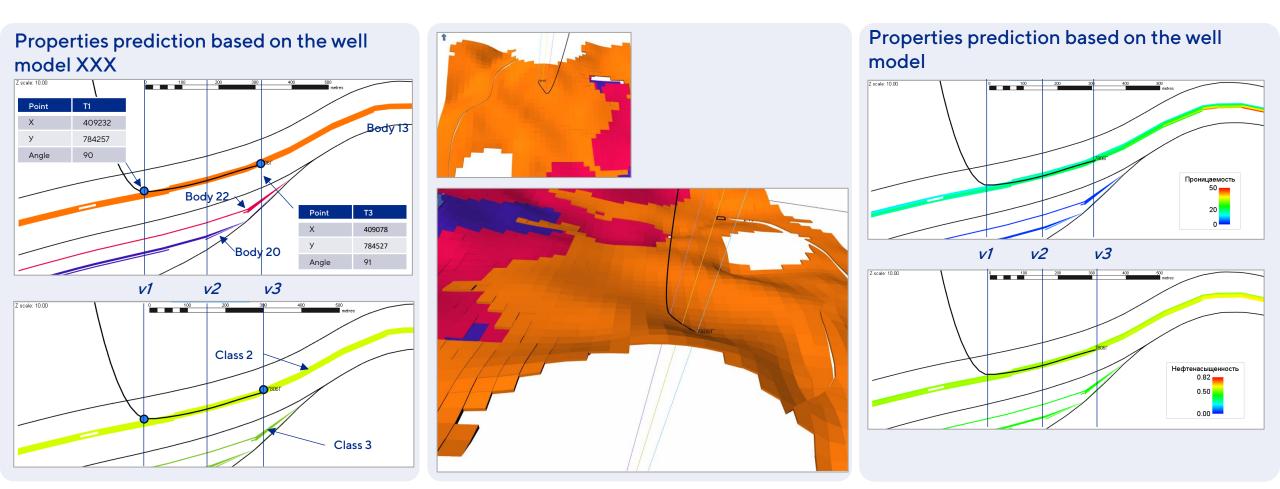


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# Prospective interval for drilling of horizontal wellbore on the example of well pad No XX



# Prospective interval for drilling of horizontal wellbore on the example of well pad No XX



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# Comparison of calculated well performance indicators

according to the model of well pad No XX with actual data after drilling

Calculated vs actual difference is 6% for fluid production rate, 15% for oil production rate

Well	Туре	The length of horizontal interval,	Ν	Oil thickness,	Permeability factor	Productivity Index (PI)	Qf - calculated fluid production,	Qo - calculated oil production,	WCcalc - calculated watercut,	Qf - actual fluid production (2 months of work),	Qo - actual oil production (2 months of work),	WCact - actual watercut,
		m	Hydraulic fracturing	m	mD		m3/d	t/d	%	m3/d	t/d	%
xx	Directional well	-	1	6.40	12.0	0.213	17	12	17	29	22	8
				611.2	19.40							
ХХХГ	Multilateral well	600	7	327.2	21.90	0.561	42	31	14	41	29	15
	Wein			611.2	19.40							
	Multilateral			514.0	12.70					37	25	
XXXXL	well	500	7	248.6	19.00	0.506	48	36	12			20
				490.6	11.60							
XXX	Directional well	-	1	3.40	8.10	0.126	12	7	30	20	13	18
	Multilatoral			625.8	19.0							
ХГ	Multilateral well	600	7	415.6	18.70	0.423	42	23	43	52	36	17
				638.2	17.50							
ХХГ	Horizontal well	300	5	315.00	17.50	0.358	34	20	33	34	23	18
				470.2	20.70						27	26
XXXXX	Multilateral well	600	7	295.8	18.70	0.503	45	26	45	38		
	wen			504.4	16.30							
ХххГ	Horizontal well	300	5	262.0	13.10	0.353	30	16	41	44	29	20
xxxxxx	Directional well	-	1	5.40	5.90	0.256	23	12	36	17	12	16
For well pad o	n average:	average: 33 20 30 35 24 1							18			
Overall Total:							293	183		312	216	

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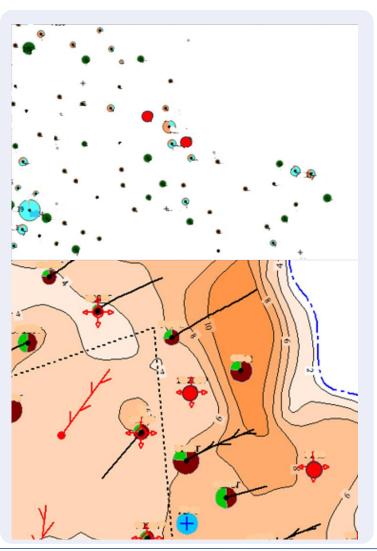
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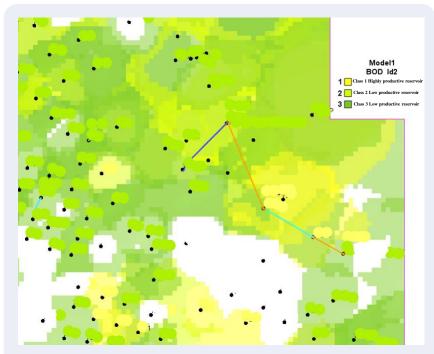
#### **ALMA**

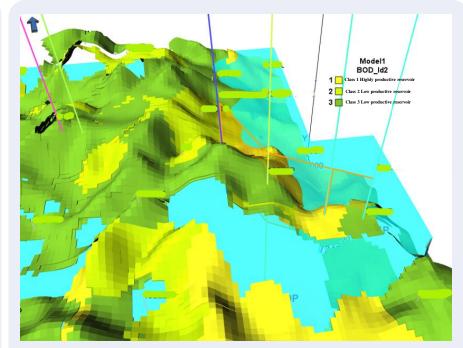
## Elaboration of activities for the injection well stock

	Well		Mode pri 1.10.2023	ode prior the well intervention (as of 10.2023)		Basic producti on rate	ucti :e	Expected mode				ain, t/d			
Νο		well pad	Qf - Fluid producti on, m3/d	Qo - Oil producti on, t/d		CPF intake volume, m3/d	Qo - Oil producti on, t/d	Planned activity (Well Intervention)	Qf - Fluid productio n, m3/d	Qo - Oil productio n, t/d	Watercut, % by mass	CPF intake volume, m3/d	Incoming gain, t/d	Remark	Remark (R&D Institute)
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
	Activities at injection well stock														
1	хххР	xx				65.0		Conversion to water injector				60-80		Conversion to injector in the case of production rate decline to less than 5 t/d For wells 7223 $\Gamma$ , 7232, 7235 $\Gamma$ and 7290 $\Gamma$	Done. Est. injectivity 60 m3/d
2	Хххх	Xx				62.0		Conversion to water injector				60-80		Conversion to injector in the case of production rate decline to less than 5 t/d For wells 7235Г, 7256Г and 7257Г	<b>Done</b> . Est. injectivity 60 m3/d
3	Хххх	x				11.4		Workover at injector				50-80		Bottomhole flushing, BHT, injectivity increasing (HF if required). For wells 7911, 7881, 7896Л	<b>Done</b> . Q 90 m3/d, current diameter of choke is 5mm
4	Хххх	Xx				20.3		Workover at injector				50-70		Additional perforation of missing intervals, 80 t of frac fluid to increase injectivity.	<b>Done</b> . Qintake 50 m3/d, current diameter of choke is 2mm.
5	Хххх	Xx				21.1		Workover at injector				50-70		Bottomhole flushing, BHT, injectivity increasing (HF if required). For wells 7803, 7854, 7838, 7822).	Approved. Included into the annual plan for 2024
6	Хххх	Xx	6.0	2.1	58.8			Conversion to water injector				60-80		Conversion to water injector in the case of ESP failure (oil production rate decline to less than 1 t/d). For wells 7836, 7856, 7865	<b>Approved</b> for 2025. Production rate decline to less than 1 t/d
7	Хххх	Xx						Workover at injector				50-70		HF to increase injectivity.	Approved. Included into the annual plan for 2024
8	Хххх	x				91.7		Workover at injector				60-80		Cement squeeze job to recover behind-the-casing cross flows, inefficient injection. Poor injection ratio for wells 7986Г and 7982Г.	Approved. Included into the annual plan for 2024
9	Хххх	x						Workover at injector				50		HF to increase injectivity.	<b>Approved</b> for 2025. The well No 7672 was converted to injector (Dec'23), effect to be evaluated, based on the result to review the need to enhance the water injection (by starting injection well No 7831)
10	xxx	Xx				33.7		Workover at injector				50-70		Frac on T2	<b>Not approved</b> . It is possible to replace the choke to increase the injectivity (current diameter is 3mm). Injectivity in the well No7922 is limited in order to reduce watercut of wells No 5923, 7940

# Wells conversion to injectors

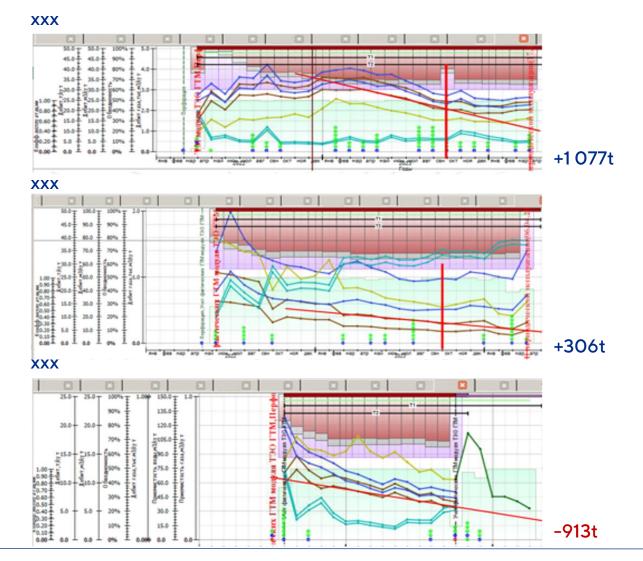


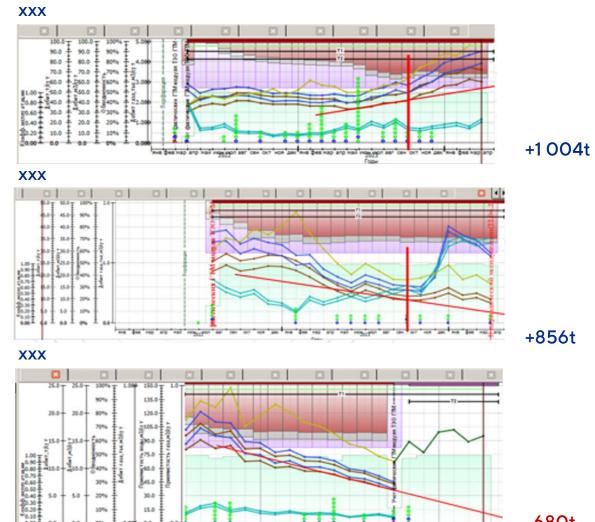




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# Wells conversion to injectors





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30.0

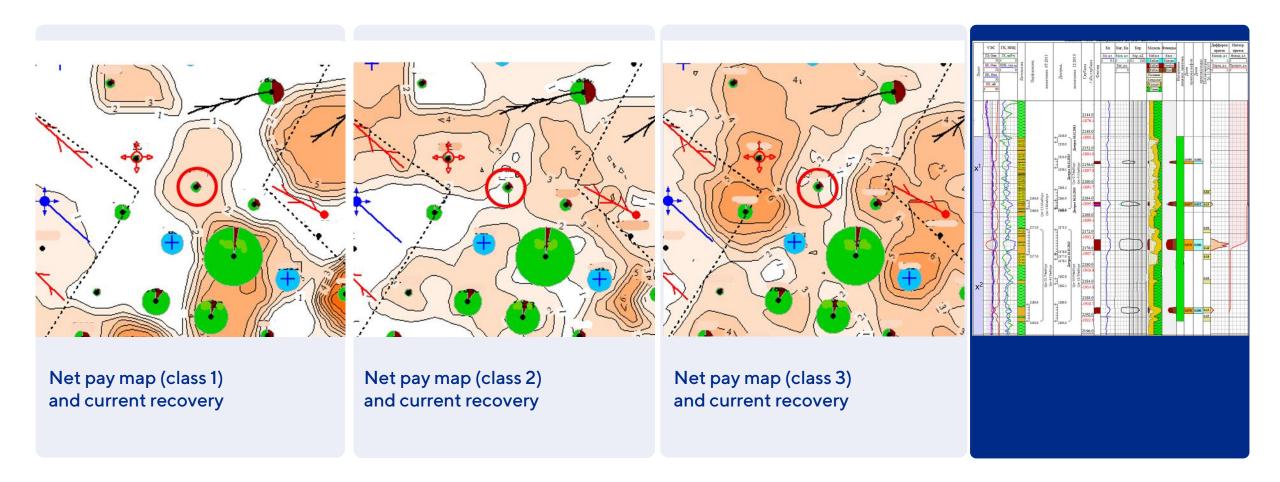
15.0

50%

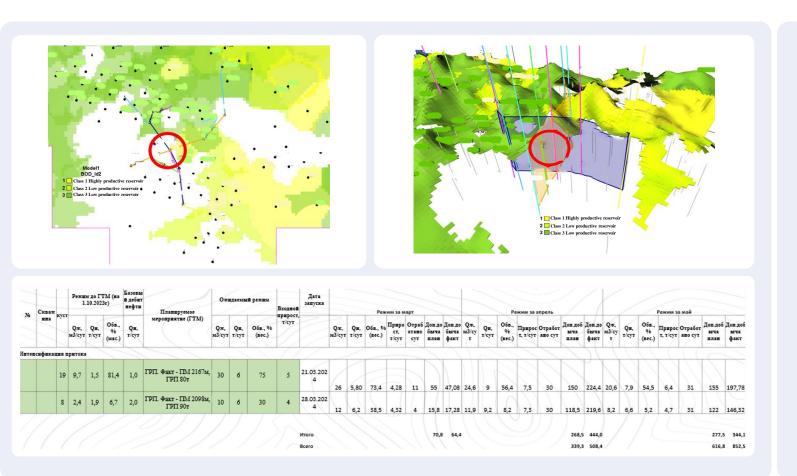
5.0 5.0 20%

-680t

## Analysis of frac efficiency on the well No XXXX



## Analysis of frac efficiency on the well No XXXX



Well XXXX. Major inflow was indicated from the X2 formation. Watercut increase is related to X2 formation producing from a highly permeable interlayer.

The frac is intended to get residual oil from X1 formation being the poorly developed. Prior the frac it is necessary to inject 50-100m3 of shale baffle to prevent fracture propagation into the lower X2 formation. Back filling up to 2167 m and the frac will follow.

The frac was 100% effective. 77% of the activities are approved

## **Patents and certificates**



#### **TABC Methodology**

Automated restoration of rock properties in a terrigenous profile according to well logging data in Gintel software

- Approved by the Technical Advisory of the State Reserves Commission under the Ministry of Natural Resources of the Russian Federation
- Included in the Technology and Software Library of the State Reserves Commission under the Ministry of Natural Resources of the Russian Federation

Russian unique ESKS technologies in Gintel supersede foreign counterparts! 01

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# Conclusions

#### Complete geological data

In-depth interpretation of well logging data provides comprehensive geological data on the reservoir structure, geomechanical parameters, fluid saturation and formation filtration properties, evaluation of the potential water cut of the produced oil.

#### High-precision reservoir modeling

An extensive database relied on reinterpretation of conventional well logging ensures high-precision modelling of the formation geological structure along with distribution of saturation and actual oil reserves.

#### Mitigation of geological risks

Mitigation of geological risks involves decreasing the ambiguity level in decisionmaking during planning and implementation of field development, as well as in activities aimed at maintaining production levels and reserves recovery.

#### Scientifically proven method

The completed work is a full-fledged scientific study and can be recommended to the specialists of oil-and-gas production departments because of its practical applications, results and developments. 02

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#### **High efficiency**

Practical application of this methodology using Al at operating fields demonstrates its high efficiency. Meanwhile digitalization and neural networks are being continuously enhanced and expanded.

The use of the technology significantly reduces non-productive costs and increases the overall efficiency of well interventions.

Drilling, sidetracking, hydraulic fracturing,

perforation, conversion to injectors, commingling and other activities are designed based on the studies and modelling, along with proposed calculation of the predicted fluid/oil production rate, water cut by the penetrated intervals.



### Thank you for your attention!

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