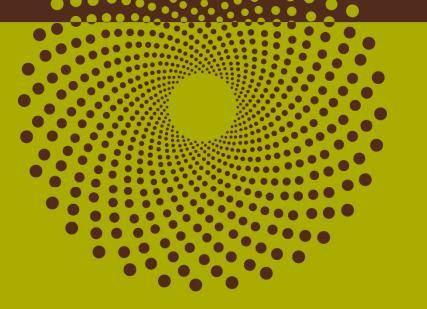
Air injection and displacement for recovery with oil horizontal (AIDROH) project Approval #11618

Performance presentation

Alberta Energy Regulator offices
Calgary
February 2016





### Advisory

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#### AIDROH\* introduction and overview

This presentation was prepared in accordance with AER Directive 054 - Performance presentations, auditing, and surveillance of in situ oil sands schemes

Subsurface issues related to resource evaluation and recovery

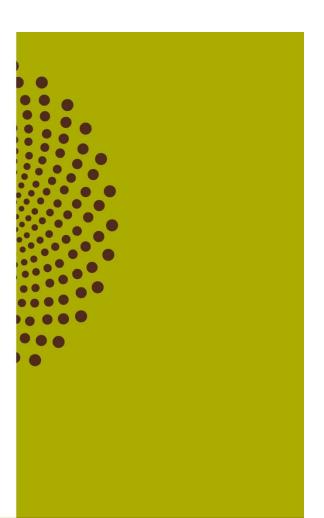
Directive 054, Section 3.1.1

Surface operations, compliance, and issues not related to resource evaluation and recovery

Directive 054, Section 3.1.2

#### AER Dir 054 Section 3.1.1

Subsurface issues related to resource evaluation and recovery

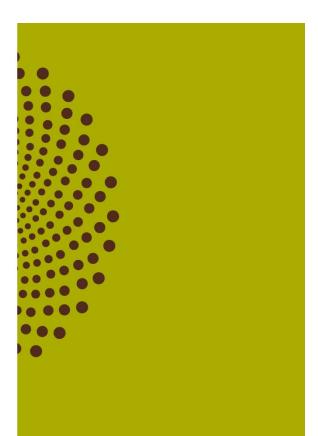


#### Subsurface issues: Table of contents

- Scheme background
- Geology/geoscience
- Drilling and completion
- Artificial lift
- Instrumentation
- Scheme performance
- Future plans

## Scheme background

#### **Subsurface section 1**

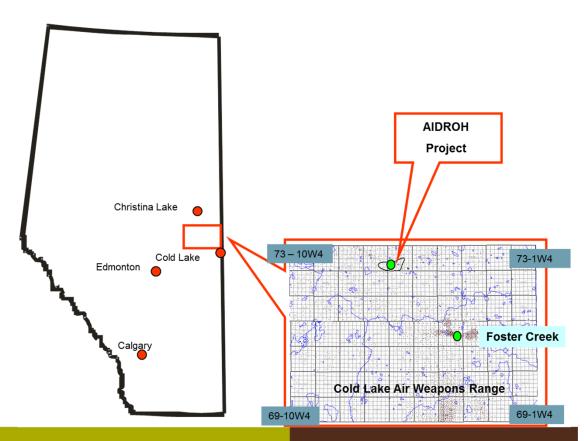


## Background

The AIDROH project uses gravity drainage as a bitumen recovery process to recover bitumen that has been passively heated by the Cenovus EnCAID combustion project

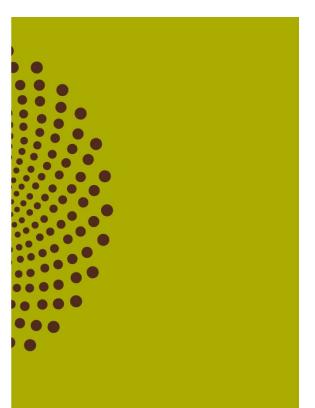


## Location map



## Geological/geoscience

Directive 54
Subsurface section 2

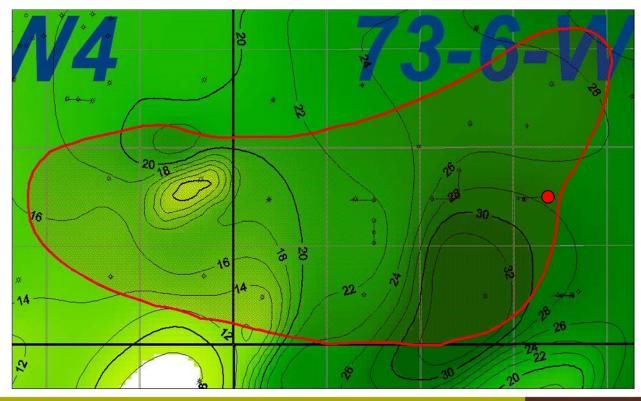


# Summary of reservoir properties

Depth	465m TVD	
Thickness	25-30m	
Average porosity	35%	
Average bitumen saturation	65%	
Average permeability	1,350mD	
OBIP (project area)	3,302 e <sup>3</sup> m <sup>3</sup>	
Oil viscosity @ 13C @ 60C	~25,000 cP ~600 cP	
API oil gravity	10.3 - 10.8	

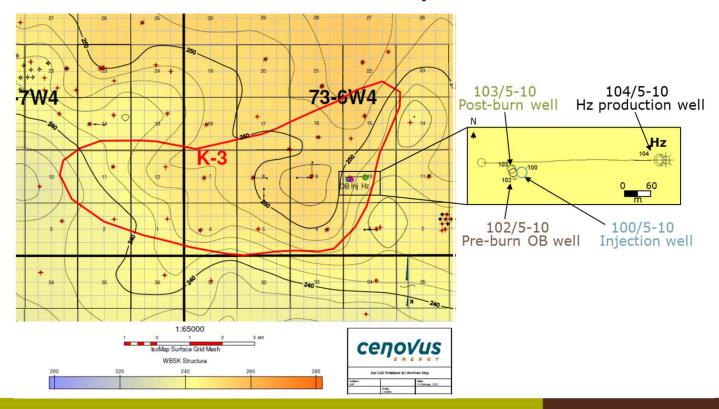


#### Wabiskaw bitumen thickness



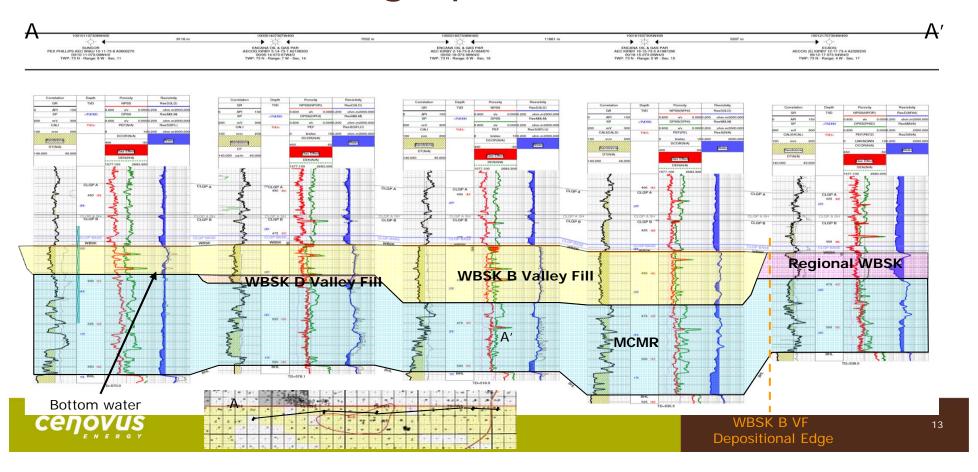
- -<75 api gamma ray
- ->20 ohm resistivity
- ->27% porosity

## Wabiskaw structural map





## Wabiskaw stratigraphic cross-section



### Horizontal production well 104/5-10

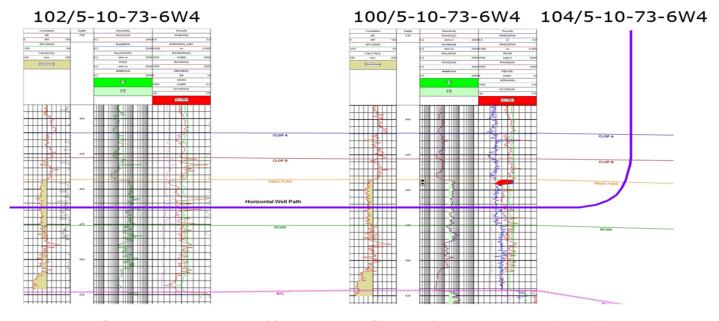


#### Producer drilled 15m below G/B interface:

- avoid hitting concretion
- avoid missing heated zone

#### Learnings:

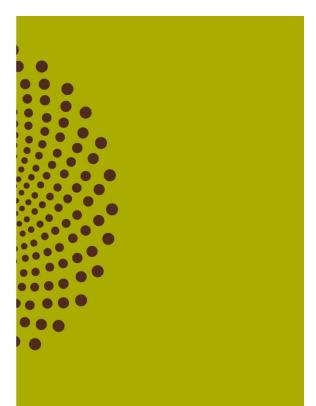
drill lower to optimize reserves recovery



Drilled in 2011 east of injector well at surface location 6-10 300m of horizontal leg landed 30m north of injector well and ~15m into heated zone

## Drilling and completion

Directive 54
Subsurface section 3



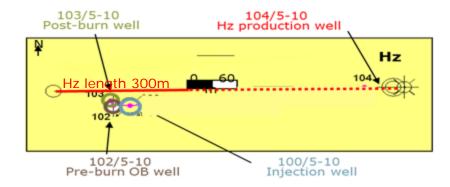
## Well layout

#### Drilled 103/5-10-73-6W4 post burn vertical well September 2011

- Drilled 11m northwest of 102/5-10-73-6W4
- Successfully cored 44m from top Wabiskaw to top of McMurray no lot core
  - extensive core ad oil analysis program completed
  - core routine core analysis, SEM, XRD
  - oil API, viscosity, composition

### Drilled 104/5-10-73-6W4 horizontal producer well September 2011

- Drilled 300m east-west horizontal section, landed 30m north of 100/5-10-73-6W4 injector well and 15m below Wabiskaw gas/bitumen interface
- Well equipped with 20 thermocouples in horizontal length





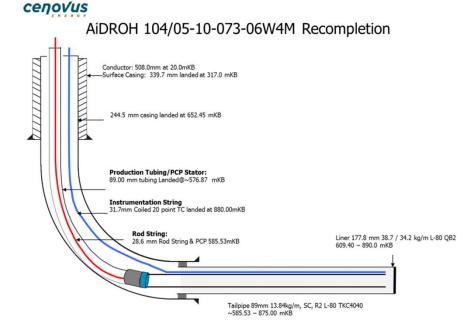
### Completion

#### Installed tail pipe to toe

- divert hot crude to toe
- encourage warming near toe

#### **Upsize artificial lift**

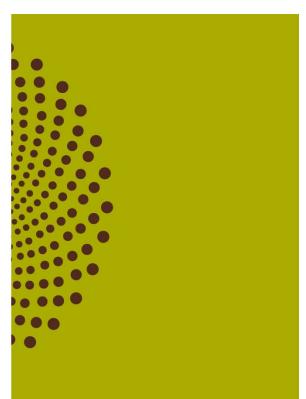
 anticipate more influx as toe warms



Requirements under subsection 3.1.1 3c – wellbore schematics are included in the Appendix

#### **Artificial lift**

Directive 54
Subsurface section 4



#### Artificial lift

#### Artificial lift technology remains the same

- Progressive cavity pump (PCP), temperature tolerance of elastomer 150°C
- Lift capacity range: 34-50 m3/D
- Operating temperature range 44°C to 108°C



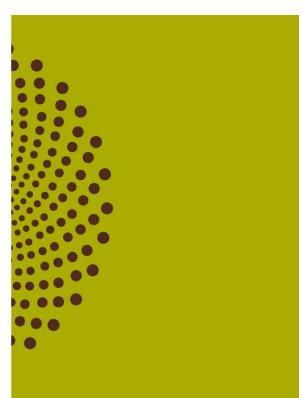
## Artificial lift performance

Well produced from January 1, 2015 until well operations were suspended on February 13, 2015

Significant volume of entrained gas ingested by the PCP.

#### Instrumentation

Directive 54
Subsurface section 5



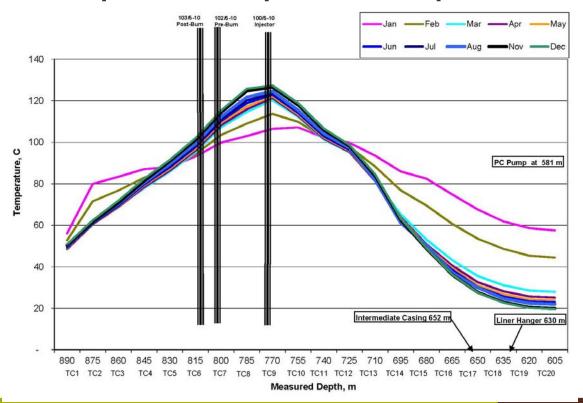
#### Instrumentation in wells

104/05-10-73-6W4/00

Equipped with 10 thermocouples

Requirements under subsection 3.1.1 5a – wellbore schematics 5c and 5d are included in the Appendix

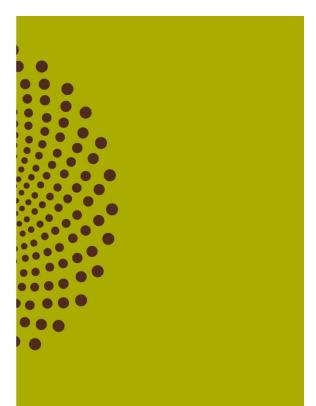
## Thermocouple temp vs. depth



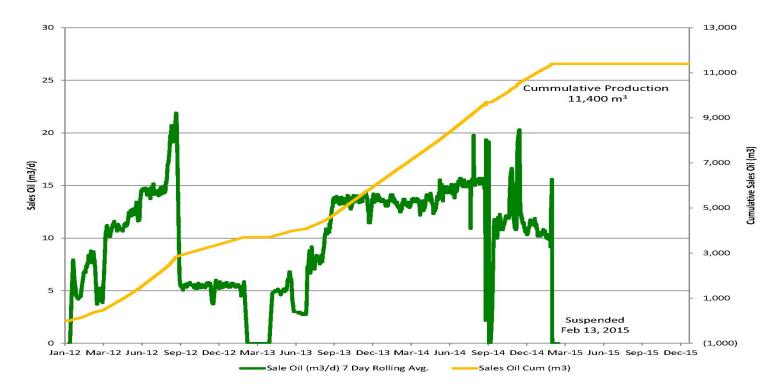


## Scheme performance

Directive 54
Subsurface section 7



## Production history





#### Heated oil volume

Calculated using analytical geometry-based method Combustion front heats bitumen by conduction in the shape of a sphere cap

- Thermally affected radius ~ 260m
   Chemically affected
  - 50,000m<sup>3</sup>

Thermal affected\*

• 595,000m<sup>3</sup>

## Historical oil quality

#### Original oil ~45,000 cP at reservoir conditions (dead)

Viscosity(cSt), temp(°C)				
Sample No.	25C	35C	50C	
1	6469	2608	781	
2	7510	2111	853	
3	5006	2103	652	
4	9073	2483	925	
5	8013	2185	844	
6	7994	2112	1022	
7	7763	2971	860	
8	8276	3050	884	
9	8271	2410	923	
10	5389	1646	662	
11	8442	2338	894	
12	7180	2449	926	
13	6270	1583	737	
14	10250	2922	1130	
15	10955	3038	1153	
16	10457	2919	1103	
17	10267	2780	1091	
18	9962	2813	1077	

		SARA, %		
Sample No.	(C5 insoluble)	Saturates	Resins	Aromatics
1	13	26	11	50
2	14	25	13	49
3	14	26	13	47
4	14	24	13	49
5	15	25	13	47
6	12	25	11	52
7	13	28	8	52
8	15	23	16	46
9	16	24	11	49
10	13	24	9	54
11	13	24	13	50
12	14	24	13	49
13	14	23	10	53



### BS&W

2014	BS&W
Q1	2.0%
Q2	1.0%
Q3	1.0%
Q4	7.5%

## Subsurface key learnings

#### No casing gas pressure detected

- Gases likely being pulled into tailpipe
- Observed decrease in pump efficiency
- No H<sub>2</sub>S detected

# Toe section contributions inferred based on observed thermocouple data

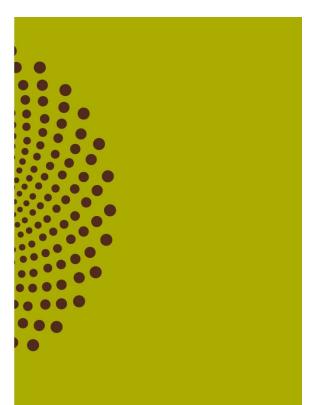
Jan 2015 ~ 10-15°C temperature increase observed

# EnCAID conductive heating effects observed following suspension of well operations

~20°C temperature increase observed

## Future plans

Directive 54
Subsurface section 8



## Future plans

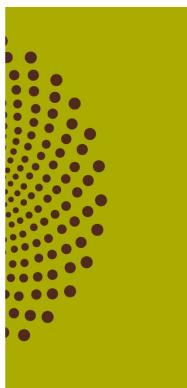
#### Continue the following:

- Monitor downhole temperatures
- Suspension of AIDROH well operations



#### AER Dir 54 Section 3.1.2

Surface operations, compliance and issues not related to resource evaluation and recovery



### Surface operations: Table of contents

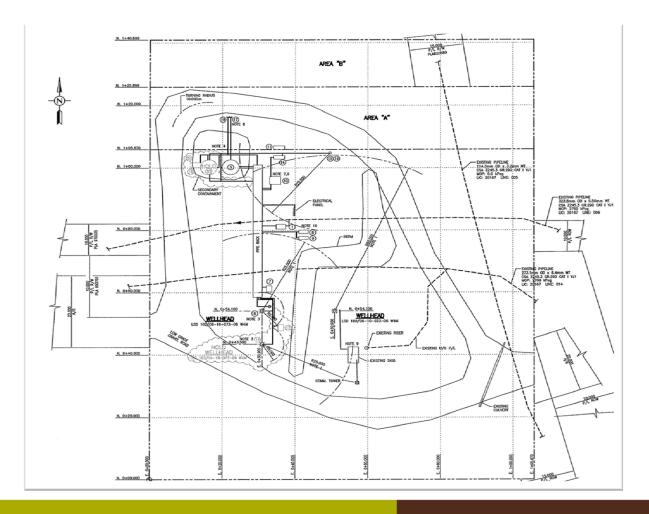
- Facility overview/modifications
- Measurement and reporting
- Water, water disposal well and landfill waste
- Sulphur production
- Environmental issues
- Compliance statement
- Non-compliance discussion
- Future plans

Facility overview/modifications

Directive 54
Surface Operations section 1



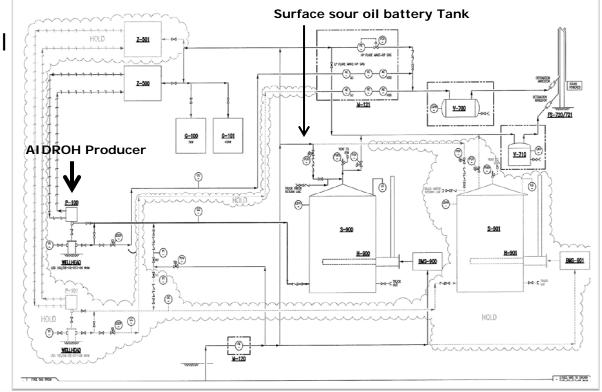
# Site layout



#### Process flow schematic

#### **Modification rationale**

- Compliance with sour oil battery operations and license
- Sour rated vent



#### Facility performance 2015

#### Normal operations during production period

January 1, 2015 to February 13, 2015

Suspended facility February 14, 2015

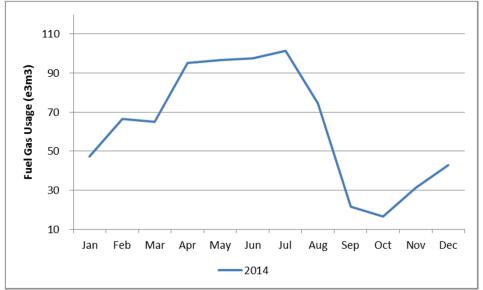


## Gas usage

Usages are for blanket gases in sales oil tanks and incineration of produced sour gases

Gas source Primrose plant <u>sales</u>

Total usage 674 e<sup>3</sup>m<sup>3</sup>



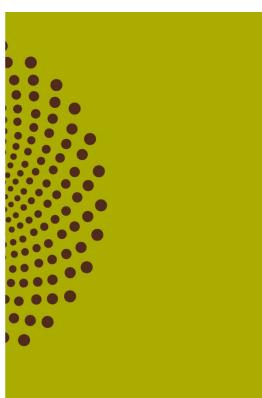
## Greenhouse gas emissions

Month	2015 (tonnes)	2014 (tonnes)
January	29	46
February	12	64
March	-	91
April	-	101
May	-	109
June	-	112
July	+	115
August	-	78
September	-	23
October	1	11
November	7	22
December	4	30

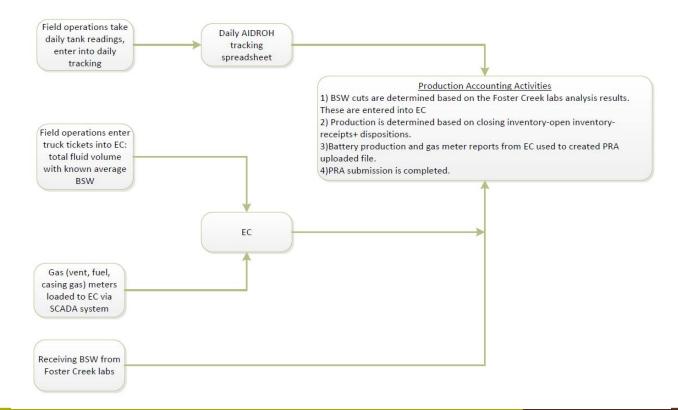


## Measurement and reporting

**Directive 54 Surface Operations section 2** 



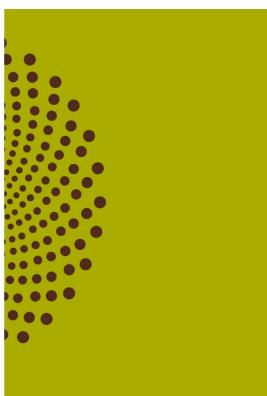
#### Measurement reporting





# Water, water disposal wells and landfill waste

**Directive 54 Surface Operations section 5** 



#### Water and waste disposal

No produced water

Produced bitumen volumes typically ~7% BS&W

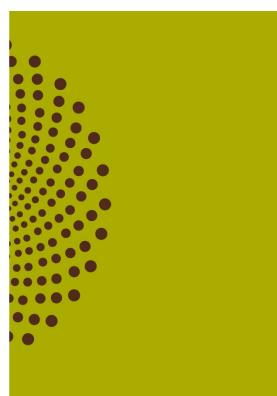
No processing occurs on site

All produced volumes are trucked out for processing



## Sulphur production

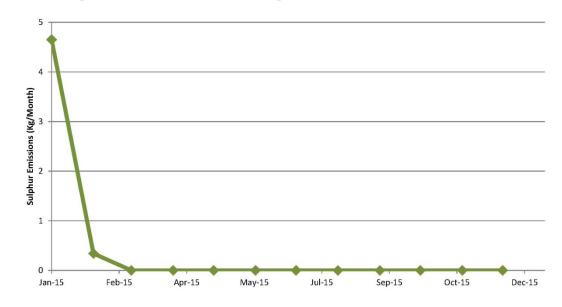
**Directive 54 Surface Operations section 6** 



## Sulphur production

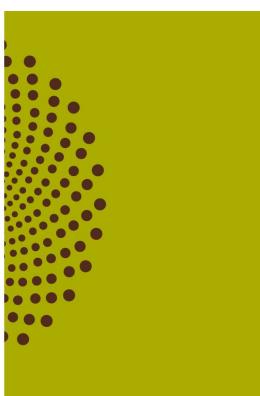
#### No H2S detected after recompletion on Sept 2014

2014	Sulphur Emission, Kg
Q1	4.99
Q2	0
Q3	0
Q4	0



#### Environmental issues

Directive 54
Surface Operations section 7



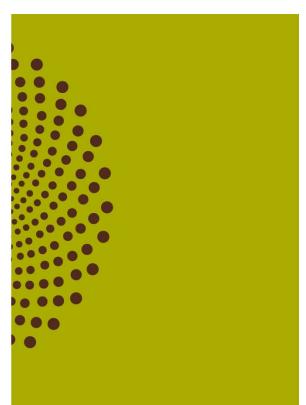
#### Environmental issues

No environmental issues occurred in 2015



## Compliance statement

**Directive 54 Surface Operations section 8** 



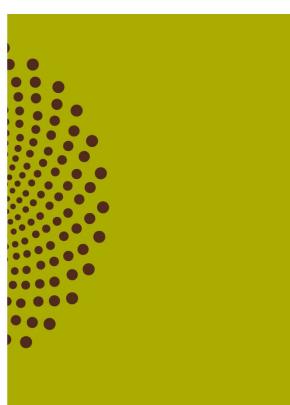
## Compliance confirmation

No non-compliance events occurred in 2015



## Non-compliance discussion

**Directive 54 Surface Operations section 9** 



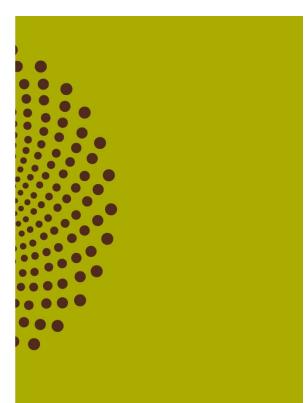
## Compliance confirmation

No non-compliance events occurred in 2015



#### Future plans

**Directive 54 Surface Operations section 10** 

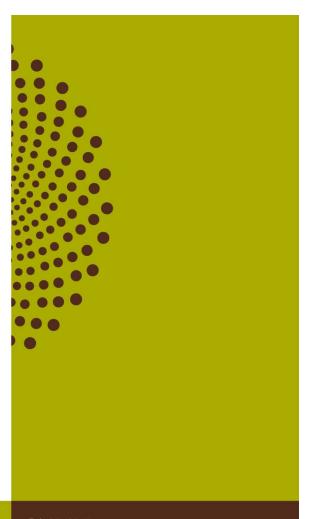


## Future plans

Continue suspension of AIDROH well and facilities

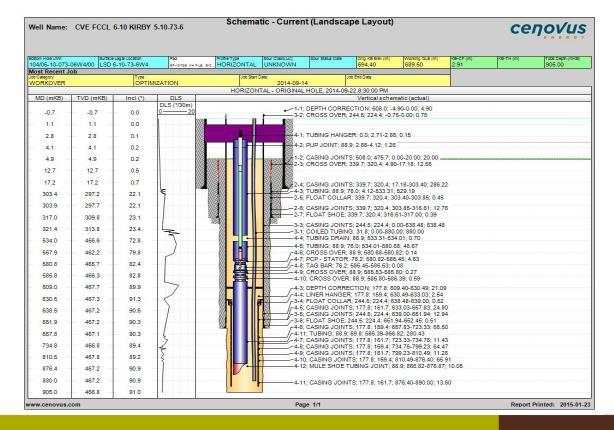


# **Appendix**



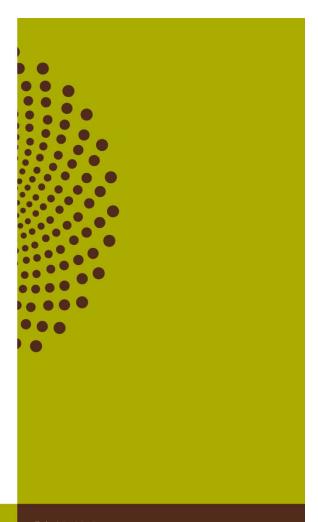


#### Wellbore schematic





# Thank you



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