Next-generation Geological Model Updating and Ranking for Improved Oil Recovery*

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Abstract

The conventional oil production practices recover, on average, approximately one third of the original oil in place with estimated remaining mobile oil. To increase the overall production, large investments are made in Improved Oil Recovery (IOR) of which success greatly depends on the ability to estimate volumes and locations of bypassed oil from available historical data using History Matching techniques. We present a new approach with the potential to more accurately capture uncertainty of the inherent geological model, facilitate accurate description of reservoir heterogeneities and honor the conceptual depositional model.

The novelty lies in direct interfacing between Next-generation geological modeling and forward simulator. Efficient model parameterization that enables rapid generation of model updates in wave-number domain is used to characterize the main features of geologic uncertainty space: structural, stratigraphic, facies and petrophysical properties. Model inversion workflow is based on multi-step Bayesian Markov chain Monte Carlo (MCMC). Traditional MCMC methods provide most rigorous sampling of posterior distribution but suffer from high computational cost. We implement an approach where proxy model is guided by streamline-based sensitivities, dispensing with the need to run forward simulation for every model realization, thus significantly reducing the computation time. An ensemble of sufficiently diverse model realizations is generated at the high-resolution geological scale that secures more accurate results by obeying known geostatistics and well constraints.

The workflow is validated on a case-study combining geological model with ~1M cells, four different depositional environments and 30 wells with 10-year water-flood history. A history match indicates significant reduction in the misfit between observed and simulated water-cut curves, even for producers with difficult non-monotonic behavior.

^{*}Adapted from oral presentation at AAPG International Conference and Exhibition, Singapore, September 16-19, 2012

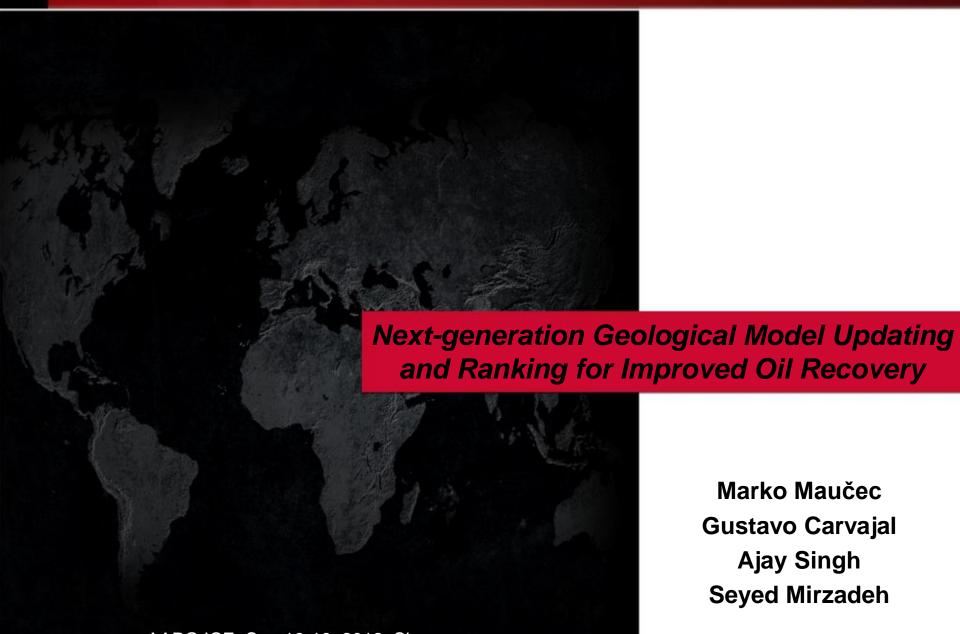
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Finally, the method is described to rank dynamically the reconciled model realizations for identifying the highest potential, to capture bypassed oil and implement IOR solutions. The main features include use of fast streamline simulations to calculate dynamic model responses (e.g. recovery factors), evaluate their dissimilarity with pattern-recognition techniques and assigning of a few realizations, representative for production forecasting, to full-physics simulation.

References

Alpak, F.O., M.D. Barton, F.F. van der Vlugt, C. Pirmez, B.E. Prather, and S.H. Tennant, 2010, Simplified modeling of turbidite channel reservoirs: SPE Journal, v. 15/2, p, 480-494.

Scheidt, C., and J. Caers, 2009, Uncertainty quantification in reservoir performance using distances and Kernel methods; application to a West Africa deep-water turbidite reservoir: SPE Journal, v. 14/4, p. 680-692.



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Outline

- Objective...
- Uncertainty in Geological Models
- History Matching and Uncertainty Management
- Next-generation Geological Modeling
- Model Parameterization and Reduction
- Model Inversion:
 - Multi-stage Markov chain Monte Carlo...
 - Validation
- Dynamic Model Ranking
 - Validation
- Summary & Conclusions

Objective...

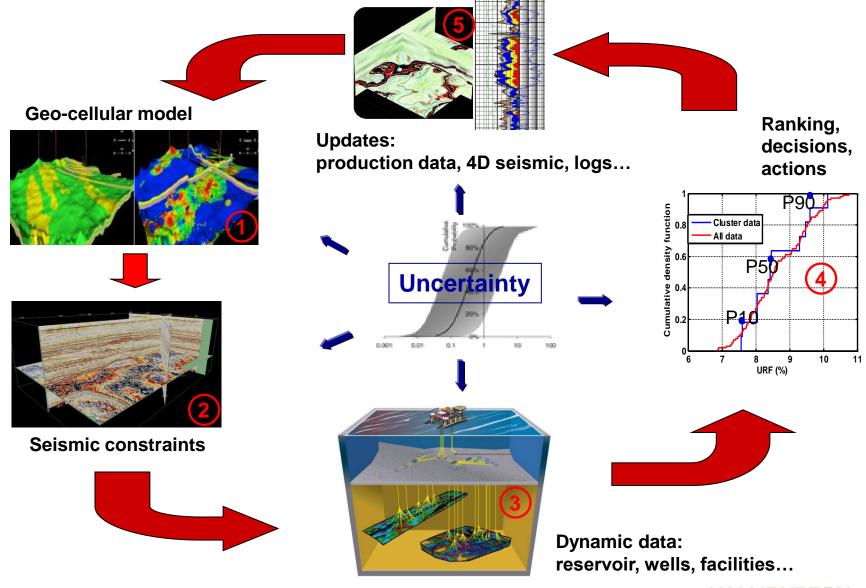


Coupling Geo-modeling, Reservoir modeling, Wells and Surface Network Models in...

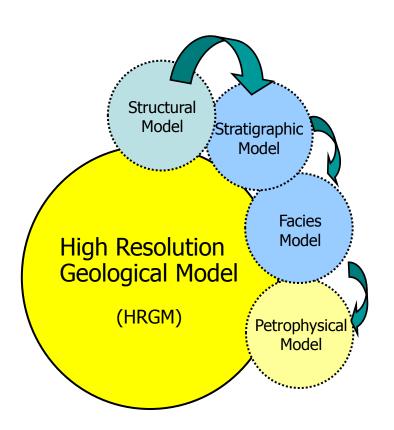
All-in-one Uncertainty Quantification Workflow fully integrated on a unified database

- Minimum or no model up-scaling,
- Include multiple types/scales of data and 1st order effects,
- Capture full range of outcomes,
- Reduce analysis & decision time.

... Big-loop Reservoir Management



Uncertainty in Geological Models



Structural model

defines gross volumes

Stratigraphic model

layering controls lateral connectivity variogram range controls vertical connectivity

Facies model

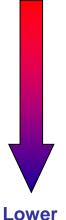
controls depositional continuity

Petrophysical model

defines property distribution

Uncertainty impact

Higher



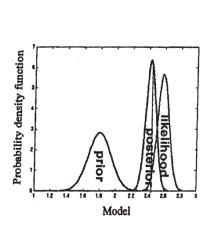
Bayesian inference: assessing parameter uncertainty

Gaussian form of likelihood term

$p_{d/m}(\mathbf{d}/\mathbf{m}) \propto exp \left[-\frac{1}{2} (\mathbf{d} - \mathbf{g}(\mathbf{m}))^T C_d^{-1} (\mathbf{d} - \mathbf{g}(\mathbf{m})) \right]$

Gaussian form of prior term

$$p_m(\mathbf{m}) \propto exp \left[-\frac{1}{2} \left(m - m^{\theta} \right)^T C_M^{-1} \left(m - m^{\theta} \right) \right]$$



$$p_{m|d}(\mathbf{m} \mid \mathbf{d}) = \frac{p_{d|m}(\mathbf{d} \mid \mathbf{m})p_{m}(\mathbf{m})}{p_{d}(\mathbf{d})}$$

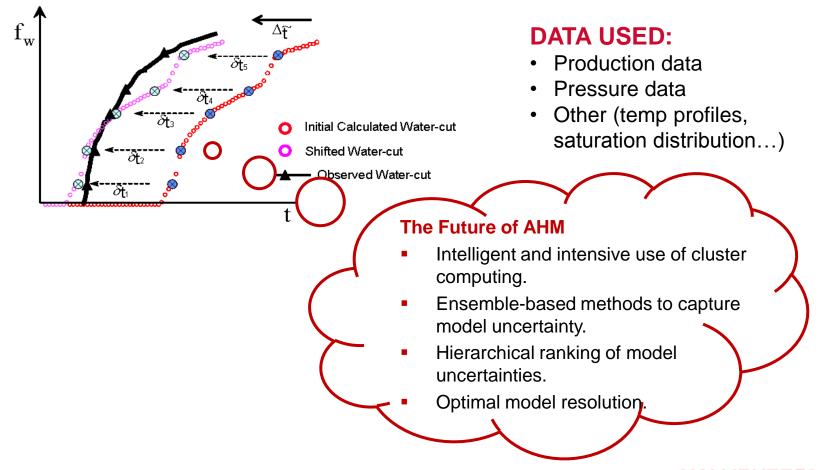
BAYESIAN MODEL

$$\mathbf{m} = \text{model}$$
 $\mathbf{d} = \text{data}$ $\mathbf{g} = \text{simulator}$

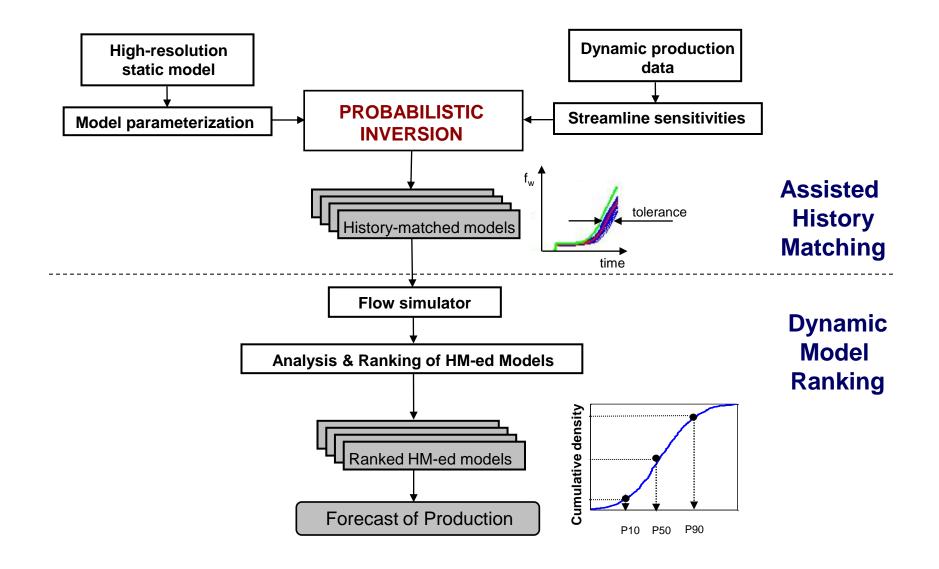
History Matching in a nutshell...

... a systematic procedure of altering a reservoir simulation model to reproduce the dynamic field response by honoring geological constraints!

... OBJECTIVE: Minimize the error between measured and simulated response!



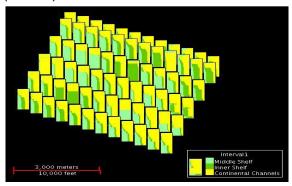
Quantitative Uncertainty Management



Next-generation Geological Modeling

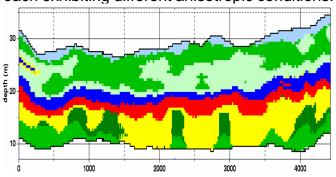
Stratigraphic modeling

 Lithotype proportions: accurate and efficient representation of geological non-stationarity (trends)



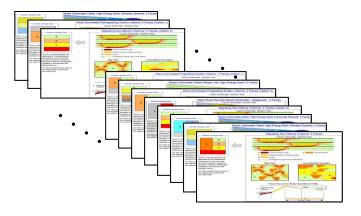
Facies simulation

 Geologically driven: ultra sophisticated, simple to use, combine different variagram model types, each exhibiting different anisotropic conditions.

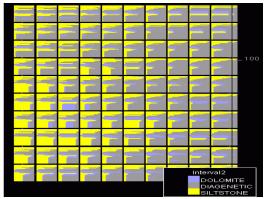


Facies modeling

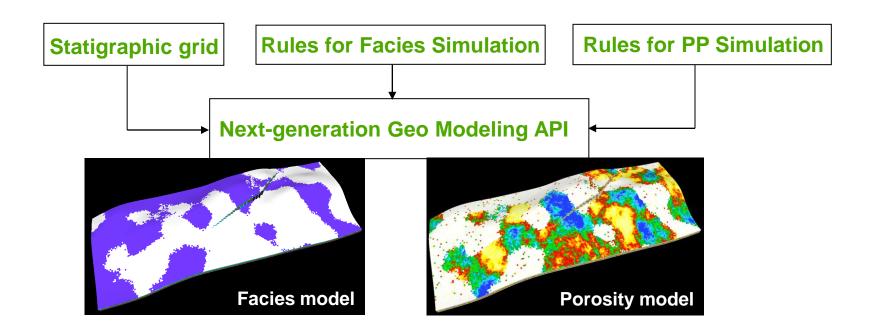
Lithotype rules



 Vertical Proportion Matrices: define how the facies behave vertically over the area of the reservoir



Generation of Geo-model Realizations



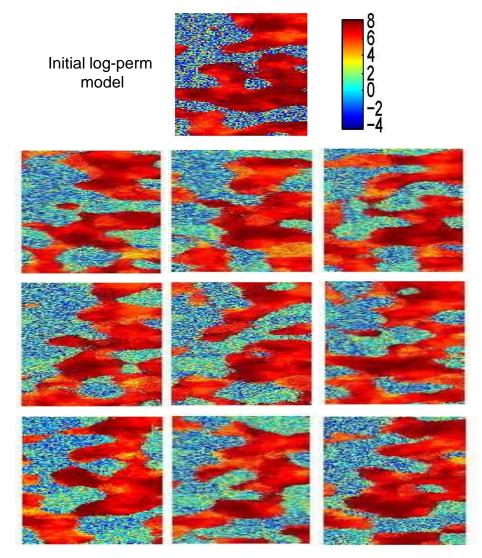
Challenges for AHM workflow

- Preserve realism of high-resolution model.
- Retain distribution of main features that have control over depositional connectivity, i.e. facies.
- Perform FAST model updating.



Model parameterization

Model Parameterization

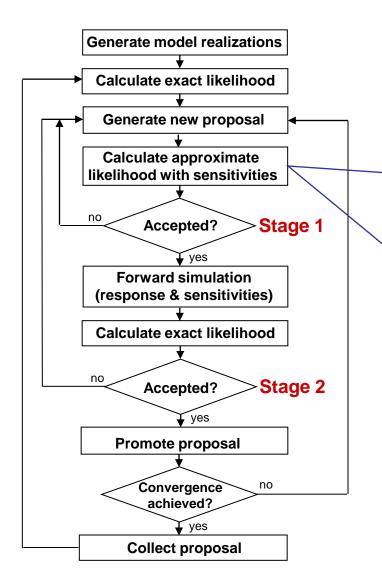


Log-perm maps, Brugge fluvial, top-layer, 9 realizations

HIGHLIGHTS

- Speed: wave-number approach eliminates the need for prior Cov matrix inversion
- Geological realism: adheres to the geological detail of the initial static model.
- Versatility: preserves low frequency moments of the image, which correspond to large features, e.g. facies
- Statistical soundness: produces statistically unbiased prior model realization.
- Flexibility: fully applicable to multimillion-sized models.

Multi-stage Markov chain Monte Carlo (MCMC) - I



Proxy Likelihood Model

For a proposed transition

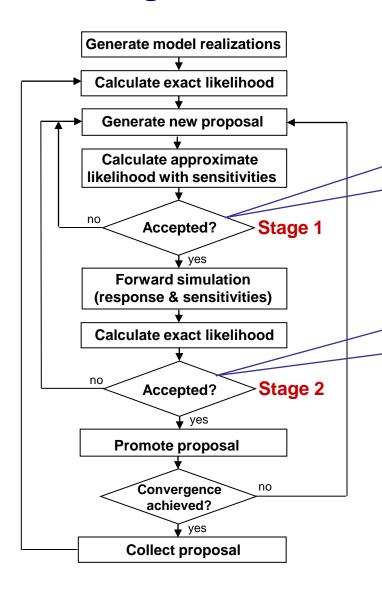
$$\delta \mathbf{m} = \mathbf{m}^* - \mathbf{m}^i$$

the change in model parameters to the change in forward model response is related via **streamline sensitivity matrix S**:

$$\delta \mathbf{d} = S \delta \mathbf{m}$$

Streamline Sensitivities: derivatives of a streamline travel time with respect to model parameters *e.g.* permeability, porosity, BHP, fluid saturation...

Multi-stage Markov chain Monte Carlo (MCMC) - II



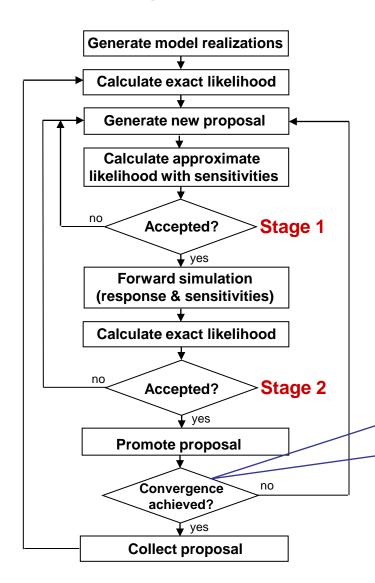
Acceptance Criterion – Stage 1

Standard Metropolis - Hastings

Acceptance Criterion – Stage 2

Standard Metropolis - Hastings

Multi-stage Markov chain Monte Carlo (MCMC) - III

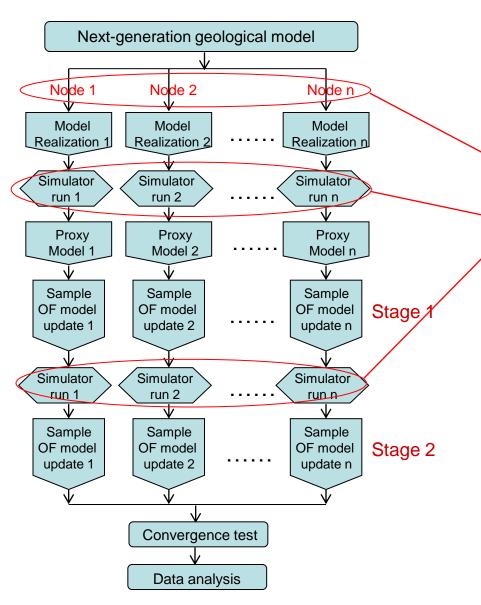


Convergence diagnostics

Entropy, S

$$S = -\langle p_{\mathbf{m}|\mathbf{d}} \log(p_{\mathbf{m}|\mathbf{d}}(\mathbf{m} \mid \mathbf{d})) \rangle$$

Interfacing Geological Modeling and Simulator

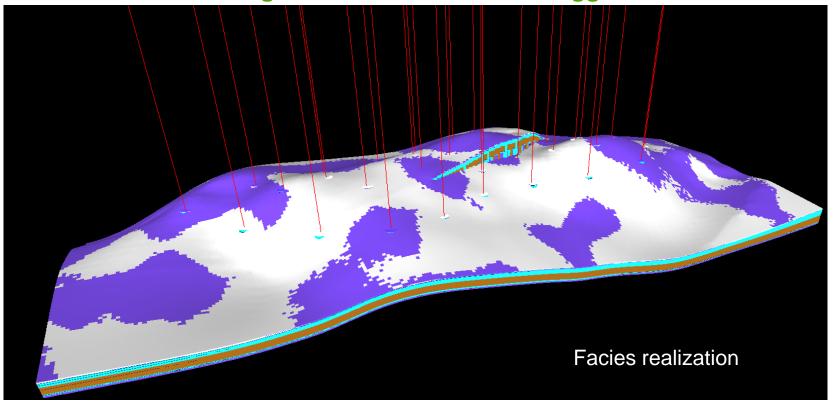


Reservoir (forward) simulation is most time consuming step!

- Use of cluster and parallel CPU computation is imperative!
- Considerable gains in effective computation time!
- Example simulation: ~3h /w 1 Quad;
 ~45 min /w 4 Quads.

Validation: benchmark model

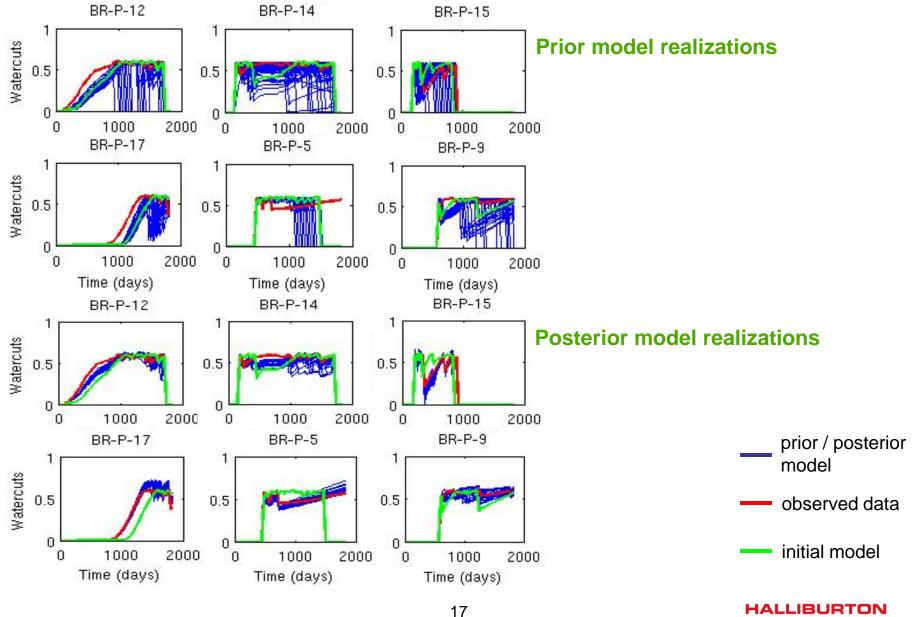
Next-generation Geo-model: Brugge field



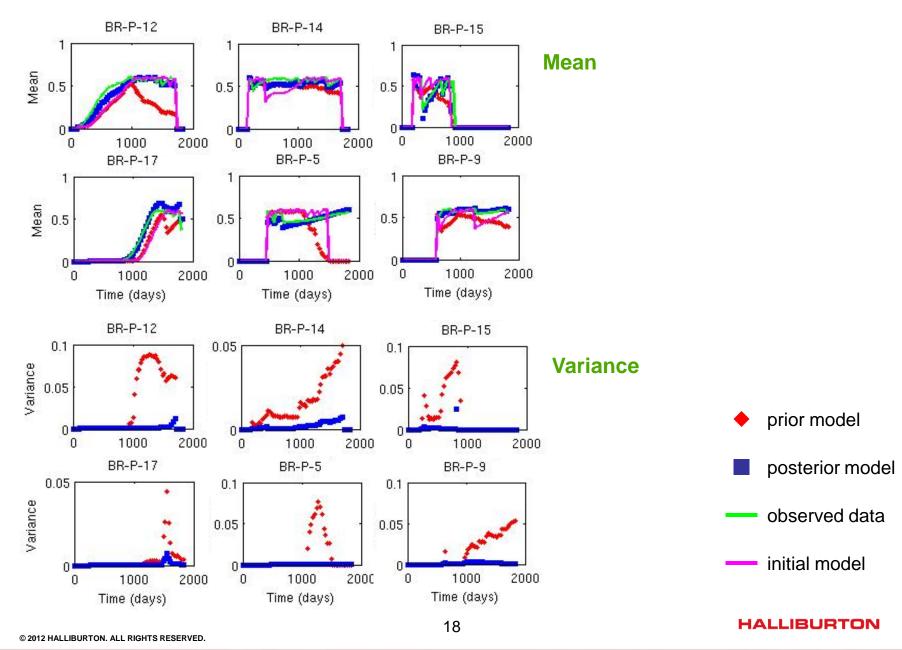
- 4 depositional systems,1 fault
- Grid: 211 x 76 x 56 → ~900k cells
- 20 producers, 10 injectors: all vertical, perforating through all 56 layers

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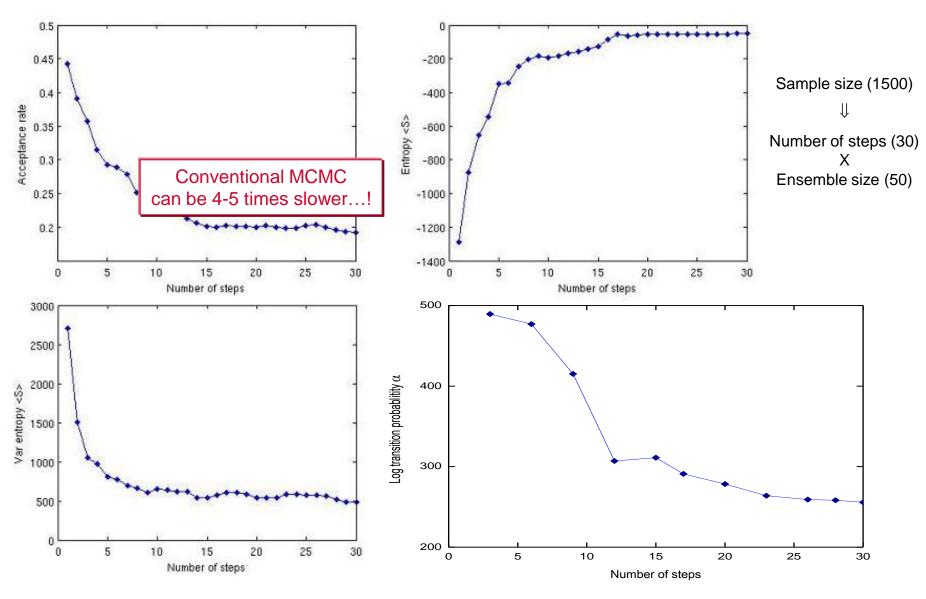
Water-cut Curves



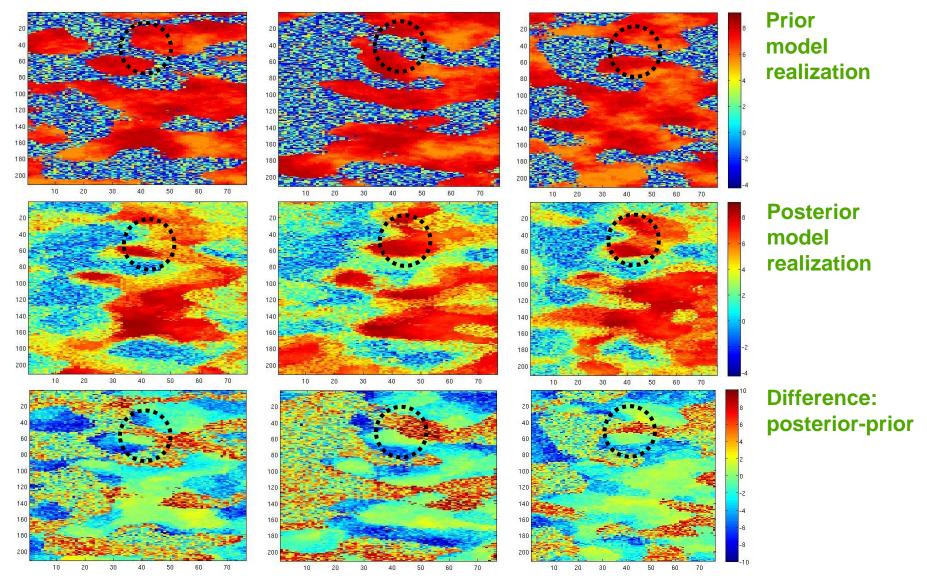
Water-cut Curves: mean & variance



Convergence Diagnostics



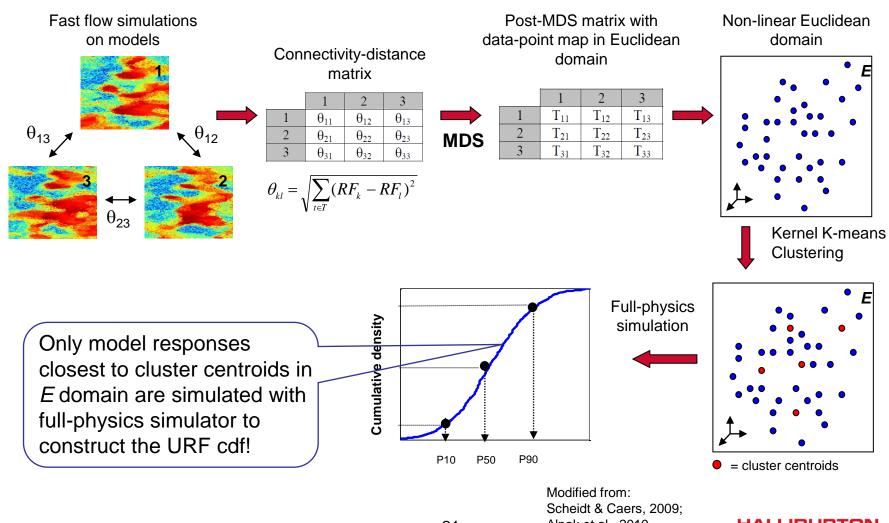
History-matched Permeability Models



Layer 1 of three model realizations (log-perm scale).

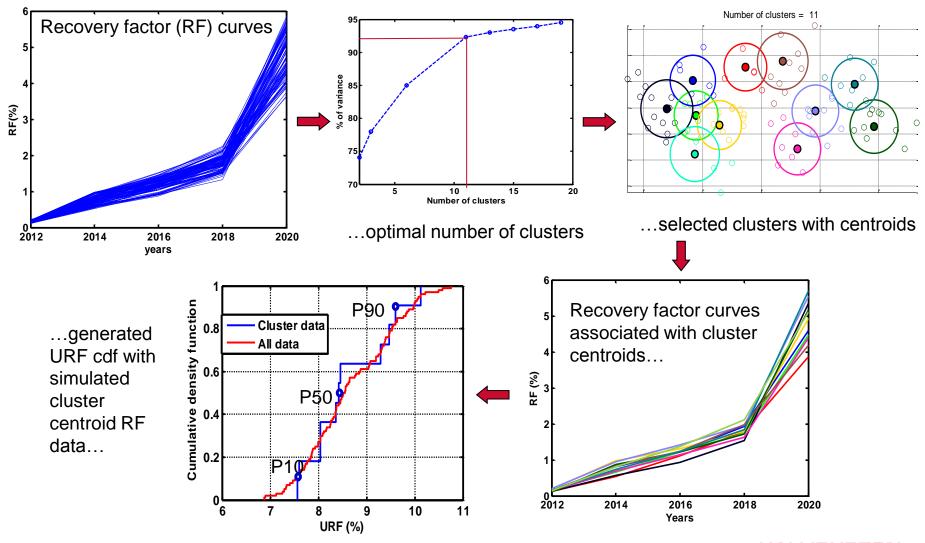
Dynamic Model Ranking - I

... Assisted History Matching is inherently ill-posed and can generate non-geological realizations. Such models are **NOT** suitable for production forecasting!



Dynamic Model Ranking - II

Validation: arbitrary "synthetic" dataset, with 100 recovery factor curves...



Summary and Conclusions

- Quantifying and ranking the impact of uncertainty in underlying geological models is of fundamental importance when reconciling with dynamic data!
- Workflow introduces novel aspects to quantification of uncertainty for Integrated Asset Management and Production Forecasting:
 - a) Integrates and dynamically interfaces reservoir simulator with nextgeneration Geological modeling. Future development will consider multi-level approach to history-match reservoir pressures and define/update pore scale features – followed by well-by-well HM.
 - b) History-matching of well production data interfaces high-resolution subsurface models and robust model parameterization and updating, with great adherence to geological detail!
 - c) Fully automated, parallel and load-distributed, without compromising statistical rigor applicable to large-scale, real-time projects!
 - d) Uncertainty ranking of history-matched models to intelligently select an optimal geological model that secures the **best (most likely) response for production forecasting!**
- The workflow is currently being developed and implemented in collaboration with the Middle East partner.