Permian Stacked-Pay Potential Assessment Using Multi-Disciplinary Analytics*

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Search and Discovery Article #11150 (2018)**
Posted November 12, 2018

*Adapted from oral presentation given at AAPG 2017 Annual Convention and Exhibition, Houston, Texas, April 2-5, 2017

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Abstract

Nearly 100 years after the original discovery wells, the Permian Basin continues to challenge "conventional thinking" and provide opportunities for new understandings and economic opportunities. In this current phase of unconventional Permian development (i.e. hydraulically fractured horizontal wells), a significant case-in-point is the Alpine High focus upon deeper Pennsylvanian, Woodford, and Barnett reservoirs. A comprehensive understanding of the Permian Basin: spanning the Delaware, Central Platform, and Midland Sub-basins specifically; requires an evolving understanding of the interplay of thousands of feet and hundreds of million years of deposition.

Accessing regional interpretations of over 100,000 vertical wells, a time-equivalent framework of major Paleozoic sequence depths and thicknesses is introduced. Using a database of well over 10,000 horizontal wells: drilling, completions, and production data are used in tandem with geologic framework data to develop analytic models to isolate regional trends of major reservoirs. Engineering variations in well lengths (and paths), proppant intensity, frac type, and more, are modeled from statistically significant sampling of horizontal wells using multi-variate analytics techniques. Practically, this workflow "normalizes" the impact of different engineering decisions to isolate the impact of geology on well performance.

What is clear is the significance of hydrocarbon maturity and depth (i.e. reservoir pressures) in the understanding of oil and gas prospects across the Permian. While the core of the Delaware or Midland sub-basins may have 10 or more distinct landing zone targets (spanning the Bone Springs/Wolfcamp and Spraberry/Wolfcamp benches respectively); the Permian Basin fringes may offer a half dozen or more targets (spanning Wolfcamp/Pennsylvanian/Woodford/Barnett). What is clearly illustrated is that thousands of feet of potential play exist across very large extents of the Permian, requiring increasingly more in-depth understanding of depositional patterns, lithology, mineralogy, geomechanics, and more.

Using basic drilling and completions cost estimates, "penalty weightings" are estimated to better understand the relative economic viability of multi-zone development across the play. As the "modern Permian" moves into more mature stages of unconventional field development, it is critical to deploy optimized pad drilling and lateral/vertical spacing strategies, driven by grounded geologic input.

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References Cited

Breton, C.L., S.P. Dutton, and R.F. Broadhead, 2008, Digital Oil-Play Maps of the Permian Basin: AAPG Annual Convention, San Antonio, Texas, April 20-23, 2008, <u>Search and Discovery Article #40333 (2008)</u>. Website accessed October 2018.

Handford, C.P. 1981, Sedimentology and Genetic Stratigraphy of Dean and Spraberry Formations (Permian), Midland Basin, Texas: American Association of Petroleum Geologists Bulletin, 65/9, p. 1602-1616. doi:10.1306/03B5962A-16D1-11D7-8645000102C1865D

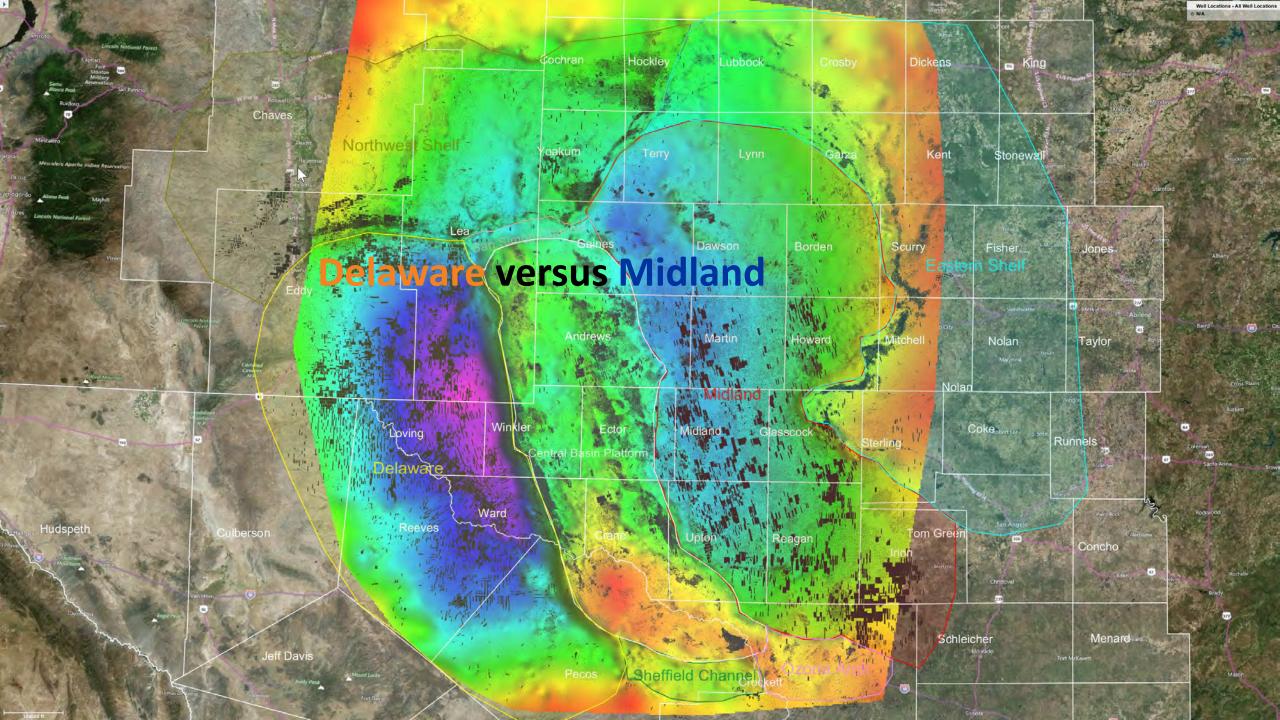
PERMIAN STACKED-PAY POTENTIAL ASSESSMENT USING MULTI-DISCIPLINARY ANALYTICS



Bracketology (according to IBM Watson...)

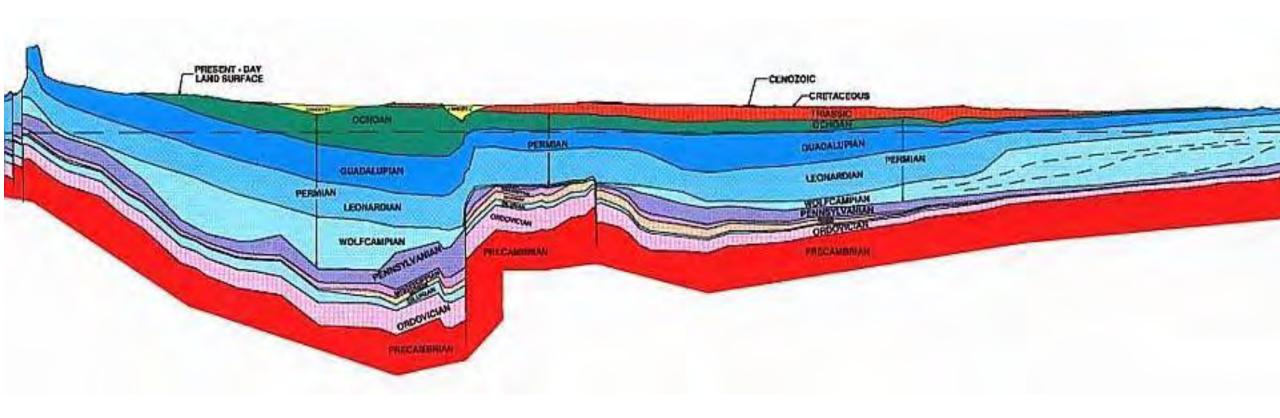


With "Big Data Analytics" do we even have to play the games anymore.....?



Gross Permian Basin Cross-Section

Delaware versus Midland



Permian Basin Formations

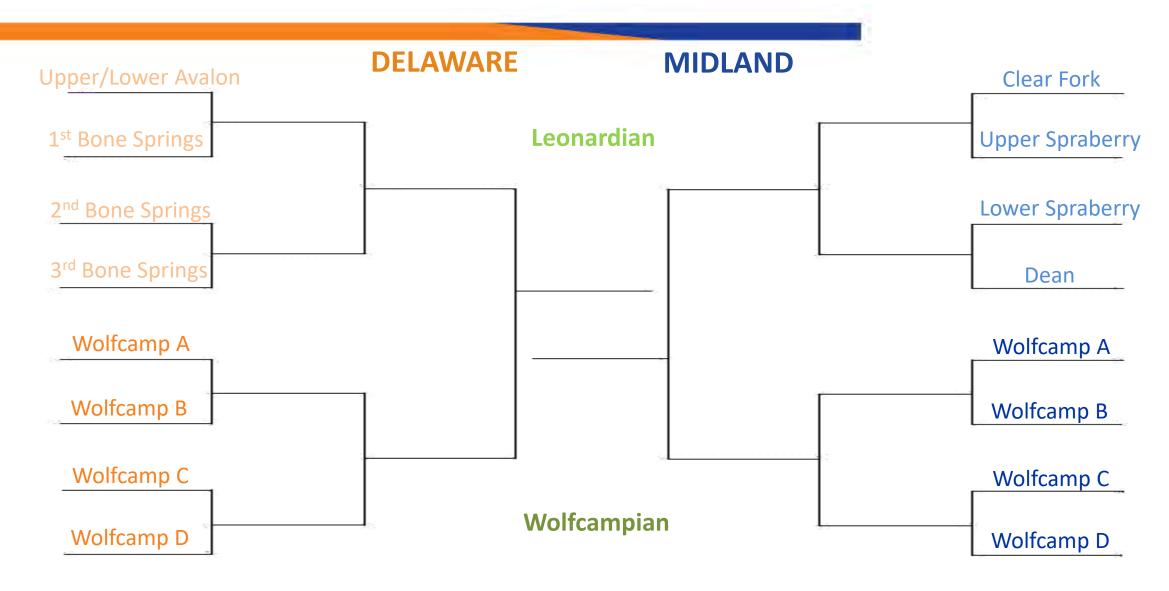
Delaware versus Midland Leonardian versus Wolfcampian

| Period | Series | Formations | |
|--------------------------------|---|---|--|
| Guadalupian (271-260 mya) | Delaware Group | Lamar Bell Canyon Cherry Canyon Brushy Canyon | |
| Leonardian (280-271 mya) | Upper Avalon Shale Lower Avalon Shale 1st Bone Spring 2nd Bone Spring 3rd Bone Spring | | |
| Wolfcampian (299-280 mya) | Wolfcamp Pennsylvanian | | |
| Pennsylvanian (323-299 mya) | | | |

| Central Basin Platform Stratigraphy | | | |
|-------------------------------------|---------------|--|--|
| Period | Series | Formations | |
| Guadalupian (271-260 mya) | White Horse | Tansil Yates Seven Rivers Queen Grayburg | |
| | Ward | San Andreas Glorietta | |
| Leonardian (280 -271 mya) | Yeso | Paddock Blinebry Tubb Drinkard | |
| | Abo | | |
| Wolfcampian (299-280 mya) | Wolfcamp | | |
| Pennsylvanian (323-299 mya) | Pennsylvanian | | |

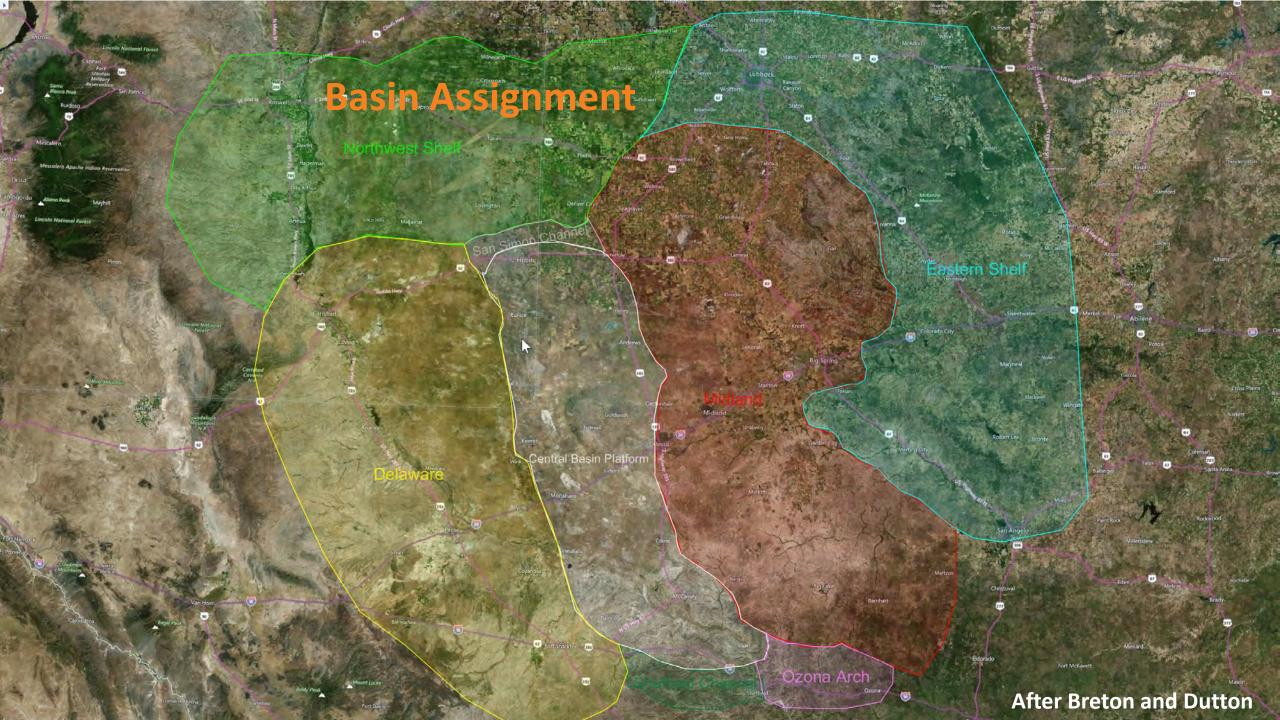
| Period | Series | Formations | |
|--------------------------------|------------------------|--|--|
| Guadalupian (271-260 mya) | White Horse | Yansil Yates Seven Rivers Queen Grayburg | |
| | Ward | San Andreas Glorietta | |
| Leonardian (280-271 mya) | Clear Fork Upper Leona | | |
| | Upper Spraberry | | |
| | Lower Spraberry | | |
| | Dean | | |
| Wolfcampian (299-280 mya) | Wolfcamp | | |
| Pennsylvanian (323-299 mya) | Penns | ylvanian | |

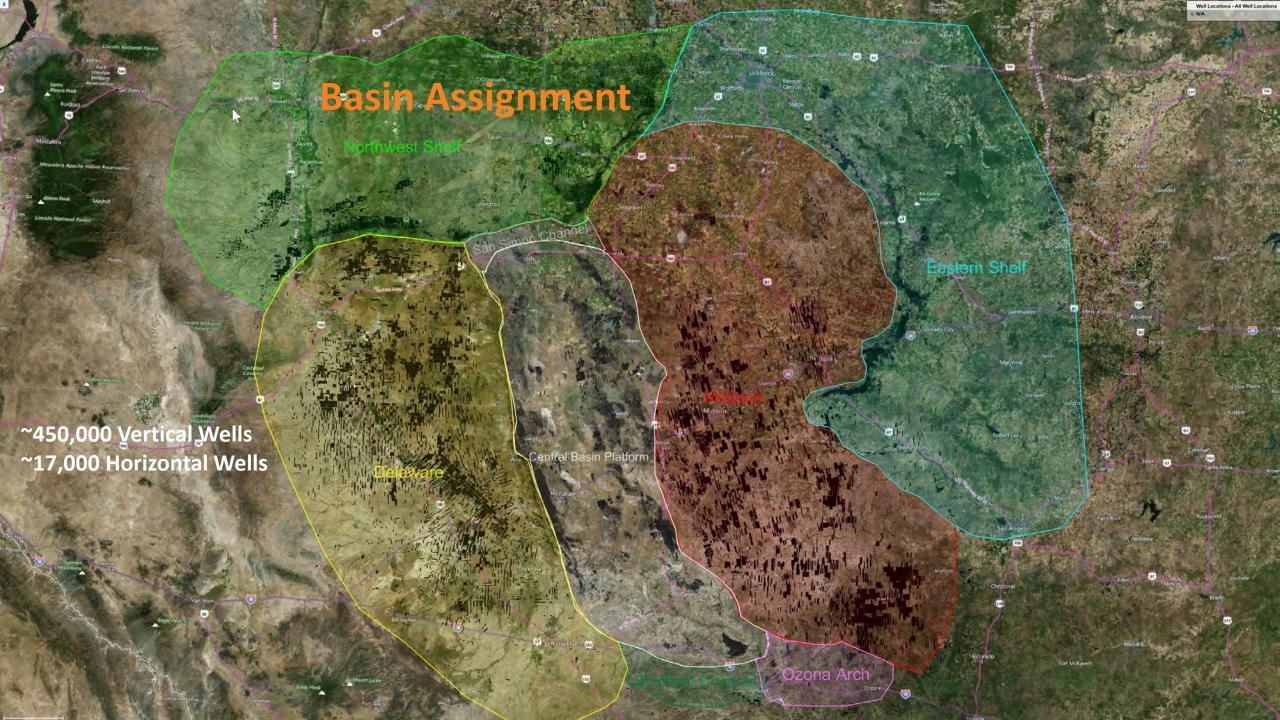
Permian Basin "Sweet Sixteen"

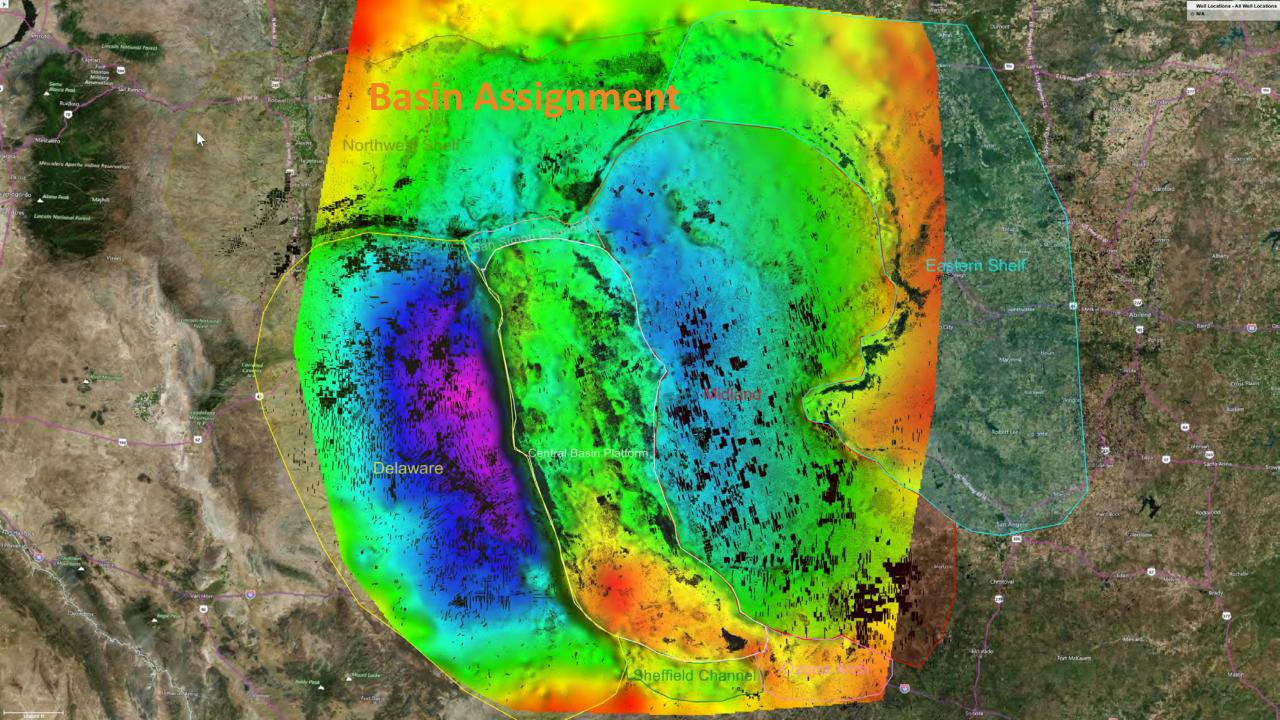


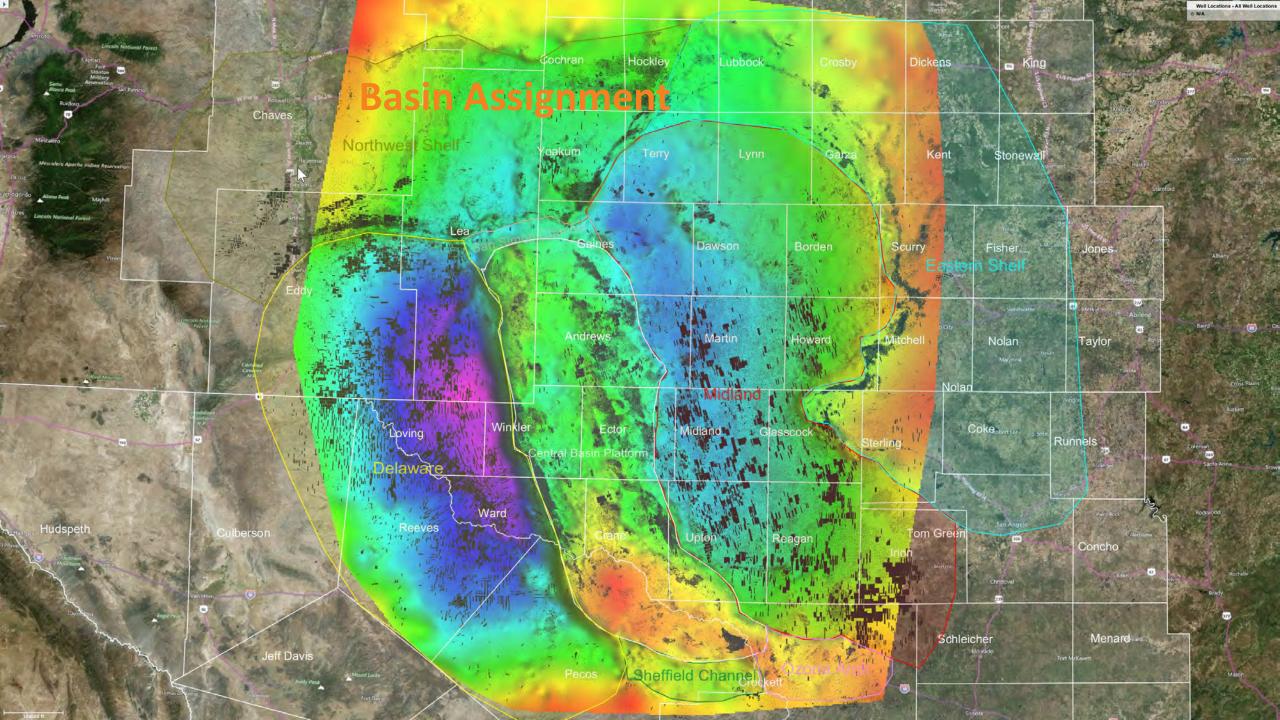
BACKGROUND

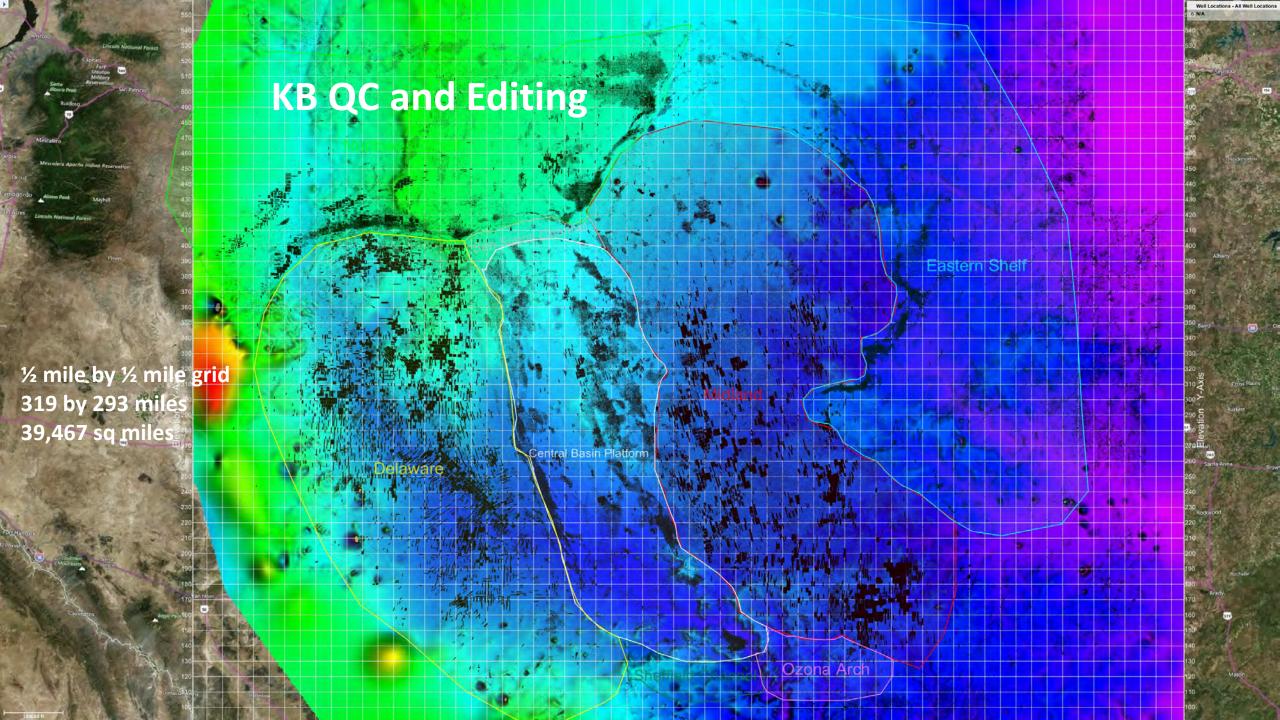






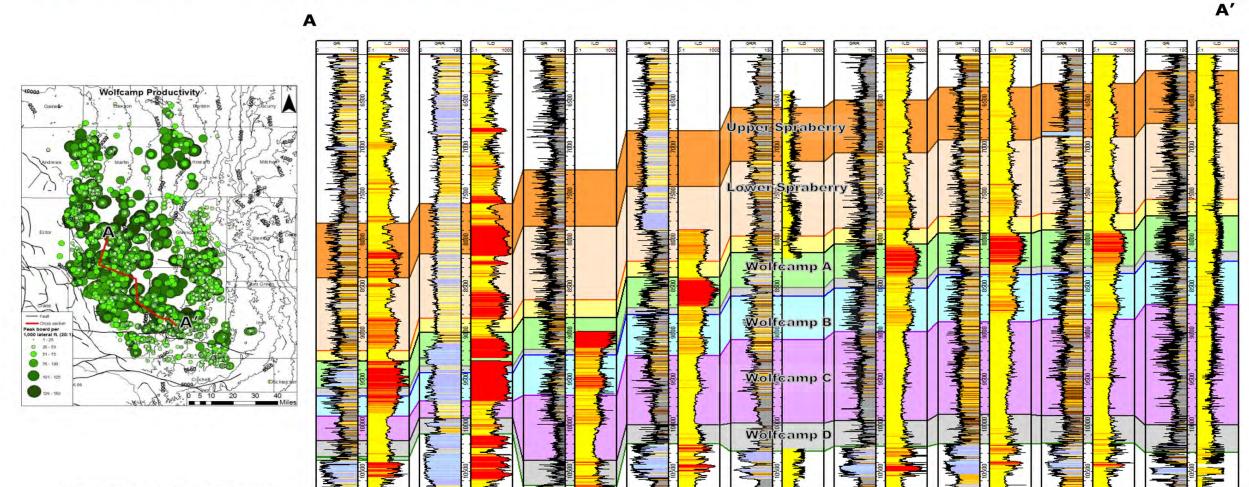








Wolfcamp bench performance varies throughout basin

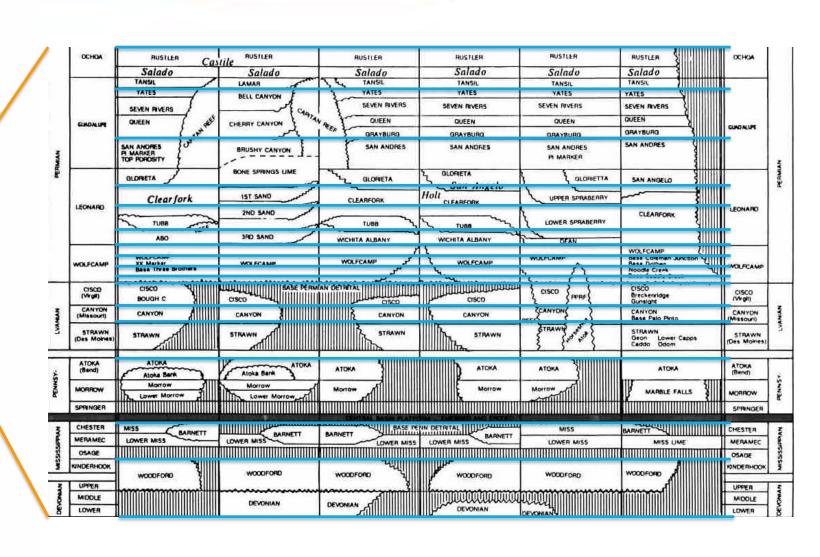


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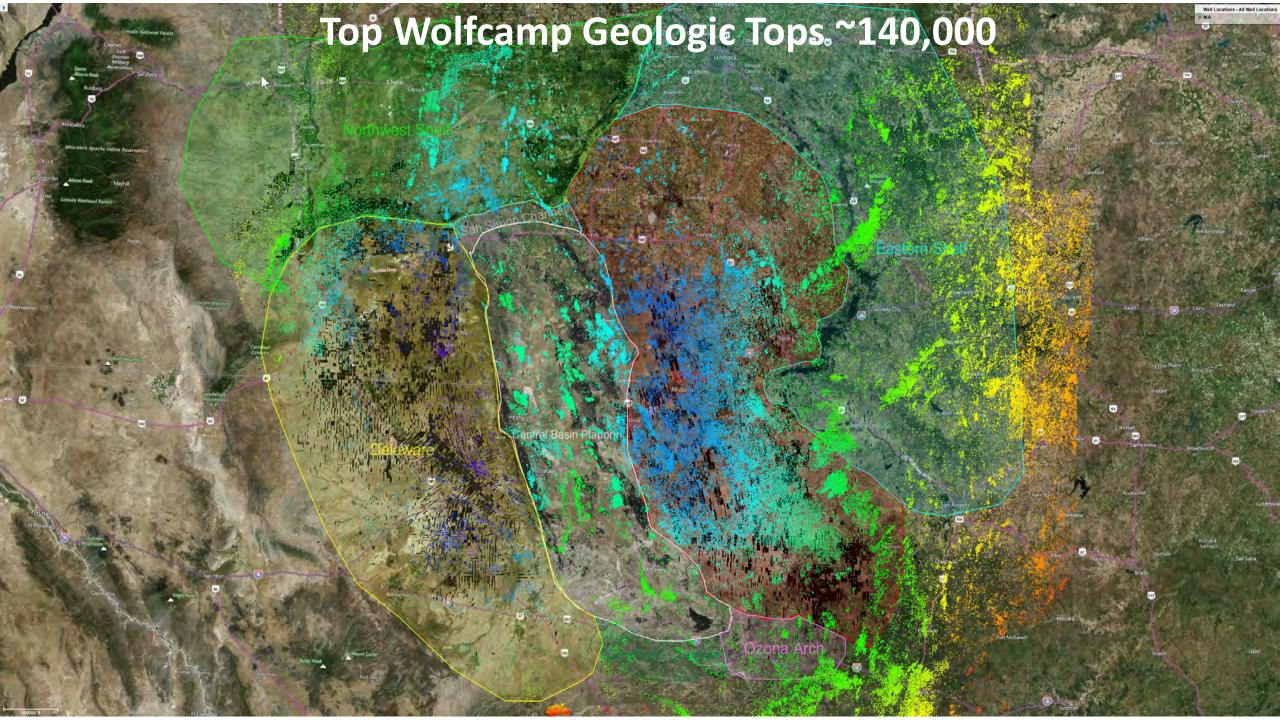
20 Grids created across the Permian

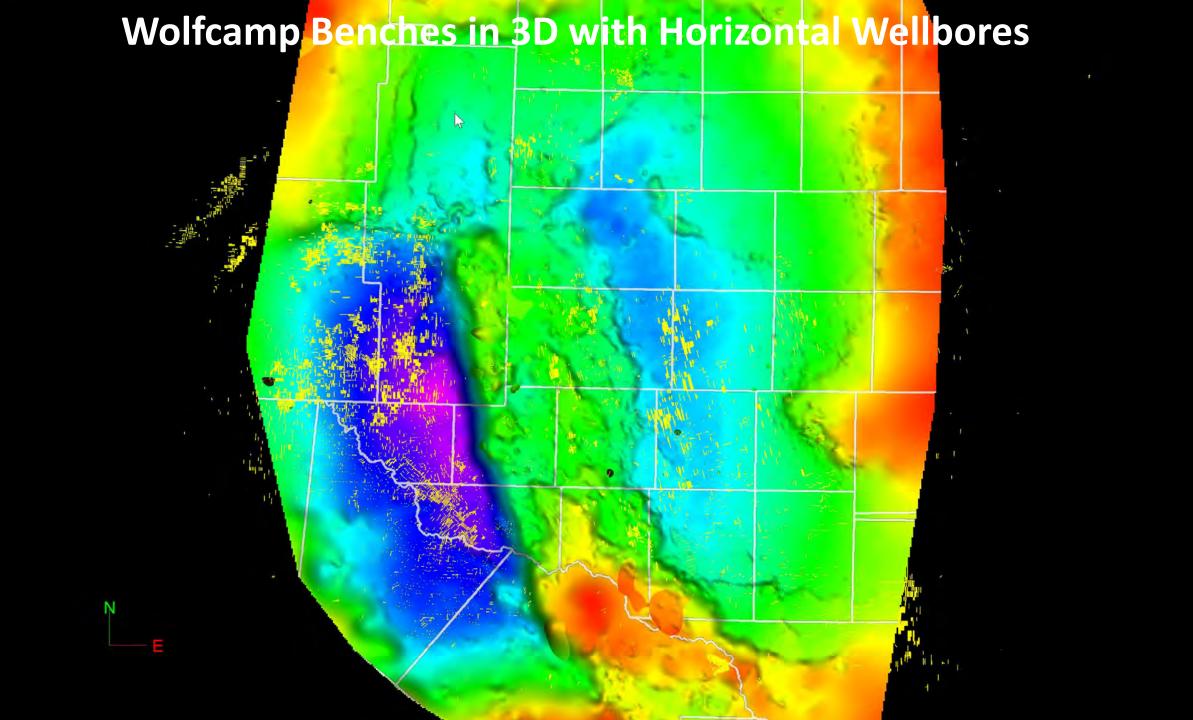
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| D | SDS DATA BASE | SOUTHEAST NEW MEXICO | DELAWA | RE BASIN | MIDLAND | BASIN | EASTERN SHELF | GDS DAT BAS | ΓA |
| 1784 | SCRES | NORTHWEST SHELF | DELAWARE BASIN | CENTRAL BASIN PLATFORM | CENTRAL BASIN PLATFORM | MIDLAND BASIN | EASTERN SHELF | semes | \$1978W |
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| MAS K | LFTER | | | | | | | UPPER | SAC N |
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| PERMAN | LEONAND | SAN ANDRES FI MANGER TOP POROSITY OLONETA Clear fork | BONE SPRINGS LIME 151 SAND 2NO SAND | CLEARFORK TUBB | San Angelo Holl CLEARFORK | OLOPHITA LINER SPRACERY LOWER SPRACERY | SAN ANDRED CLEARFORK | LEONARD | APPROVA |
| | WOLFCAMP | ASO WOLFCAMP XX Marker Bass Three Brothers | 310 SAND WOLFCAMP | WOLFCAMP A | WICHTA ALBANY WOLFCAMP | WOLFCAMP | WOLFCAMP Base Coleman Ancidon Base Doman Noodle Crank Base Saddle Crank | WOLFCAME | |
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| MESSESSMAN | CHESTER MERAMEC OSAGE NINDERHOOK | LOWER MISS BARNETT | LOWER MISS MARKETT | MARKETT LOWER MISS | COMER MISS BARNETT | MSS LDWER MSS WOODFORD | MISS DIME | CHESTER MERAMEC OSAGE KINDERHOOK | NW COLORS STEEL |
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| 5 | GZARNAN | ELLEHBURGER | ELLEMBURGER CAMBRAN | ELLEMBURGER | ELLENBURGER | ELLEMBURGEN | ELLENBURGER | CZAROAN | |
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| | | MECAMBIAN | MECAMBIRAN | PRECAMBRAN CENTRAL BASIN | PHE:AMBRAN | PRECAMINAN | PTECAMBRIAN | | |
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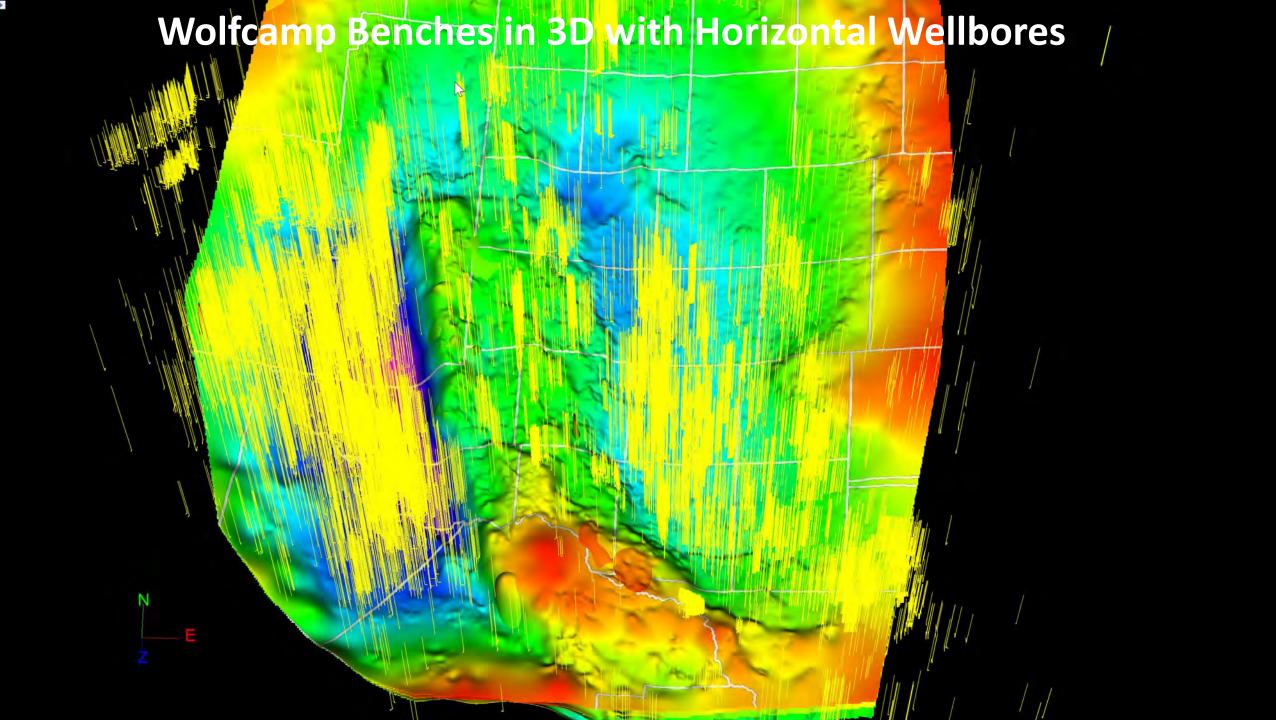


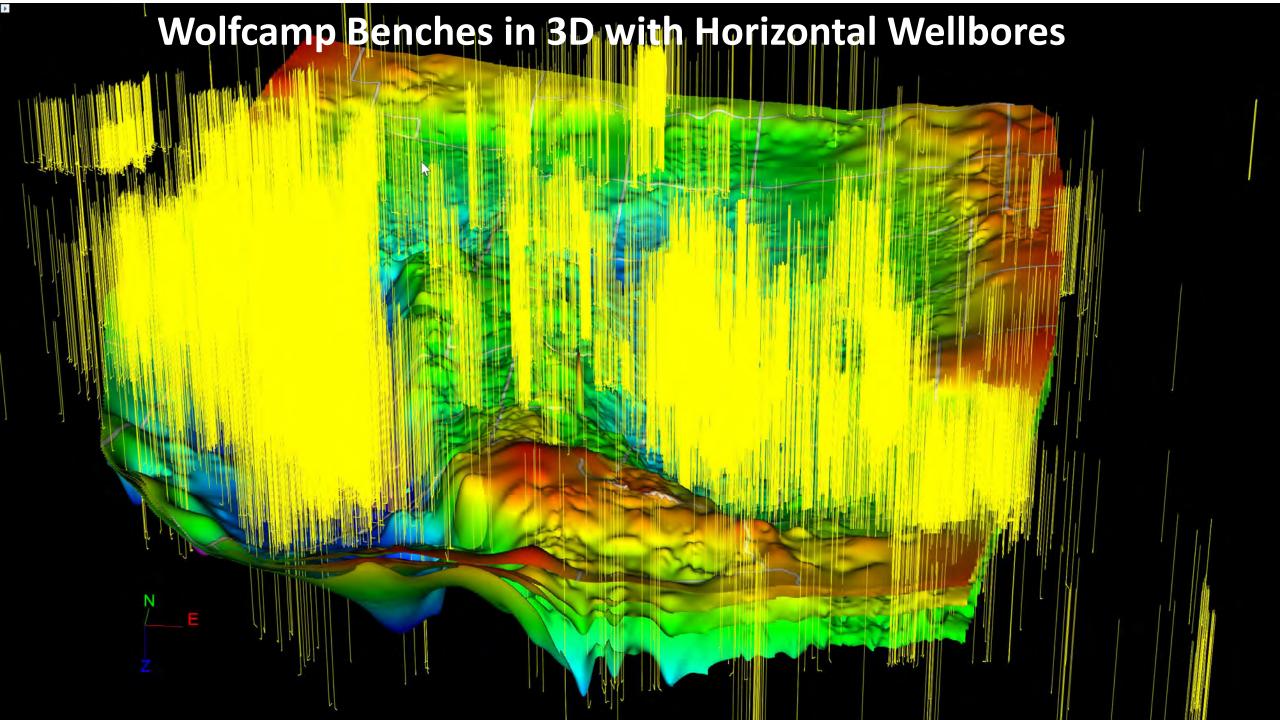




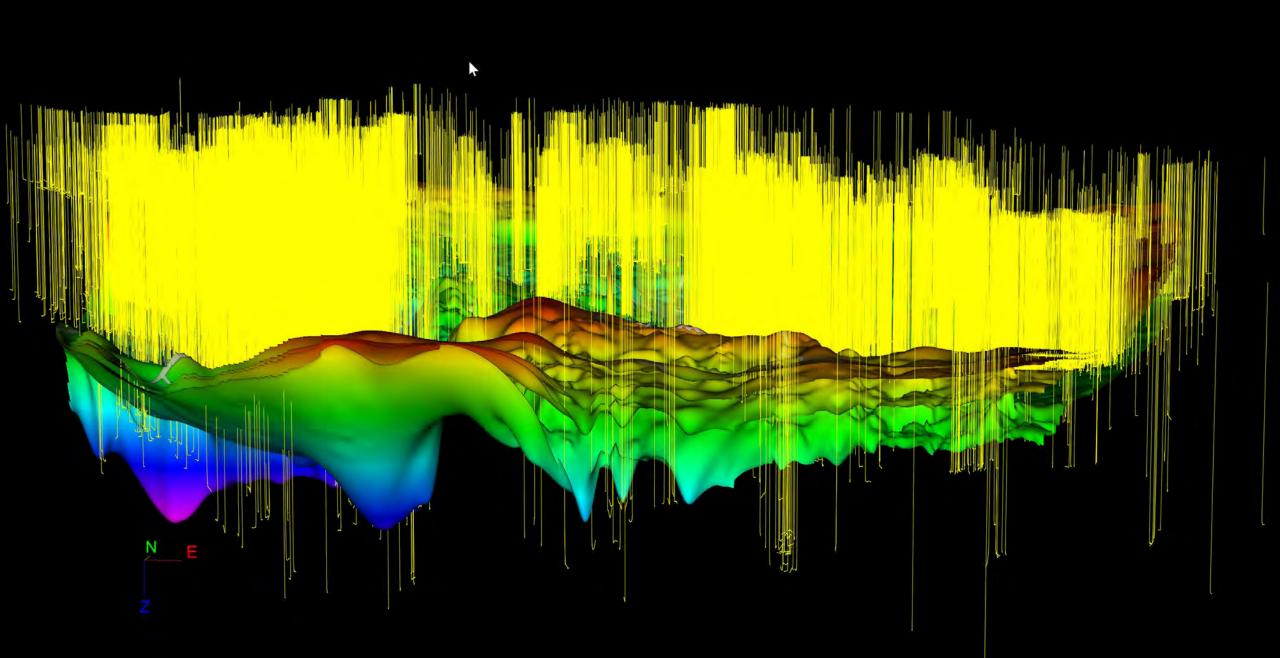


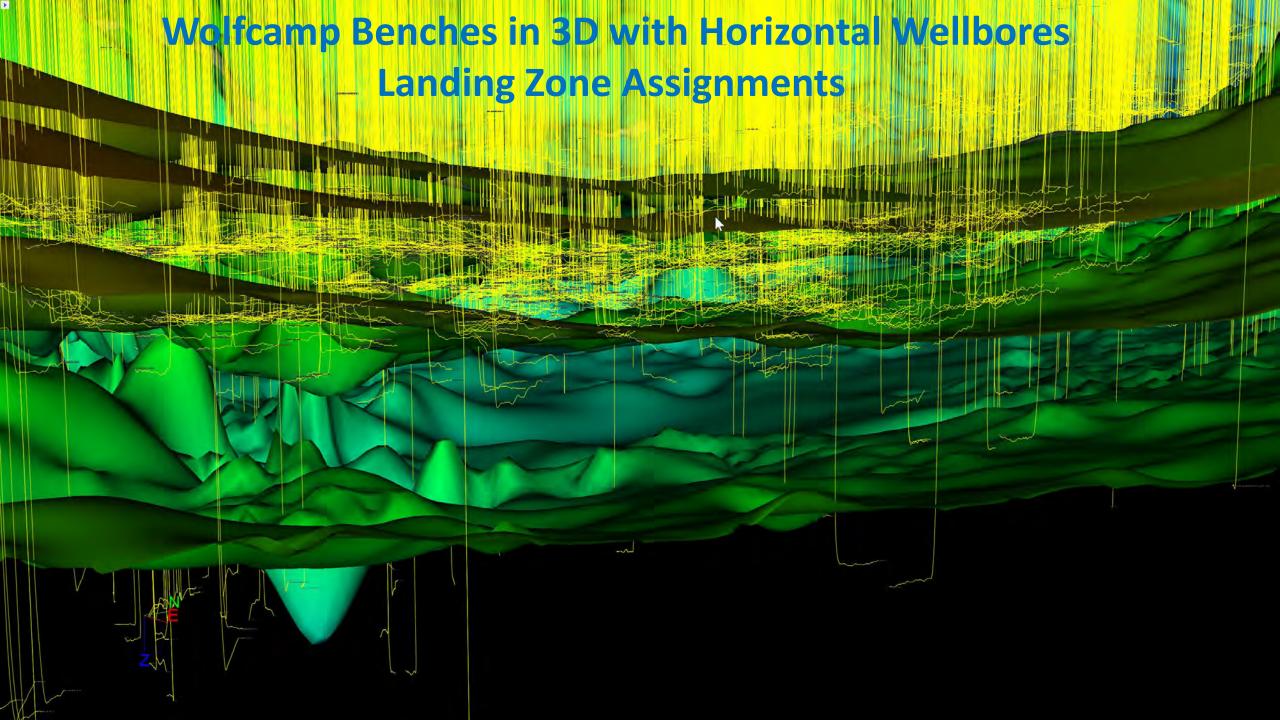


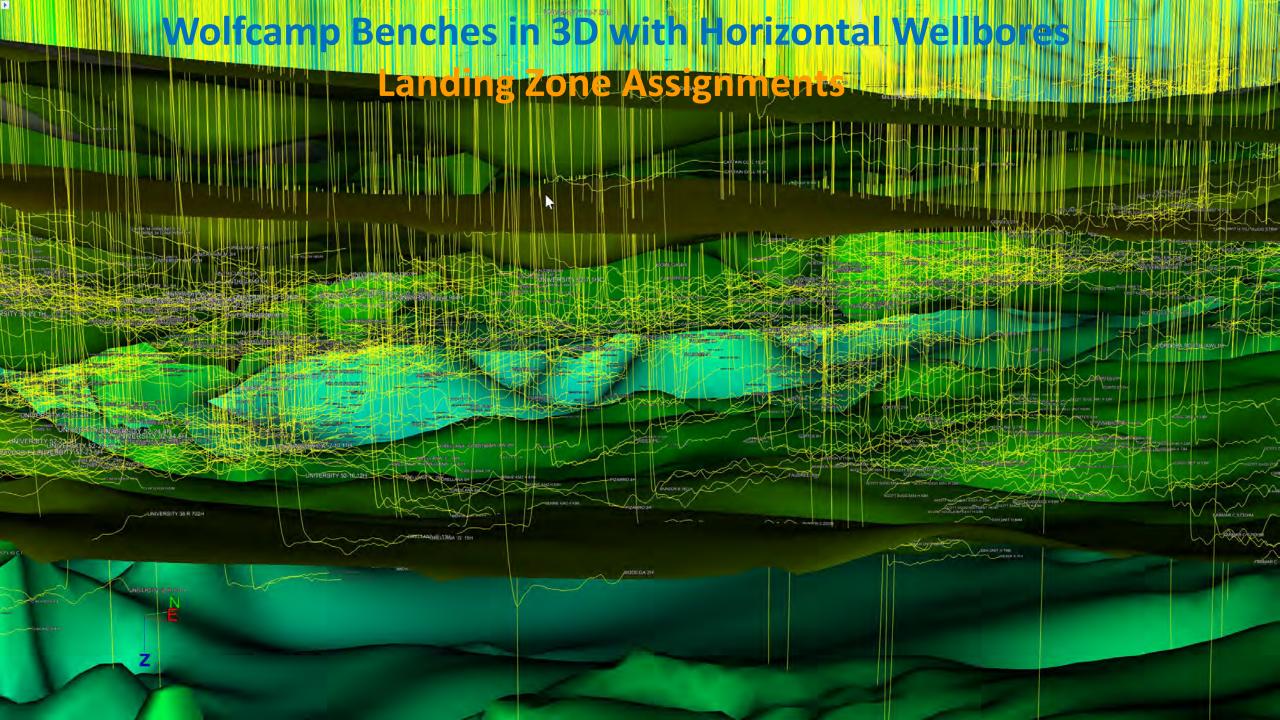




Wolfcamp Benches in 3D with Horizontal Wellbores



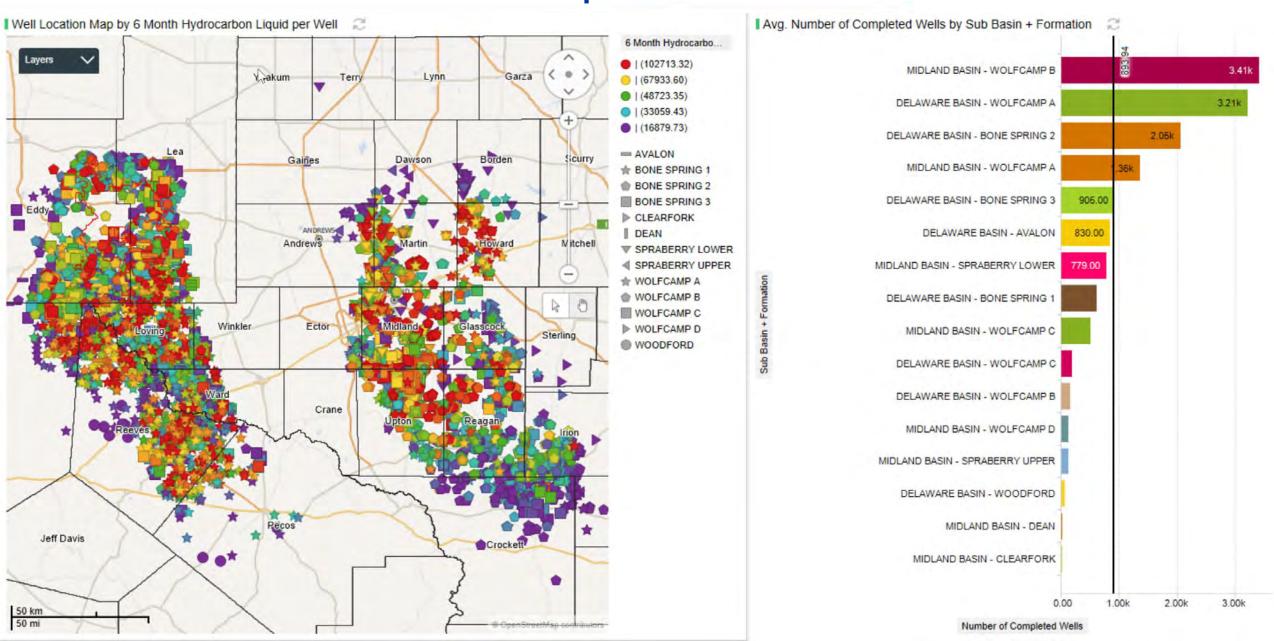




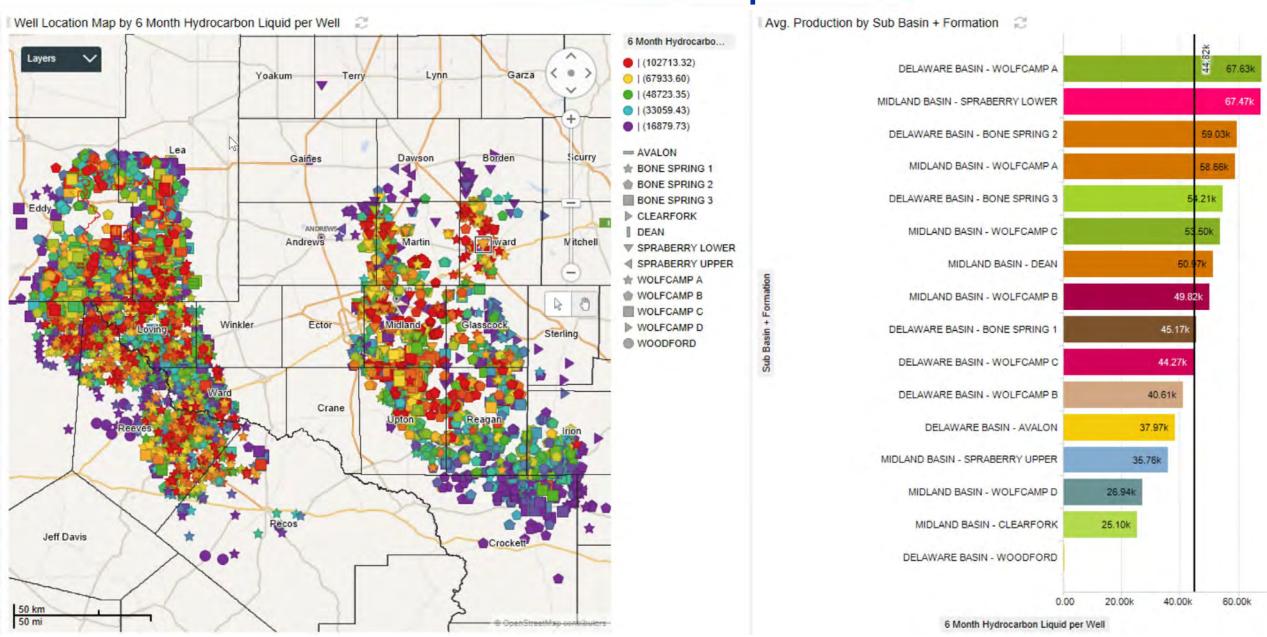
CROSSPLOT ANALYTICS



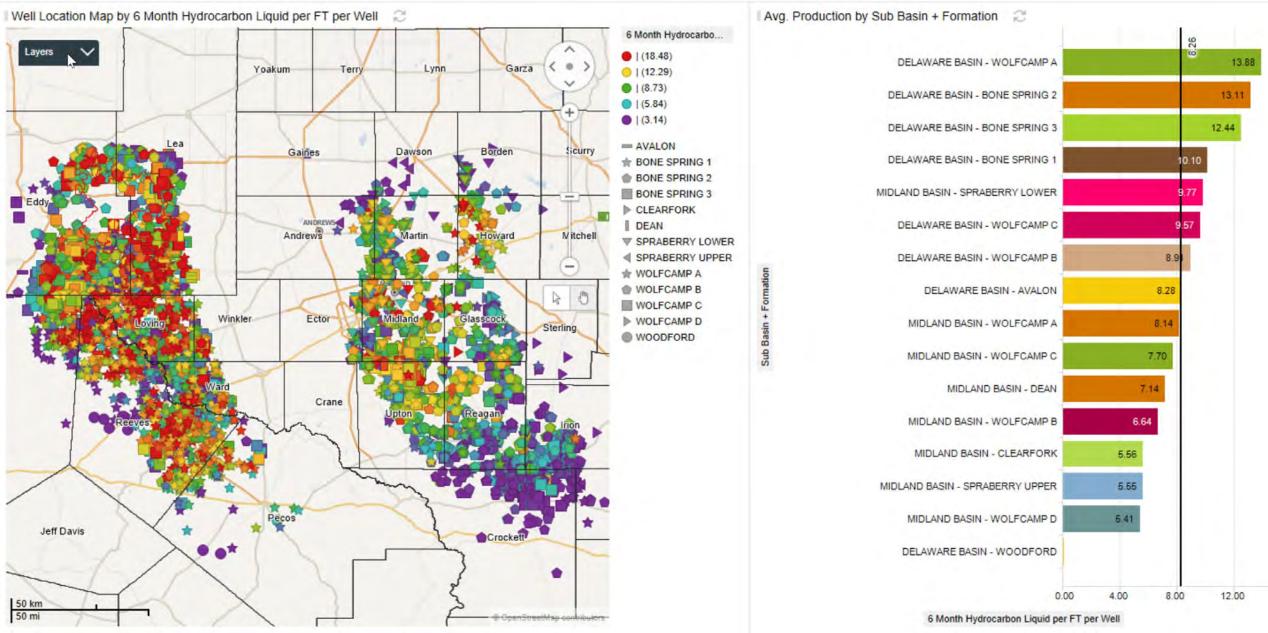
"Sweet Sixteen" Well Liquid Production and Number



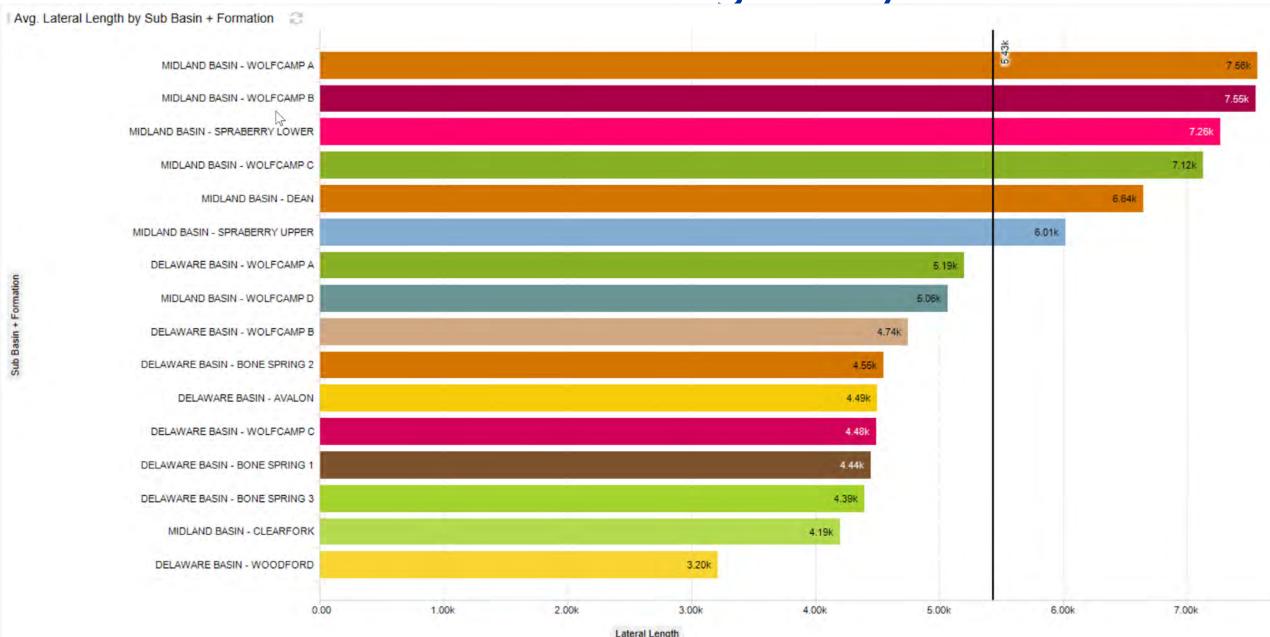
"Sweet Sixteen" Well Liquid Production



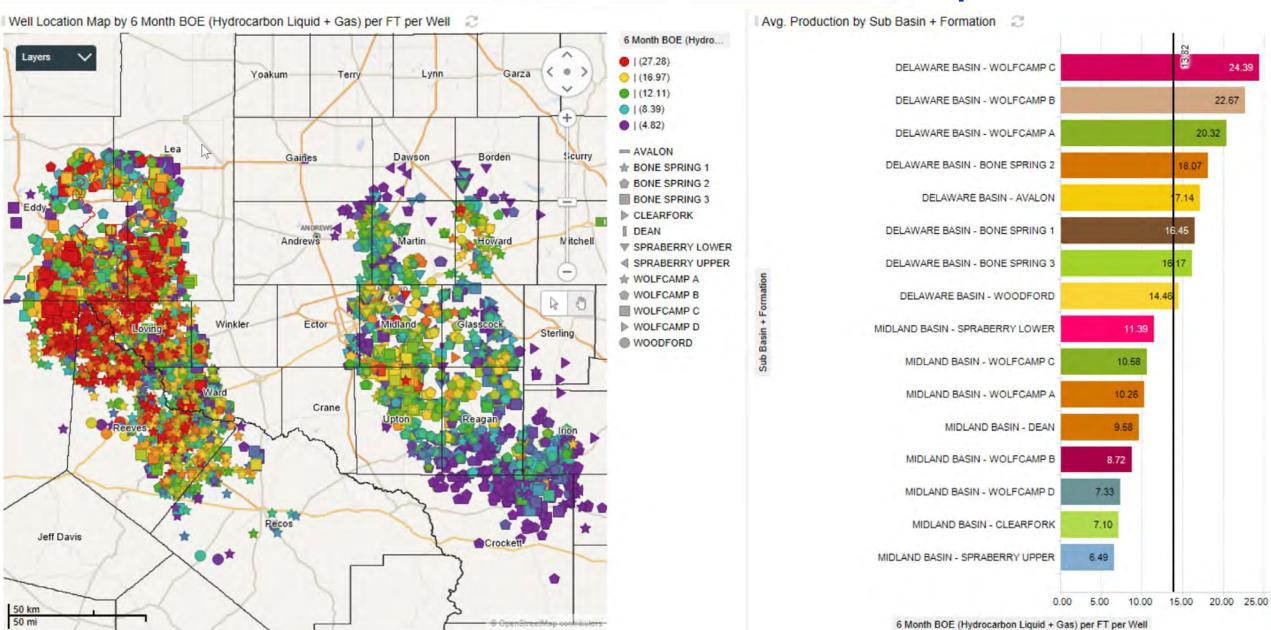
"Sweet Sixteen" Liquid Production per foot



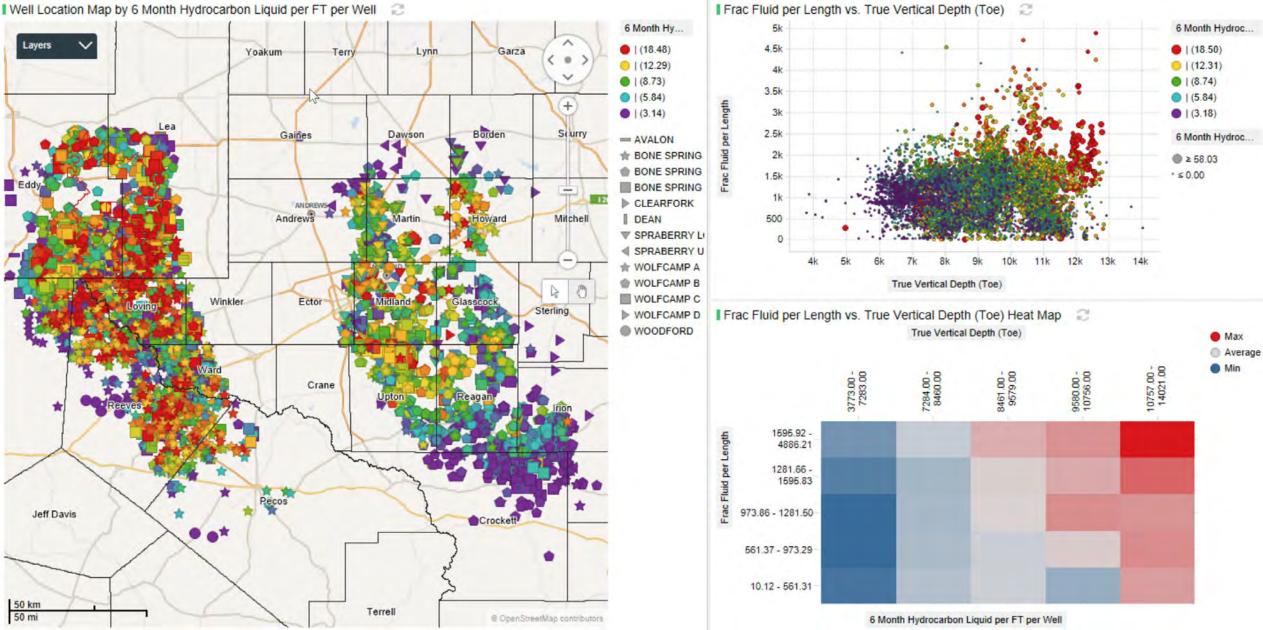
Horizontal Wellbore Lengths by Formation



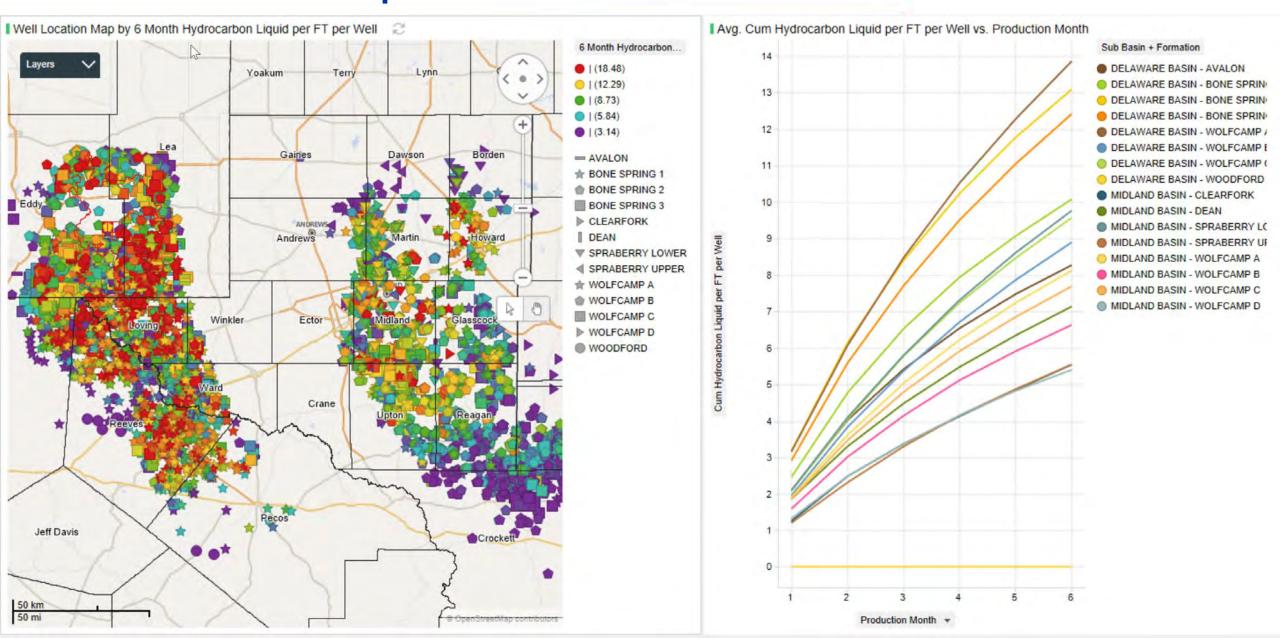
"Sweet Sixteen" BOE Production per foot



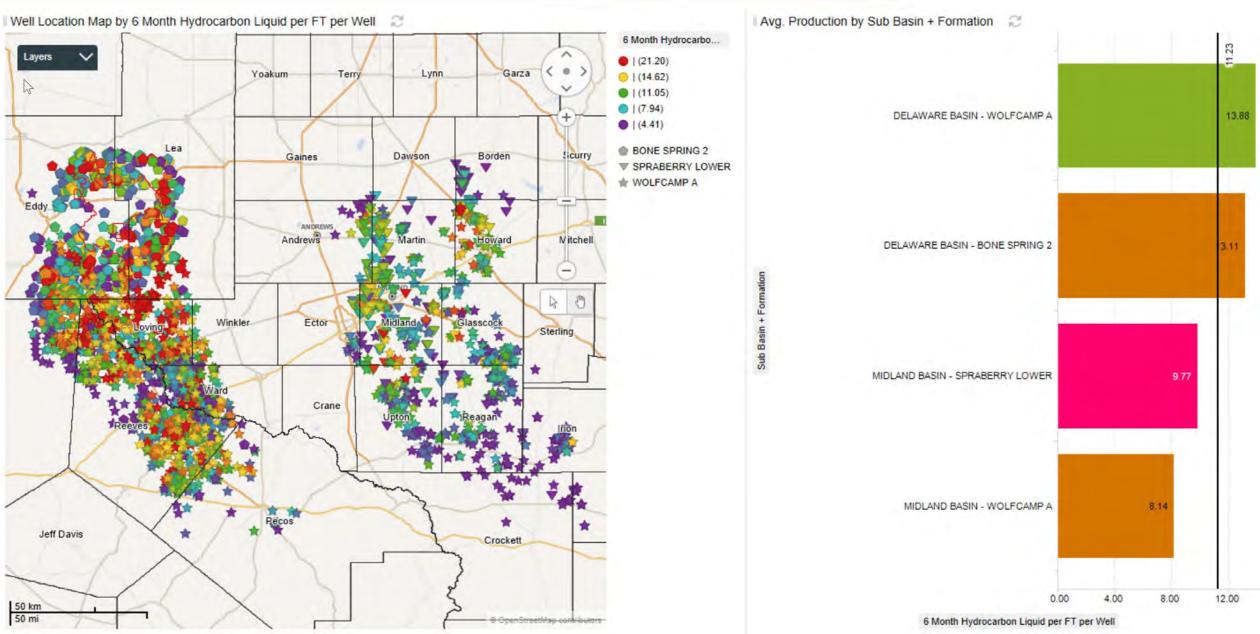
Liquid Production per foot – go deep/big



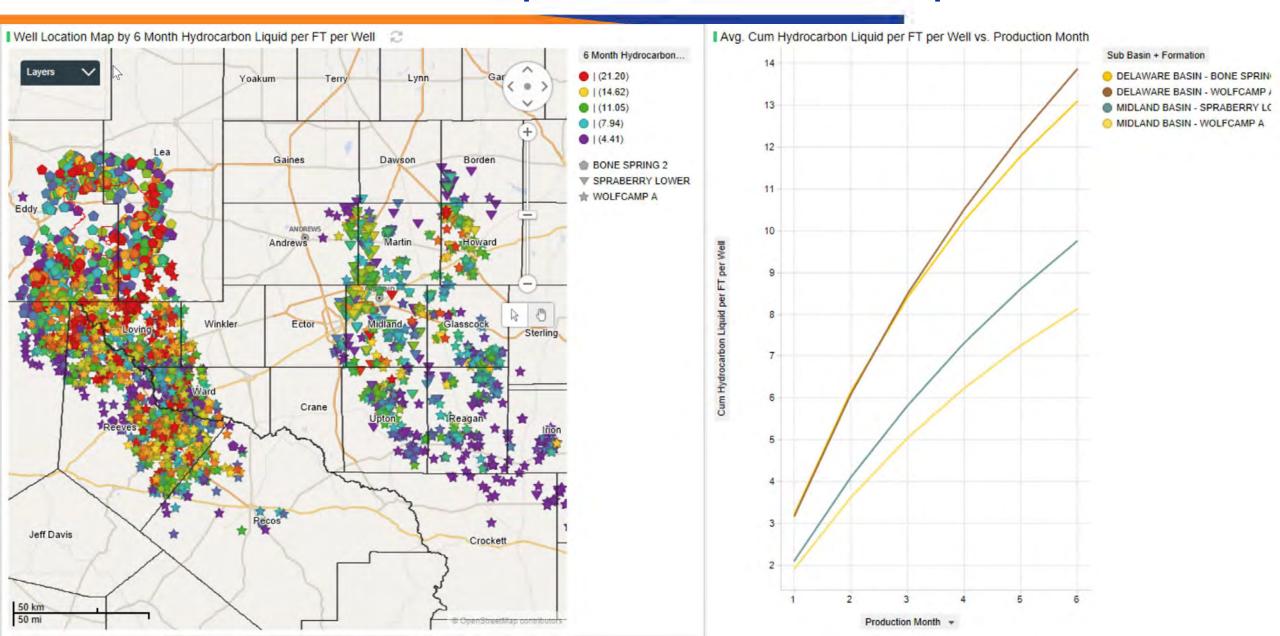
Cum Liquid Curves out to 6 Months



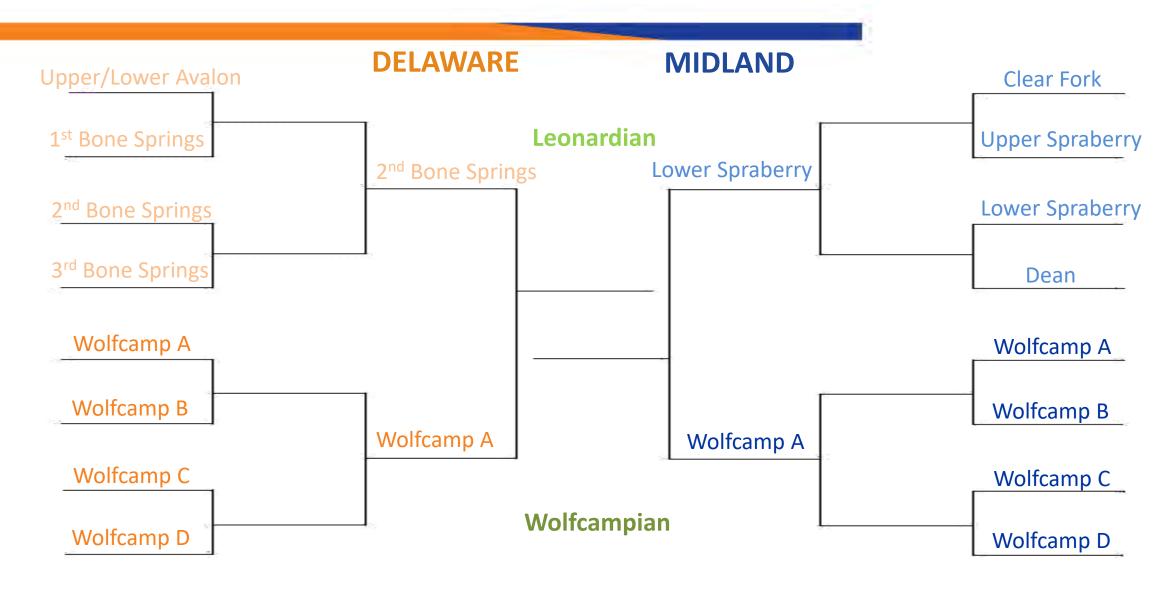
"Final Four" Liquid Production per foot



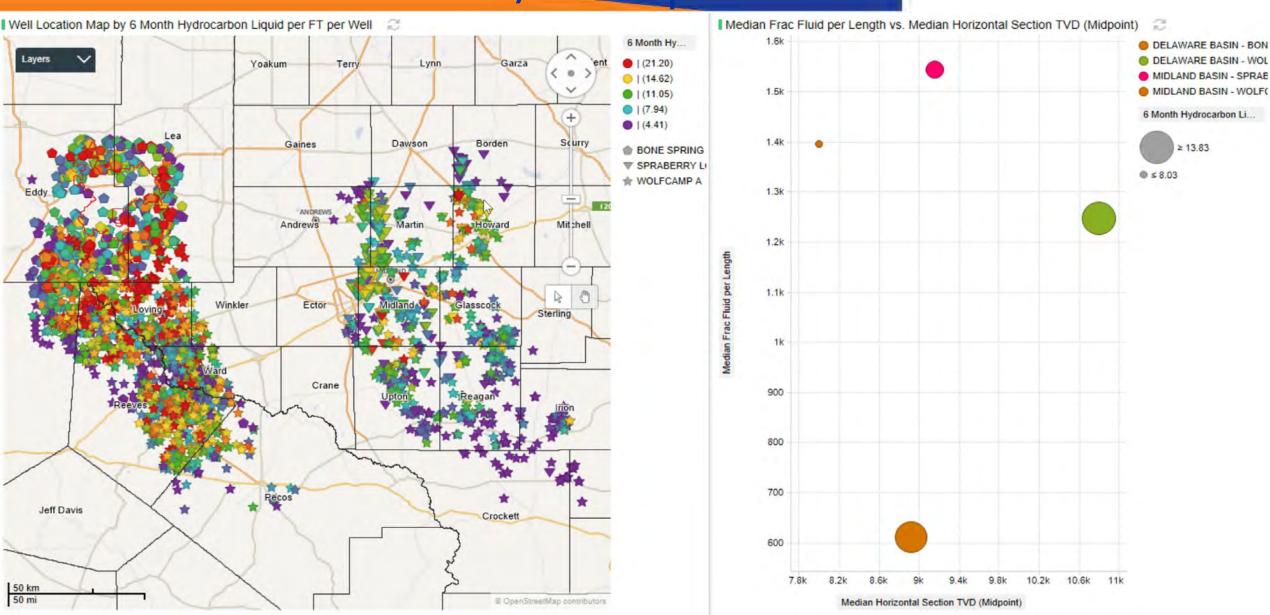
"Final Four" Liquid Production per foot



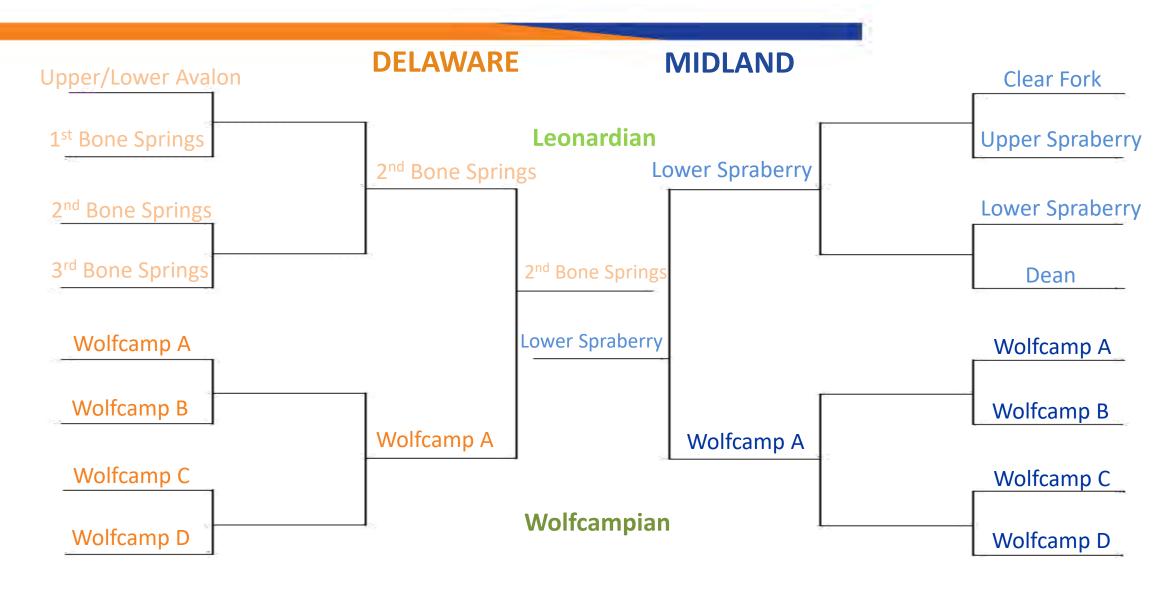
Permian Basin "Final Four"



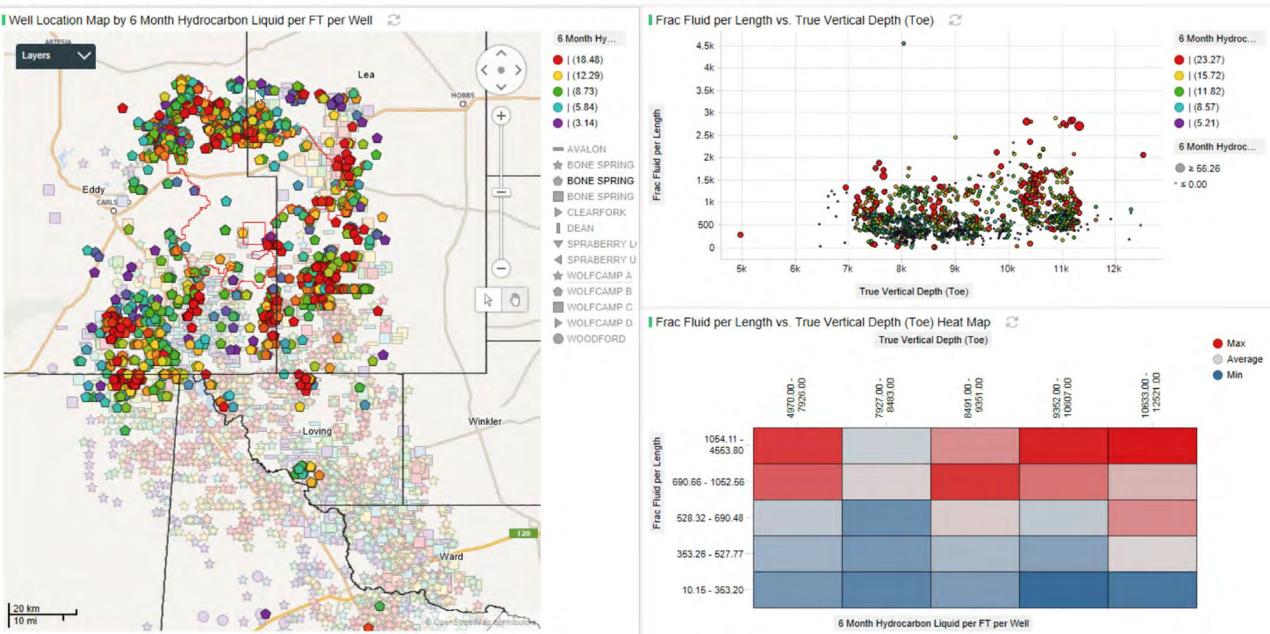
Permian Basin "Final Four" – Penalty Weight by TVD/Fluid per foot



Permian Basin "Final Four"



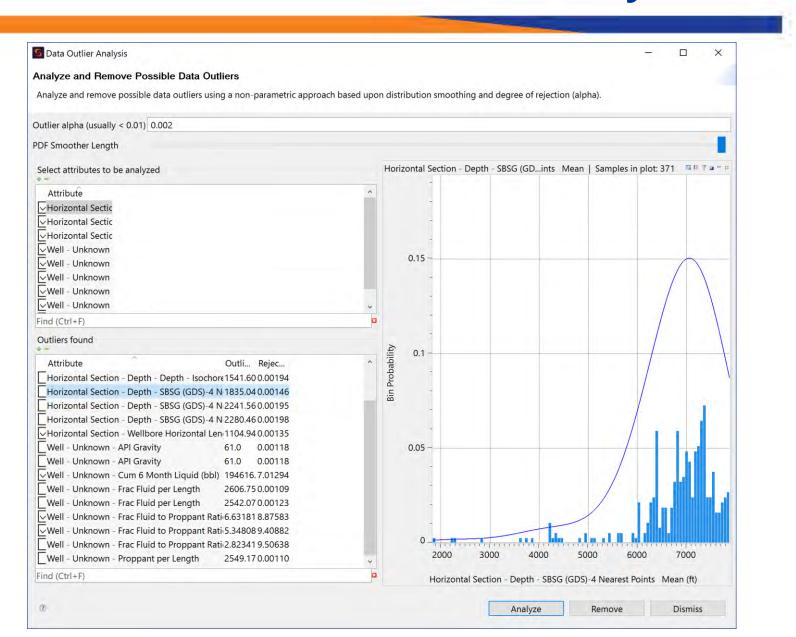
Delaware 2nd Bone Springs Sweetspot



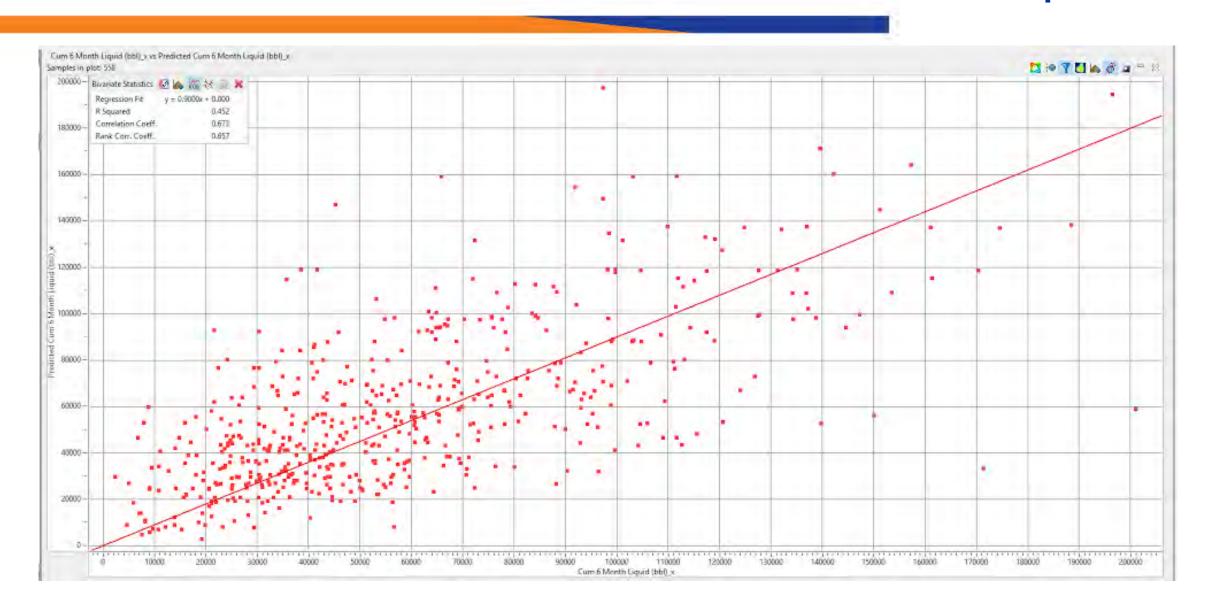
MULTIVARIATE ANALYTICS



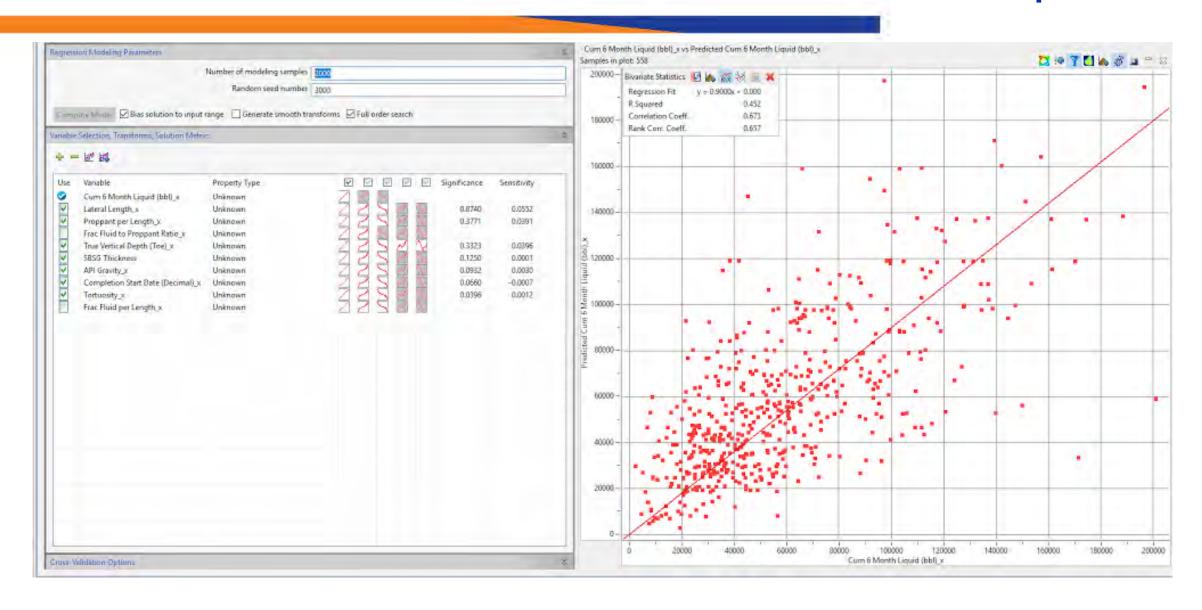
Outlier Analysis



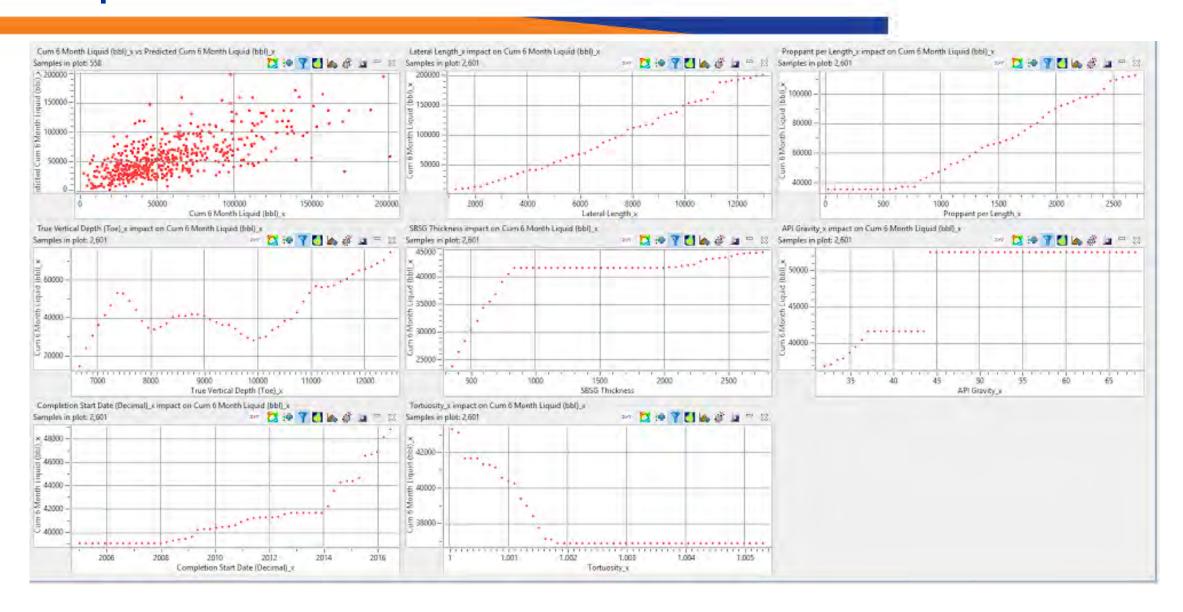
Predicted versus Measured 6-mo Liquid



Predicted versus Measured 6-mo Liquid



Optimization Plots for Production Predictors

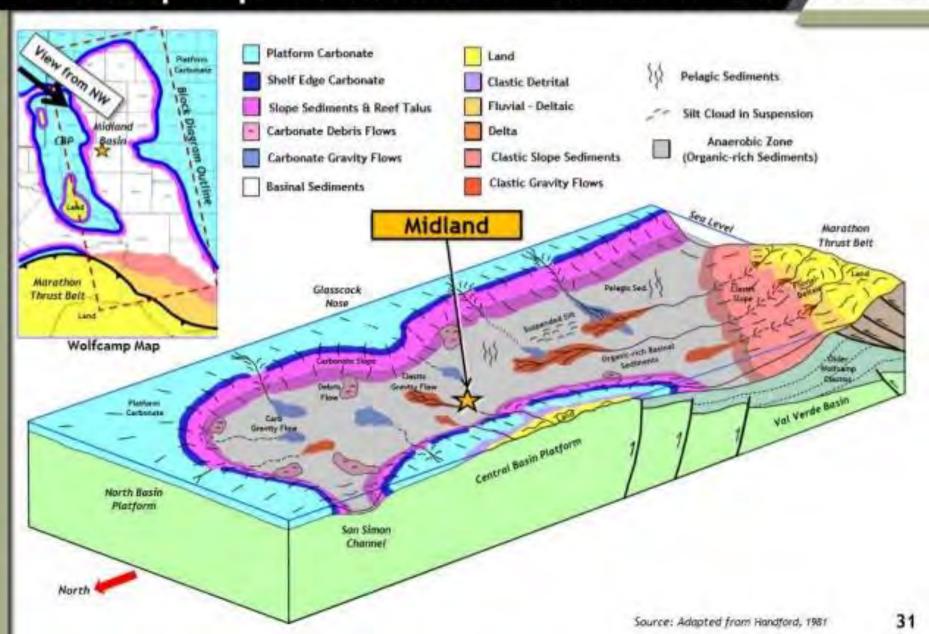


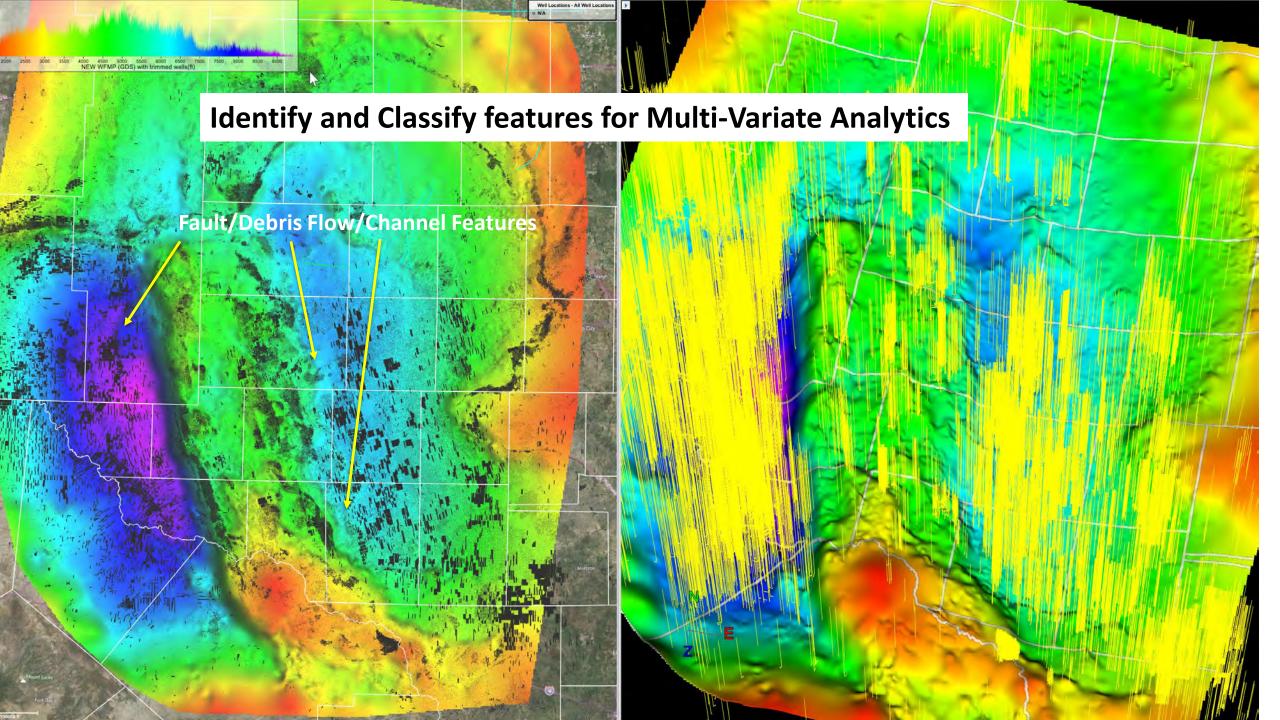
FUTURE WORK

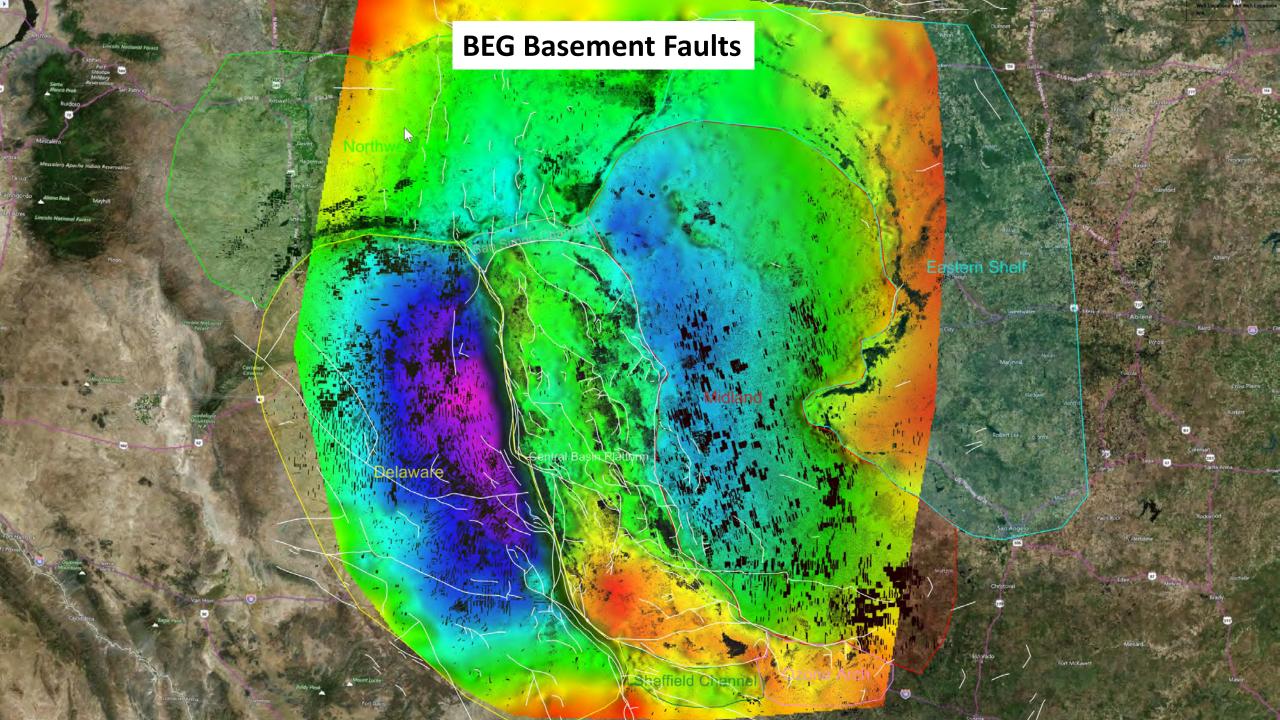


Wolfcamp Depositional Model - Midland Basin









ACKNOWLEDGEMENTS

