

High Resolution Unconventional Reservoir Modeling of Devonian Strata in Oklahoma Utilizing Rock Volatile Analysis

**Collaboration project between Baker Hughes,
Advanced Hydrocarbon Stratigraphy**

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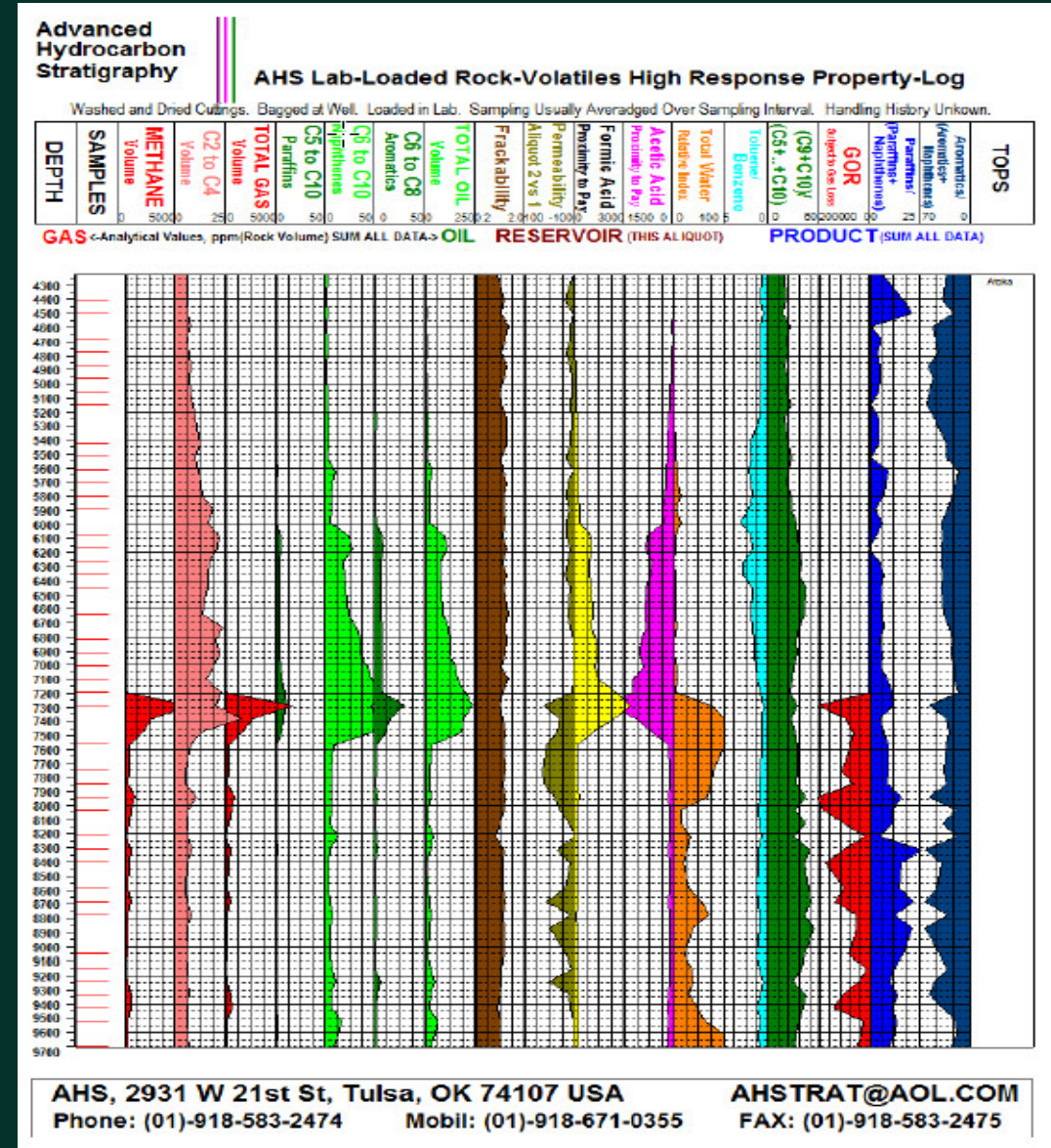
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Outline

- **Location Maps**
- **Geologic Background**
- **Structure & Reservoir Characteristics**
- **VAS Methods & Data Sets**
- **VAS Reservoir Modeling**
- **Conclusions**

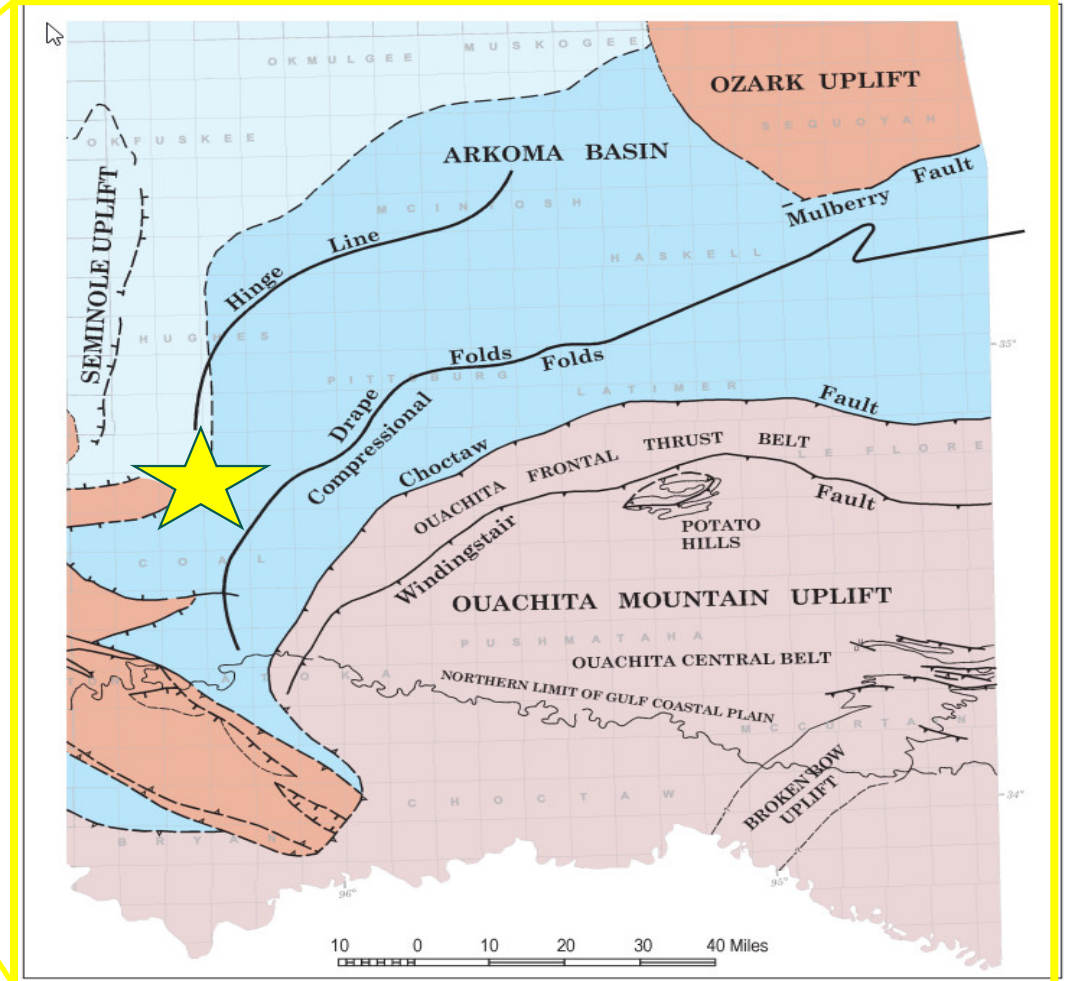


Location & Geologic Map



Western Arkoma Basin – Southeast OK

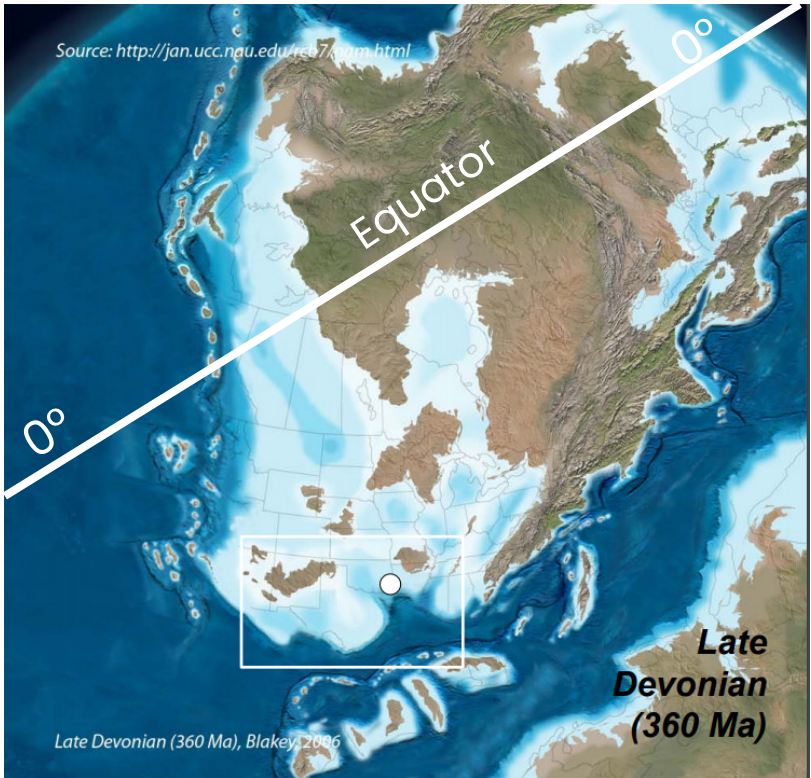
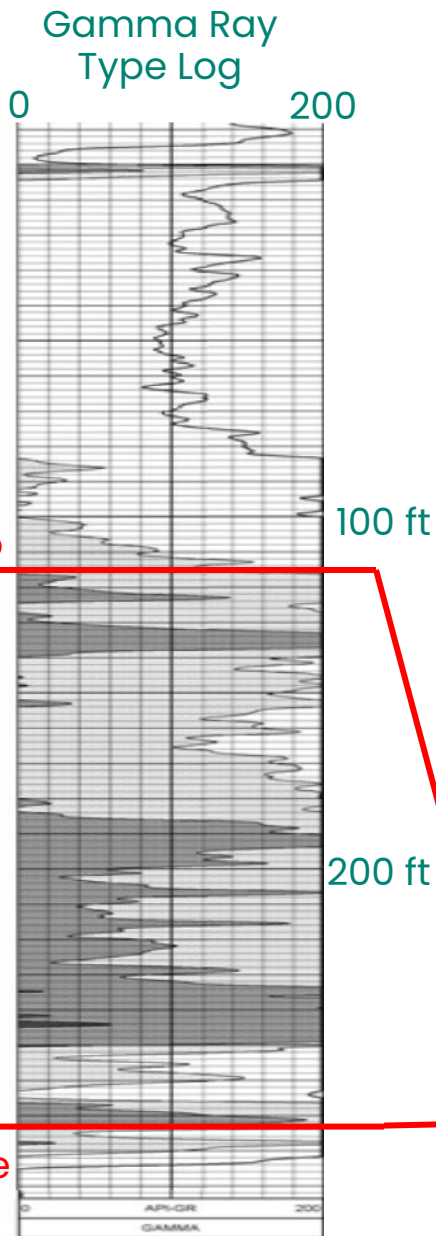
- Yellow Star/Box = AOI located in Hughes and Coal Co. OK.
- Complex faulting related to Pennsylvanian – Ouachita Orogenic Event



Geologic Background

Woodford Deposition

- Paleogeographic map during the Late Devonian – 360 Ma, AOI represented by white dot
- Project area located ~20° S latitude on the westward margin of Laurussia
- Red box = targeted stratigraphic interval, Devonian – Woodford (WDFD)
- Gamma Ray Type Log of the WDFD Formation with API units ranging between 100–650.
- Lower gamma ray intervals contain higher concentrations of silica-rich facies.
- Higher gamma ray intervals contain facies enriched in TOC, phosphate, and clay mineralogies



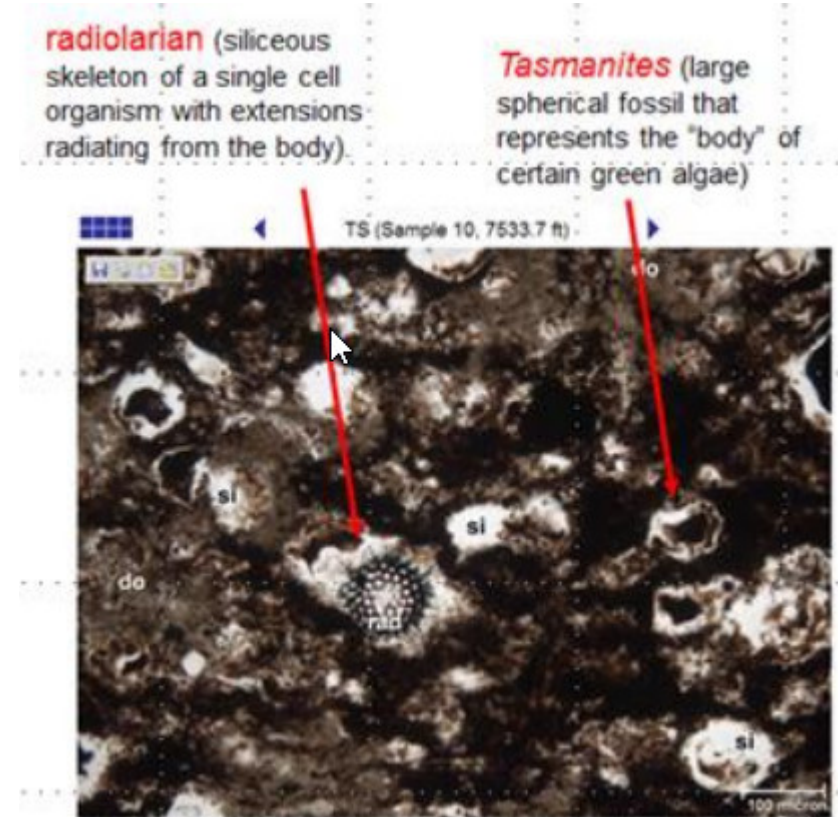
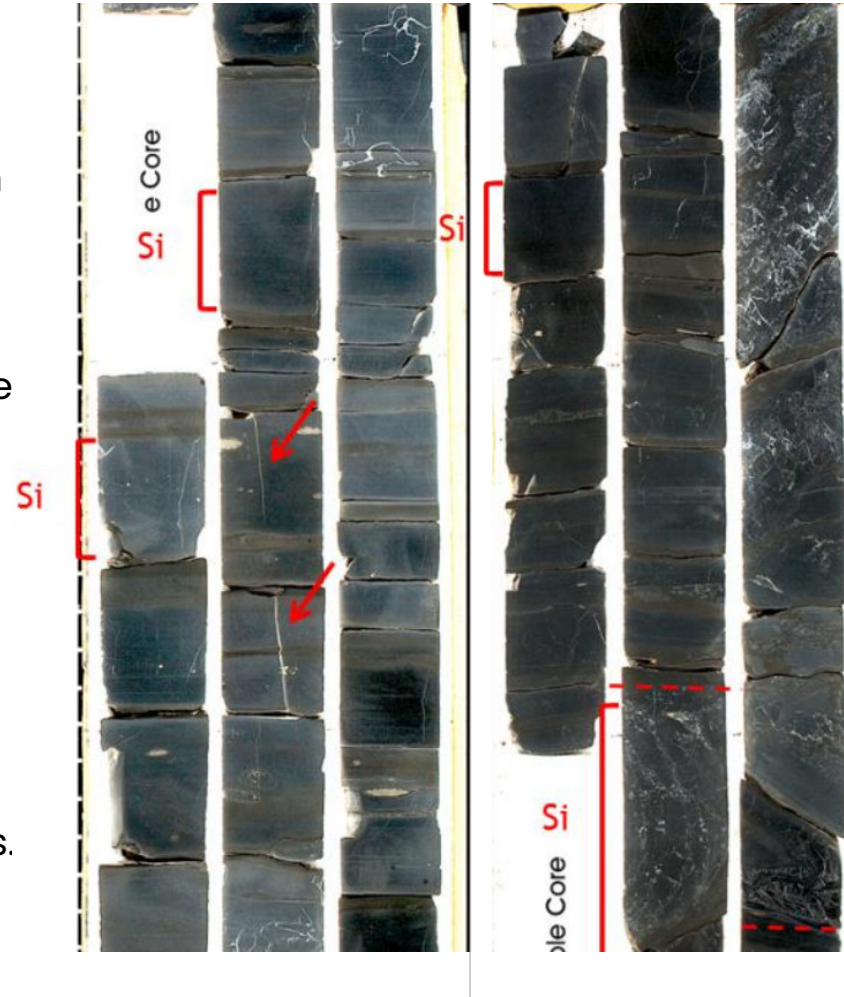
Arkoma Basin Stratigraphy

| | | | | | |
|--|------------------------------------|---|------|-------------------------|------|
| | Abian | Atoka Formation | IPa | Atoka Formation | IPa |
| | Moravian | Wapanucka Formation | IPw | Johns Valley Shale | IPjv |
| | | Springer Group and Union Valley Formation (undivided) | IPm | Jackfork Group | IPj |
| | Chest- erian Mera- mecian | Caney Shale | Mc | Stanley Group | Ms |
| | Osagean | | | | |
| | Kinderhookian | | | | |
| | Upper | Woodford Shale | Dw | Arkansas Novaculite | Da |
| | Middle | | | | |
| | Lower | | | | |
| | Devonian | | | | |
| | Upper | Hunton Group | OSDh | Missouri Mountain Shale | Sm |
| | Lower | | | Blaylock Sandstone | Sb |
| | Silurian | Sylvan Shale | OSy | Polk Creek Shale | Opc |

Reservoir Characteristics

WDFD Reservoir Facies

- Core photograph on the left demonstrating interbedded silica rich mudstones (**Si brackets**) with TOC-rich mudstones.
- Photomicrograph on the right demonstrating constituents of the Si-rich beds: abundant radiolarians and tasmanites.
- Dominated by biogenic silica rather than detrital quartz grains.
- Si-rich beds preferential fracture due to more brittle behavior than interbedded TOC-rich mudstones.





Modeling Data Sets

RNS & VAS Data Integration

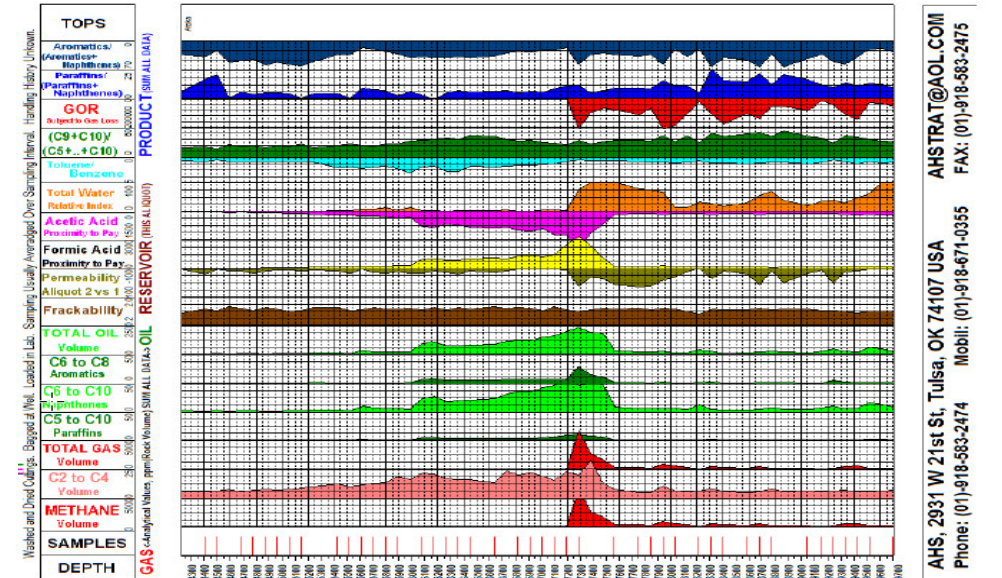
- **Baker Hughes – Reservoir Navigation Services (RNS)**
 - ✓ Well Surveys & Trajectories
 - ✓ Formation Tops along the lateral
 - ✓ Gamma Log along the lateral
 - ✓ Key structural observations – faults, dips, etc.
- **Arkoma Data – 2D grids, offset well data (surveys/logs).**
- **VAS Data – Sealed and Lab Loaded Analysis Sets**
 - ✓ **Comparison of like samples for accuracy**
Ex. sealed vs sealed samples, not sealed vs crush loaded samples
 - ✓ **Sum all data used in reservoir modeling**
Total Gas Vol, Total Oil Vol, Permeability, Mechanical Strength, Acetic Acid

★ **Disclaimer: Following models based on data from 2 wells.** ★
Geologic uncertainty increases away from 2 sampled wells.

RNS Surveys & Reports

| | | | | | | | | | | | | | | | |
|--|--------------|-----------------|---------|-----------|---------------|---------------------|------------------|-------------|----------|--------------------|-------------|-------------------|------------|---|--|
|  | | Company: | | | | Job Number: | | | | Calculation Method | | Minimum Curvature | |  | |
| | | Well: | | | | Magnetic Decl.: | | | | Proposed Azimuth | | 354.07 | | | |
| | | Location: | | | | Grid Corr.: | | | | Depth Reference | | DF | | Plan # | |
| | | Rig: Cactus 145 | | | | Total Grid Corr.: | | | | Tie Into: Surface | | | | 3 | |
| | | | | | | | | | | | | | | | |
| Survey Tool | Survey Depth | Inclination | Azimuth | Direction | Course Length | True Vertical Depth | Vertical Section | Coordinates | | Closure | | Dogleg Severity | Build Rate | Walk Rate | |
| Type | (ft) | (deg) | (deg) | | (ft) | (ft) | (ft) | N/S (ft) | E/W (ft) | Distance (ft) | Angle (deg) | (d/100') | (d/100') | (d/100') | |
| Tie In Coordinates | | | | | | | | | | | | | | | |
| Tie In | 0.0 | 0.00 | 195.91 | S 15.9 W | 0 | 0.00 | 0 | 0.00 N | 0 E | 0 | 0 | 0 | 0 | 0 | |
| Gyro | 23.0 | 0.00 | 195.91 | S 15.9 W | 23 | 23.00 | 0.00 | 0.00 N | 0.00 E | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| Gyro | 100.0 | 0.30 | 195.91 | S 15.9 W | 77 | 100.00 | -0.19 | 0.19 S | 0.06 W | 0.20 | 195.91 | 0.39 | 0.39 | 0.00 | |
| Gyro | 200.0 | 0.10 | 155.98 | S 24.0 E | 100 | 200.00 | -0.51 | 0.53 S | 0.09 W | 0.53 | 189.88 | 0.23 | -0.20 | -39.93 | |
| Gyro | 300.0 | 0.10 | 138.56 | S 41.4 E | 100 | 300.00 | -0.67 | 0.67 S | 0.00 E | 0.67 | 179.85 | 0.03 | 0.00 | -17.42 | |
| Gyro | 400.0 | 0.23 | 123.58 | S 56.4 E | 100 | 400.00 | -0.87 | 0.85 S | 0.23 E | 0.88 | 165.01 | 0.14 | 0.13 | -14.98 | |
| Gyro | 500.0 | 0.32 | 135.82 | S 44.2 E | 100 | 500.00 | -1.21 | 1.16 S | 0.59 E | 1.30 | 153.06 | 0.11 | 0.09 | 12.24 | |
| Gyro | 600.0 | 0.22 | 142.34 | S 37.7 E | 100 | 600.00 | -1.60 | 1.51 S | 0.90 E | 1.76 | 149.20 | 0.10 | -0.10 | 6.52 | |
| Gyro | 700.0 | 0.28 | 108.93 | S 71.1 E | 100 | 699.99 | -1.86 | 1.74 S | 1.25 E | 2.14 | 144.36 | 0.15 | 0.06 | -33.41 | |
| Gyro | 800.0 | 0.28 | 104.21 | S 75.8 E | 100 | 799.99 | -2.05 | 1.88 S | 1.72 E | 2.55 | 137.61 | 0.02 | 0.00 | -4.72 | |
| Gyro | 900.0 | 0.32 | 123.46 | S 56.5 E | 100 | 899.99 | -2.31 | 2.09 S | 2.19 E | 3.03 | 133.77 | 0.11 | 0.04 | 19.25 | |
| Gyro | 953.0 | 0.35 | 137.51 | S 42.5 E | 53 | 952.99 | -2.53 | 2.30 S | 2.42 E | 3.34 | 133.50 | 0.16 | 0.06 | 26.51 | |
| ATC1 | 1082.0 | 0.66 | 116.30 | S 63.7 E | 129 | 1081.99 | -3.25 | 2.92 S | 3.35 E | 4.44 | 131.02 | 0.28 | 0.24 | -16.44 | |
| ATC1 | 1208.0 | 3.03 | 268.32 | S 88.3 W | 126 | 1207.94 | -3.39 | 3.33 S | 0.67 E | 3.40 | 168.59 | 2.88 | 1.88 | 120.65 | |
| ATC1 | 1239.0 | 3.89 | 274.33 | N 85.7 W | 31 | 1238.88 | -3.14 | 3.28 S | 1.19 W | 3.49 | 200.02 | 3.01 | 2.77 | 19.39 | |
| ATC1 | 1333.0 | 8.16 | 280.53 | N 79.5 W | 94 | 1332.34 | -0.68 | 1.82 S | 10.94 W | 11.09 | 260.56 | 4.59 | 4.54 | 6.60 | |

VAS – Rock Volatile Properties Data/Logs



Project Sampling

- **Lab Loaded = crushed samples at start of extraction.**
 - ✓ Provides opportunity to run VAS on DUC & Legacy wells.
 - ✓ Opportunity for post mortem assessments.
- **Sealed at Well = extraction without crushing of sample.**
 - ✓ Provides opportunity to preserve downhole reservoir fluid conditions.
 - ✓ Dynamic insights on fluid migration/charging effects related to faulting.
- **Sampling methods and intervals are customized to project specific needs. AHS consultation & recommendations are provided.**
 - ✓ Recommended to capture samples above reservoir zone for baseline geochemistry of hydrocarbon system.
 - ✓ Sealed vs Lab Loaded dependent on SOW and lateral/vertical level of investigation.

| Well ID | Sampling Method | Sampling Interval | Measured Depth Drilled |
|---------|----------------------|-------------------|------------------------|
| Well 1 | Sealed at Well | 10 ft. | 4270–5260 ft. |
| | | 90 ft. | 5260–14530 ft. |
| Well 2 | Sealed at Well | 30 ft. | 5310–5700 ft. |
| | | 90 ft. | 5700–13500 ft. |
| Well 3 | Lab Loaded – Crushed | 100 ft. | 4700–6500 ft. |
| | | 300 ft. | 6500–12470 ft. |
| Well 4 | Lab Loaded – Crushed | 400 ft. | 5000–11700 ft. |
| | | 100 ft. | 11700–13765 ft. |

VAS Results: Sample Method Comparison

Sealed vs Loaded Crushed

Different analytical approaches for designated sampling method.

Sealed

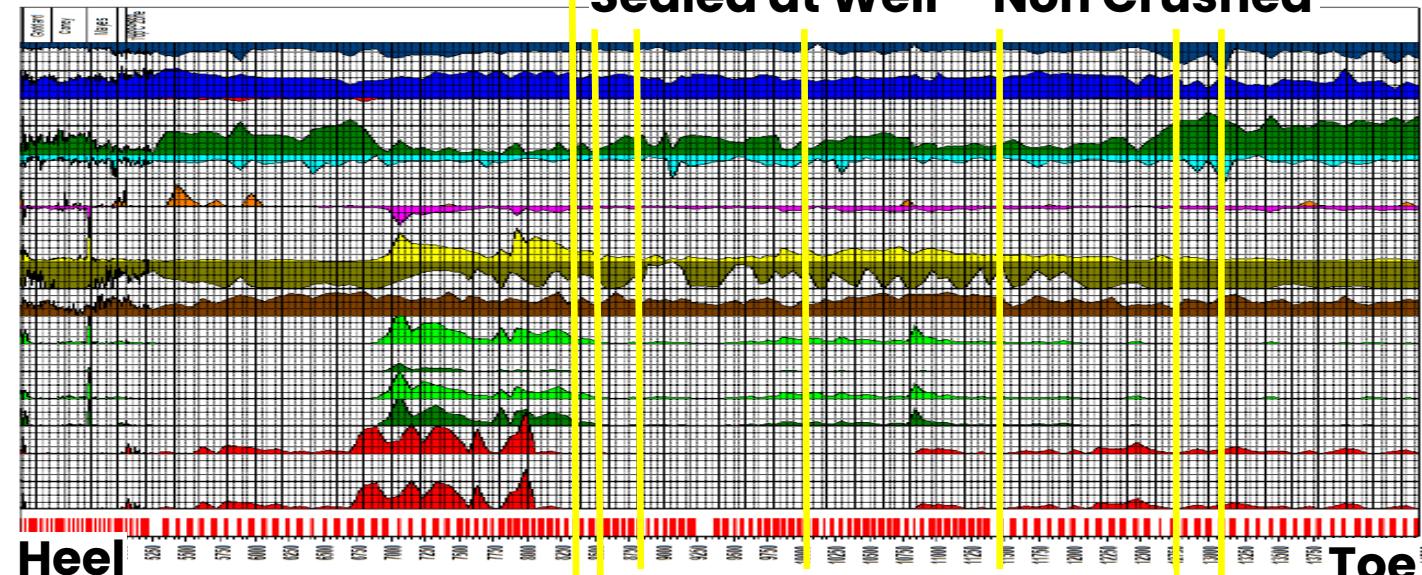
- ✓ Provides more detailed insight into lighter HC and total gas property.
- ✓ Captures & retains VAS properties used for open faults migrating fluids.

Lab Loaded - Crushed

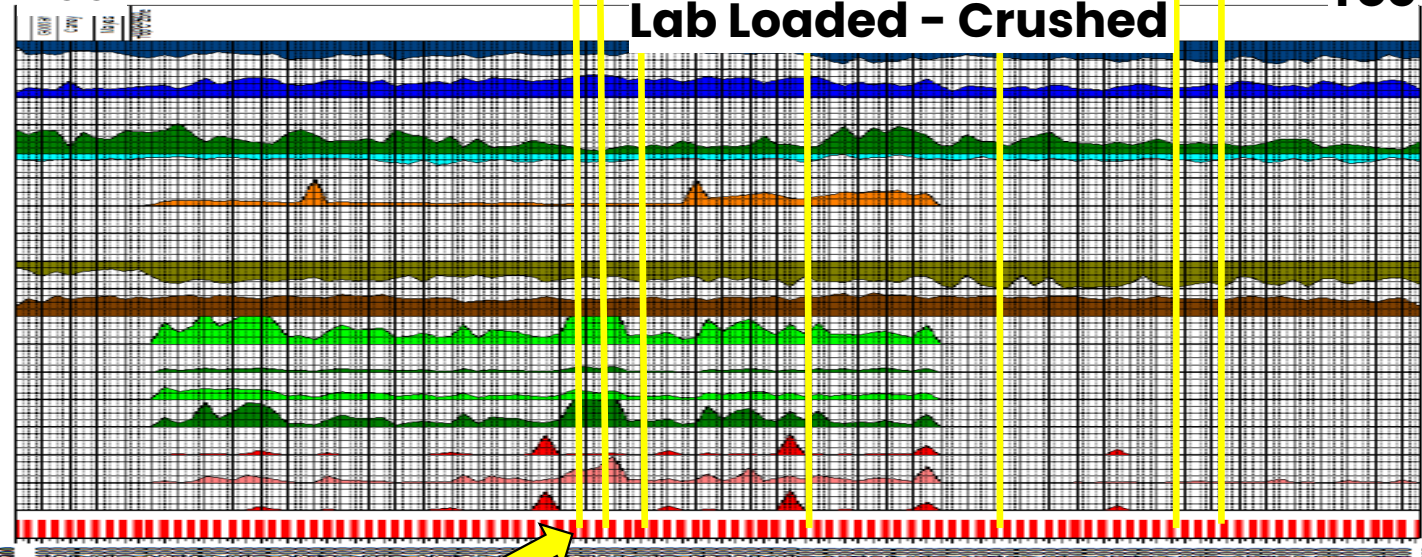
- ✓ When used in tandem with sealed method provides insights into water vs oil wetting intervals.



Sealed at Well – Non Crushed



Lab Loaded - Crushed

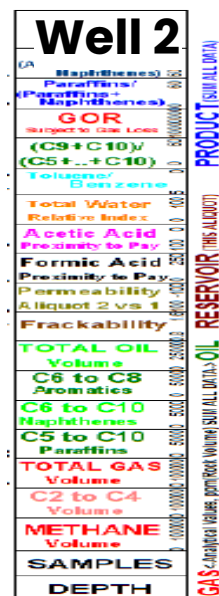


Faults

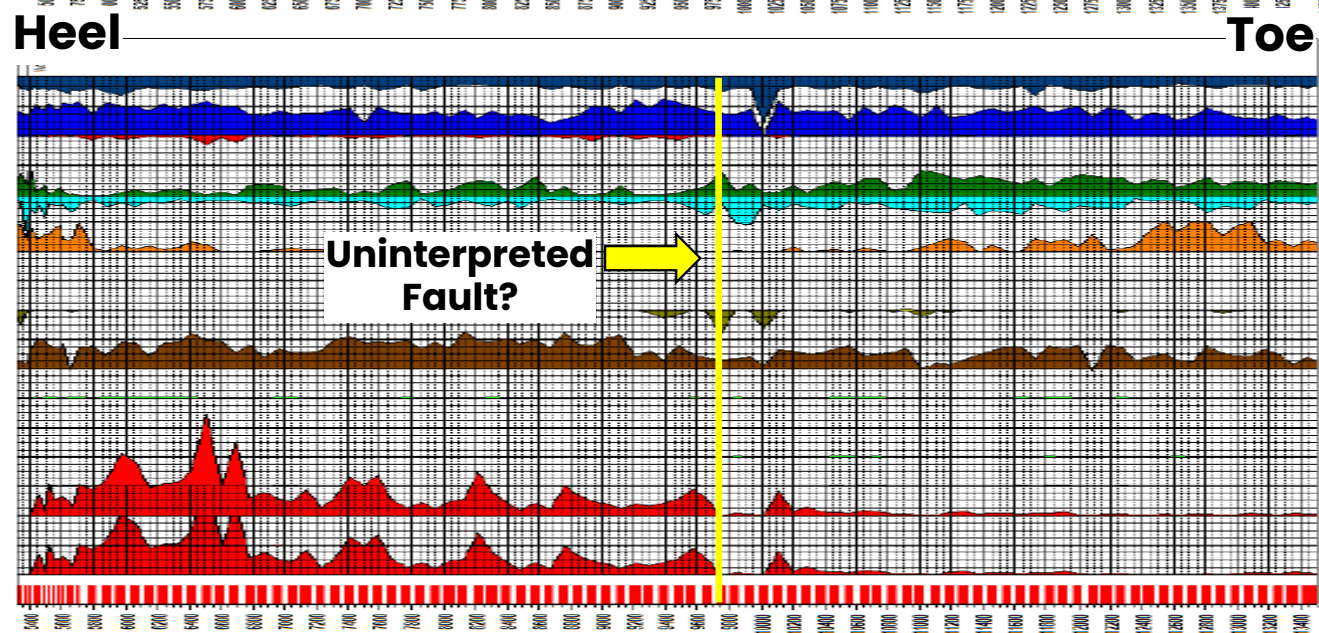
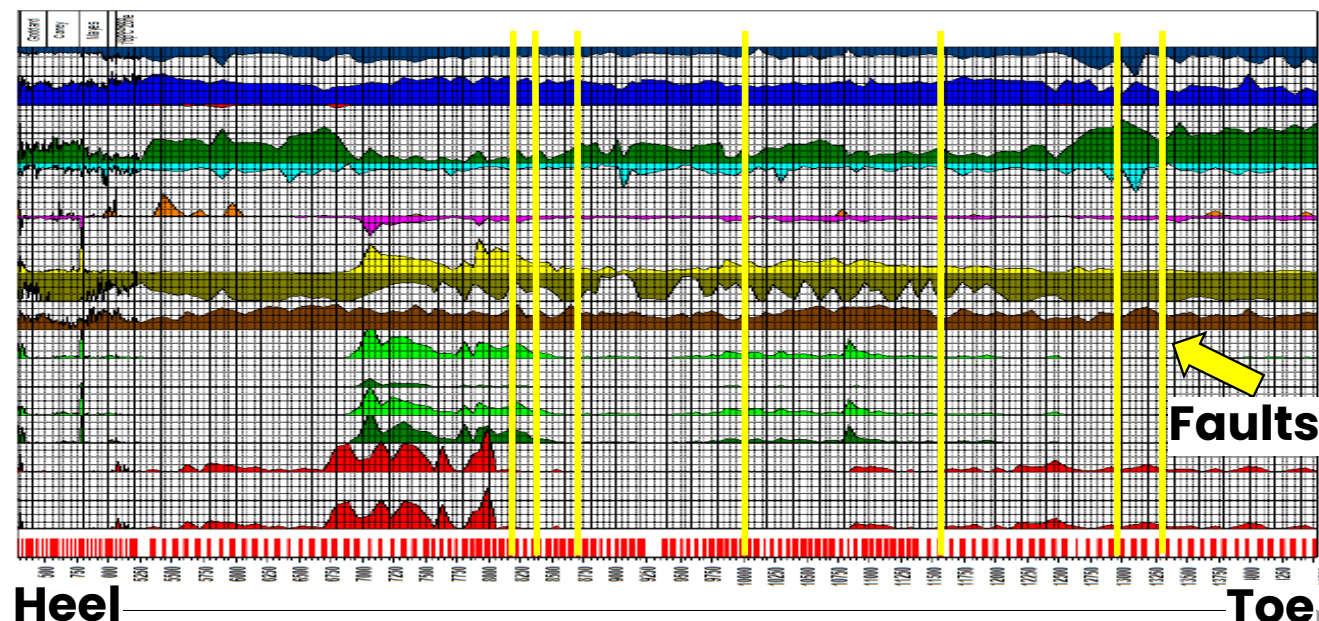
VAS Results

- Reservoir model uses sealed at well data for more in depth look at reservoir fluid conditions.
- Well 1 Analysis:**
 - ✓ More geologically complex with multiple faults encountered while drilling.
 - ✓ Faults are effecting fluid migration and HC charging of fault blocks.
- Well 2 Analysis:**
 - ✓ Less production potential when compared to Well 1.
 - ✓ Low proximity to pay indicators and low relative permeability.
 - ✓ High total gas zone indicative of tight reservoir rock.

Well 1

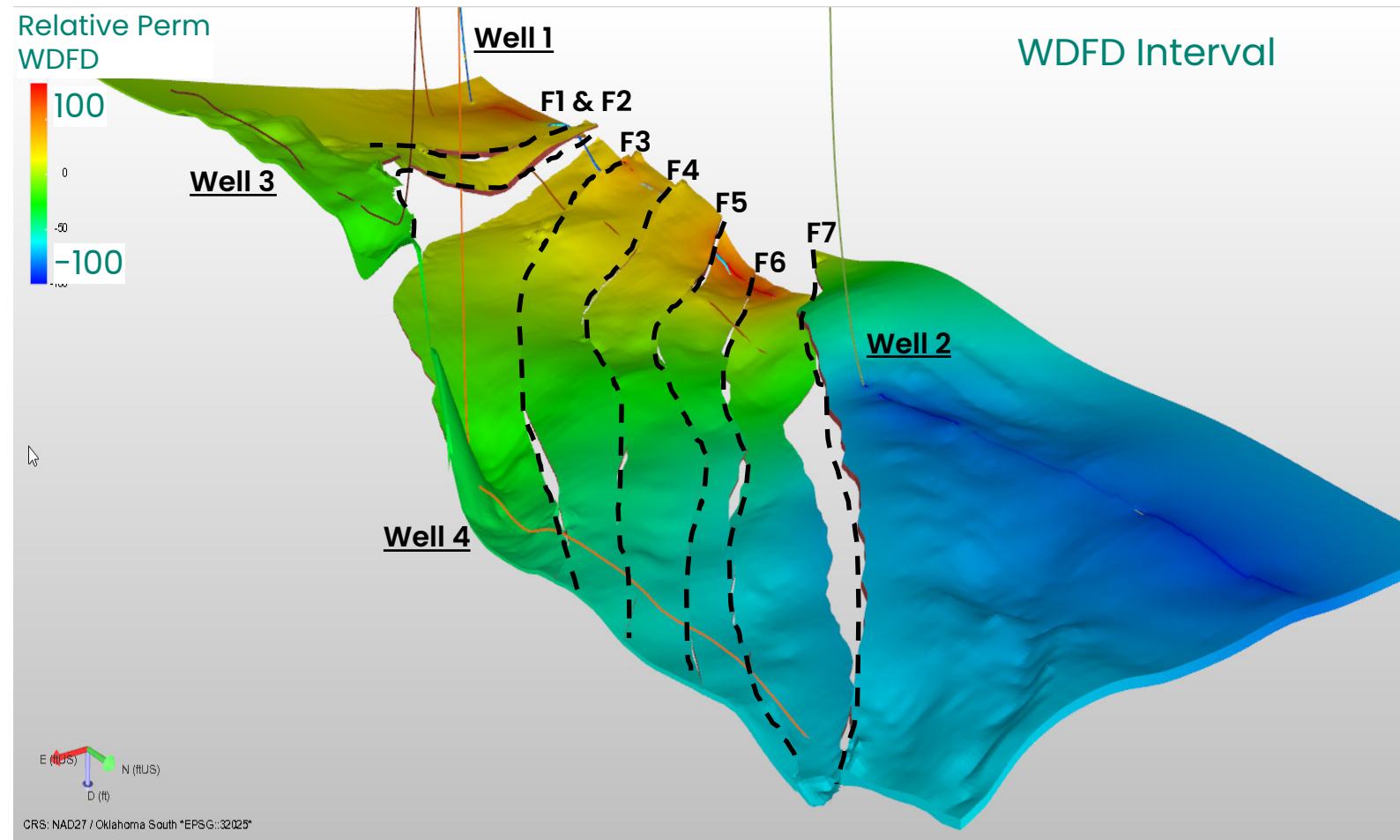
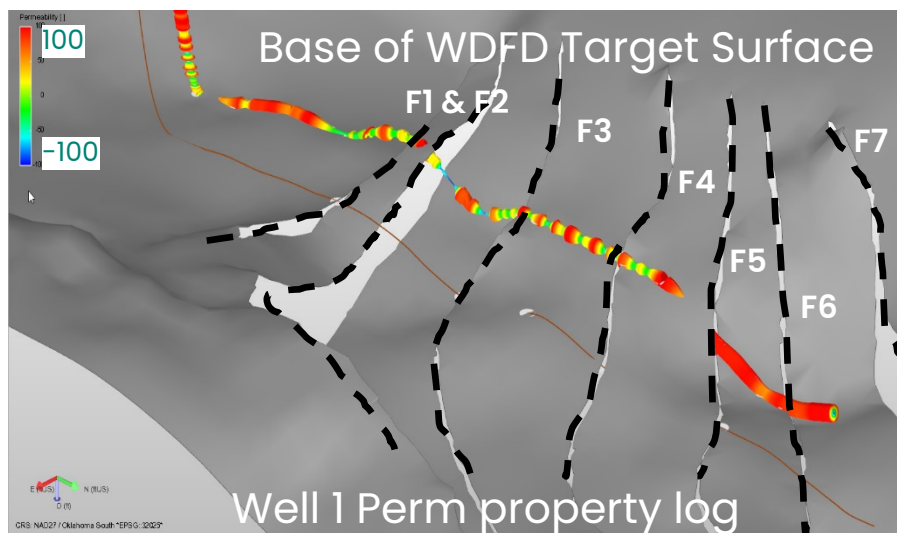


Sealed at Well – Non Crushed



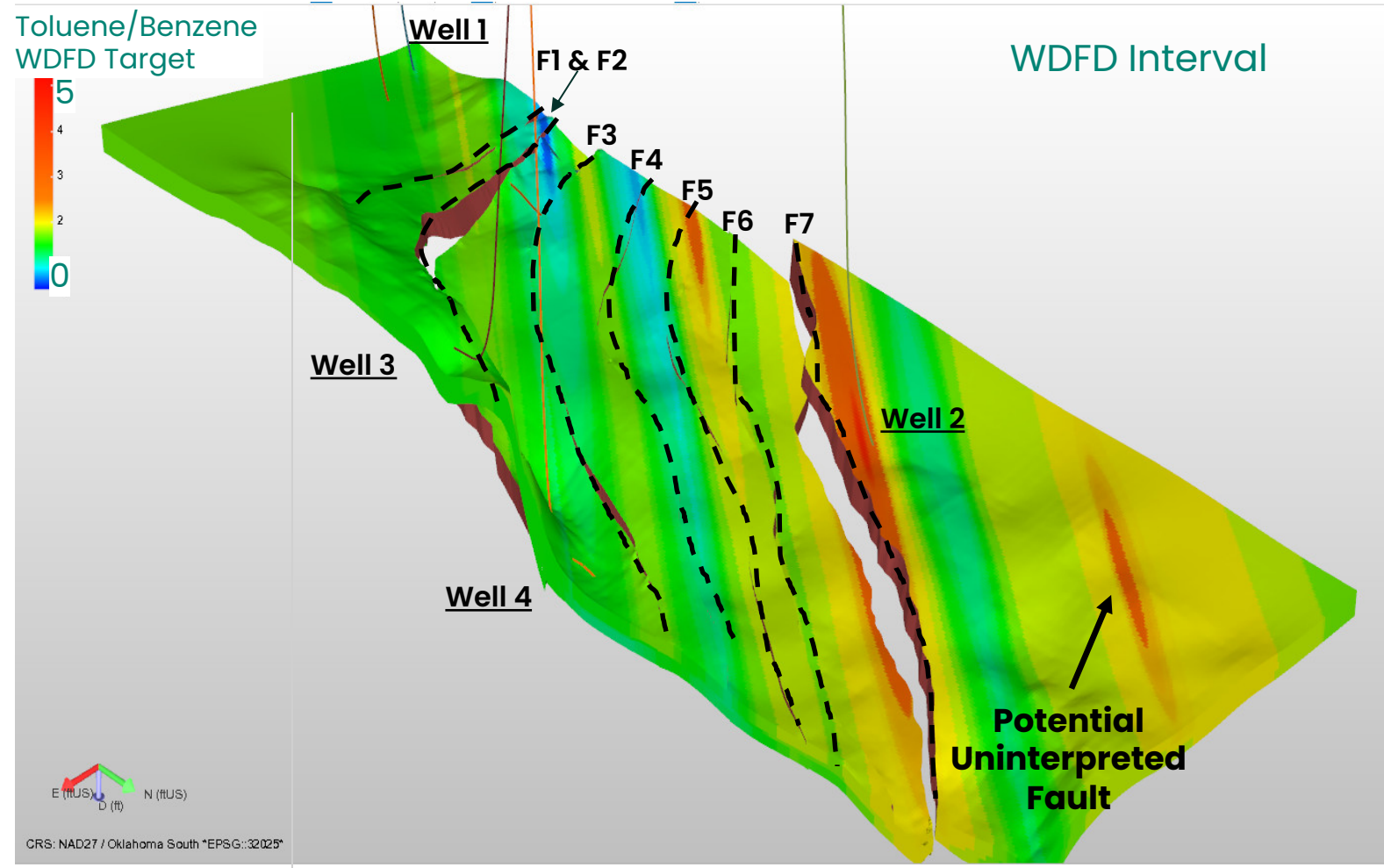
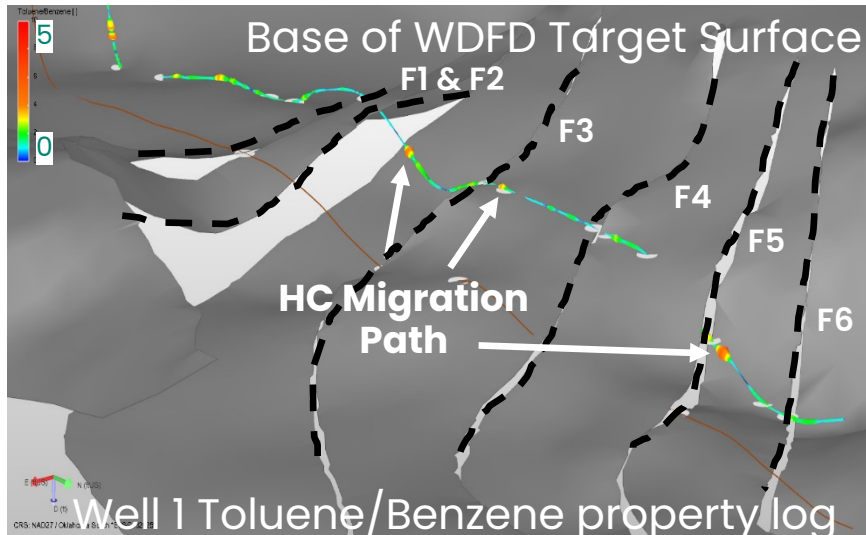
VAS Visualization: Permeability Property

- Permeability measurements are relative and qualitative, not quantitative.
- Northern up thrown fault block contains lowest permeability.
- Highest permeability measurements captured in highly faulted area.



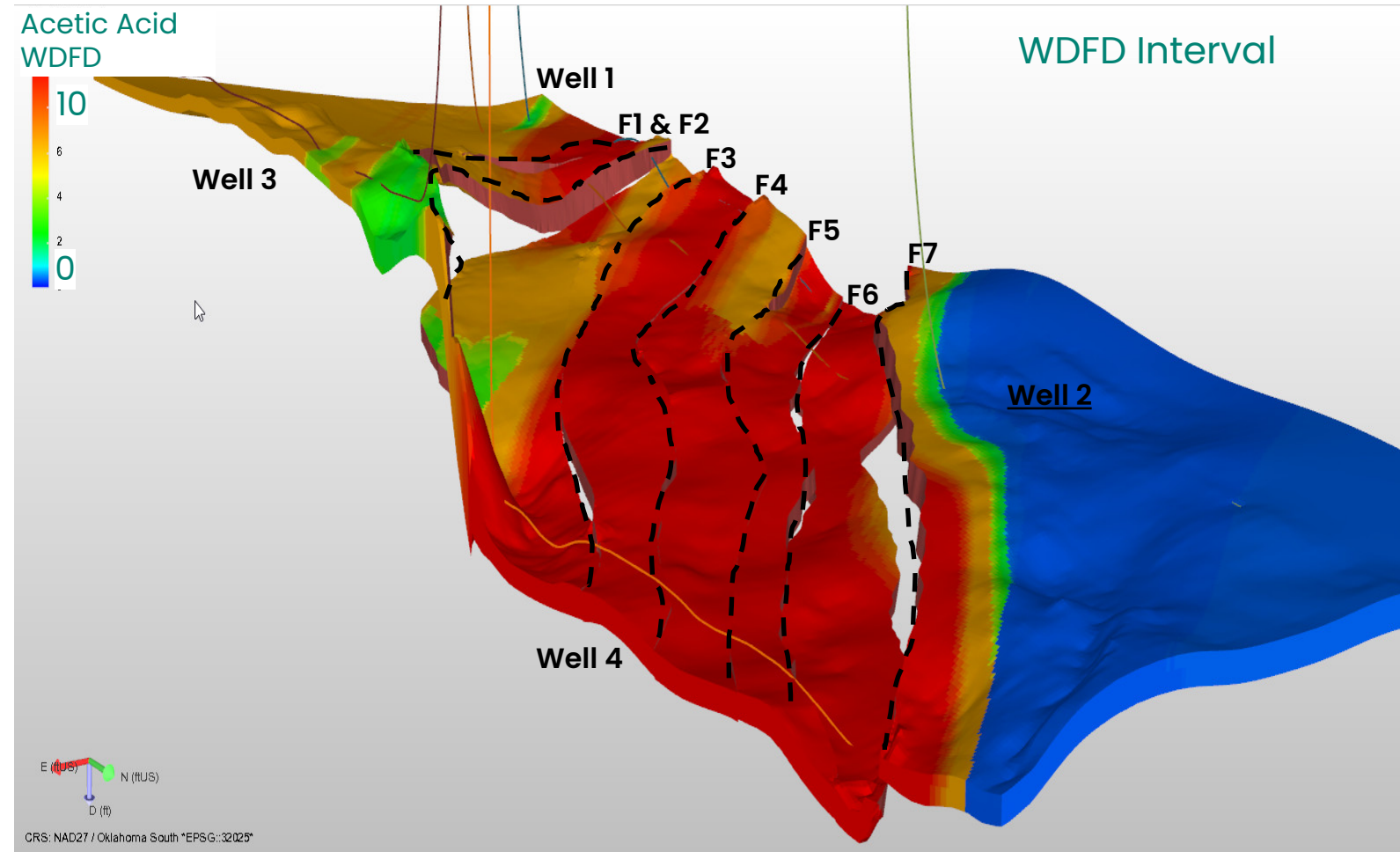
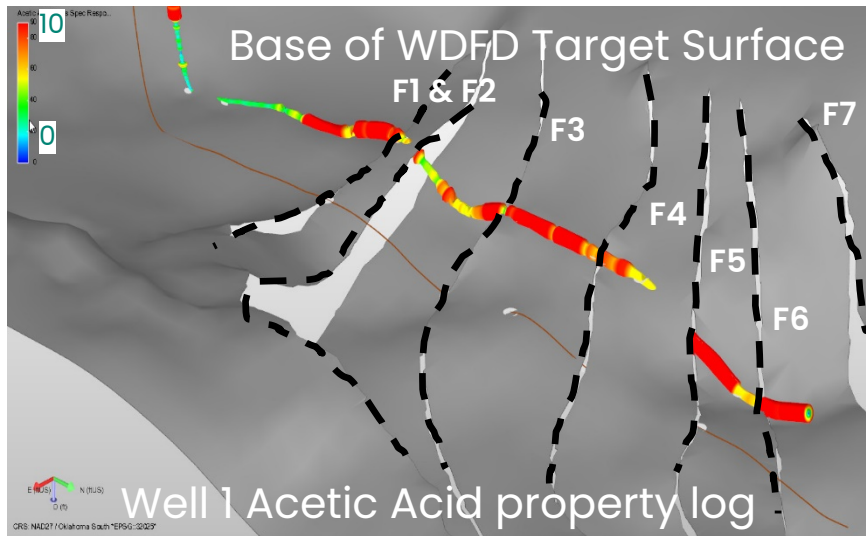
VAS Visualization: Toluene/Benzene Property

- Toluene/Benzene property provides insight into oil migration. Value > 3 = significant migration.
- Toluene/Benzene in highest concentrations around northern fault zone and faults with highest offset within the graben zone.
- Zones around faults highlighted in red and yellow indicate high potential for oil migration.



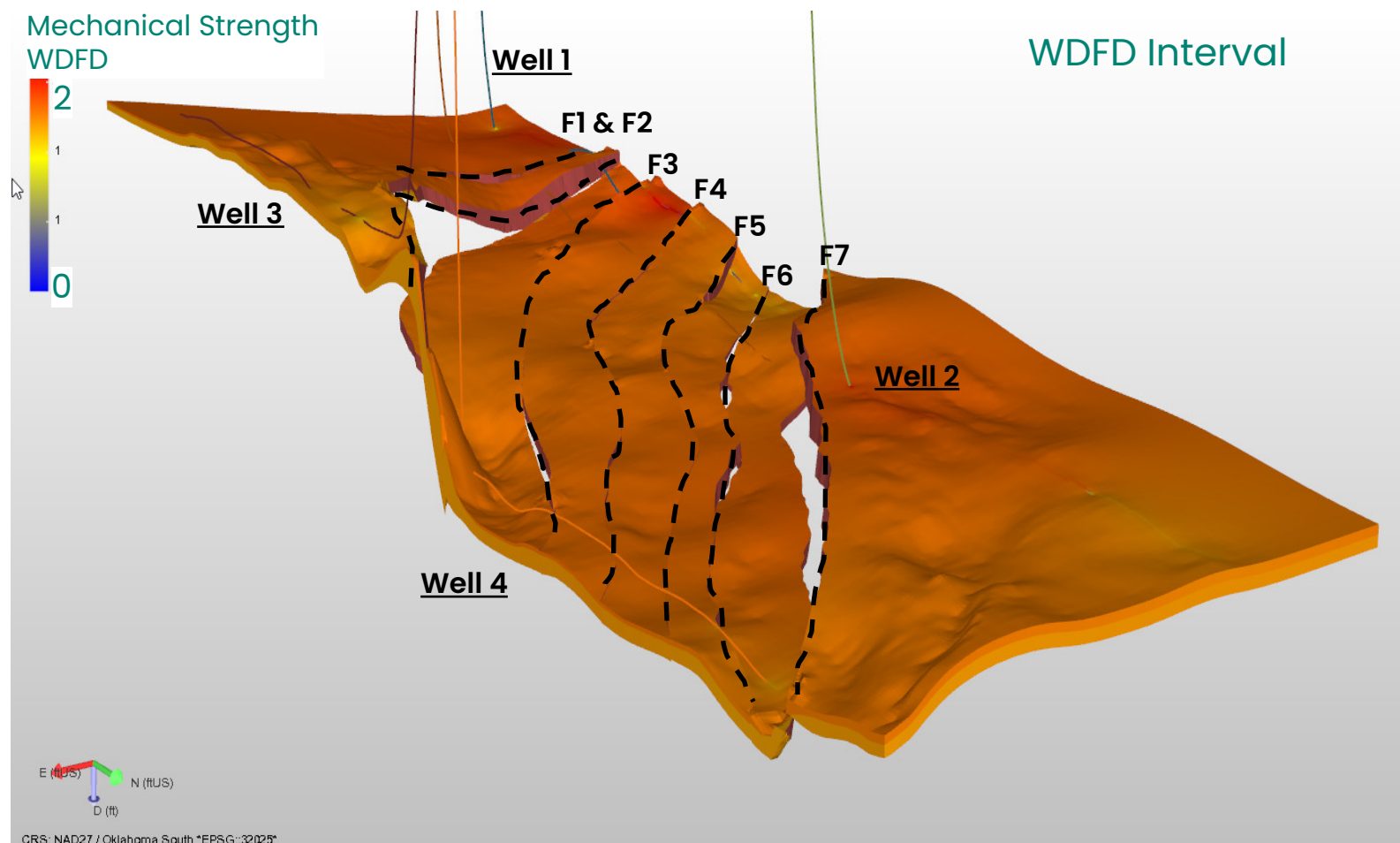
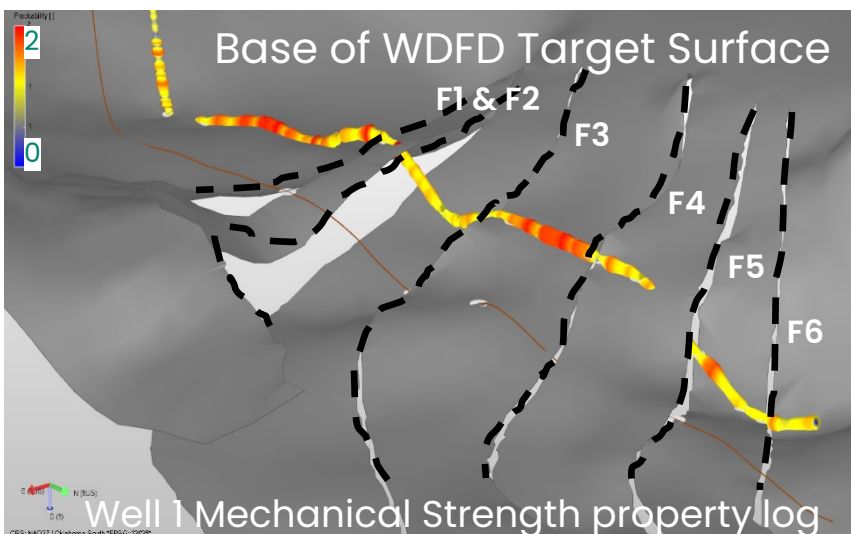
VAS Visualization: Acetic Acid Property

- Acetic acid property provides insight into proximity to pay related to biodegradation of hydrocarbons.
- Acetic acid in highest concentrations within the graben fault zone.
- Proximity to pay indicators suggest higher production potential within graben fault zone.



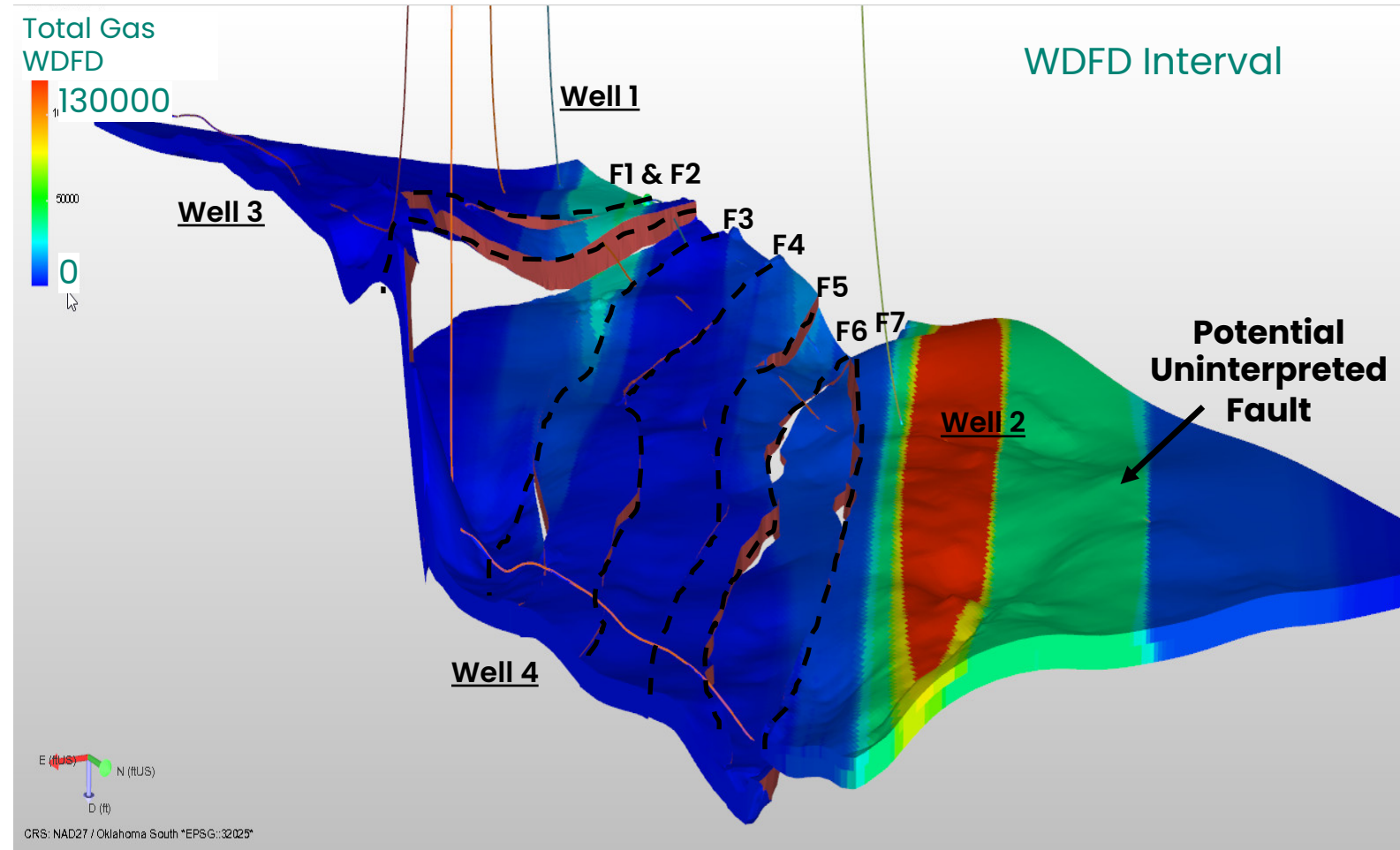
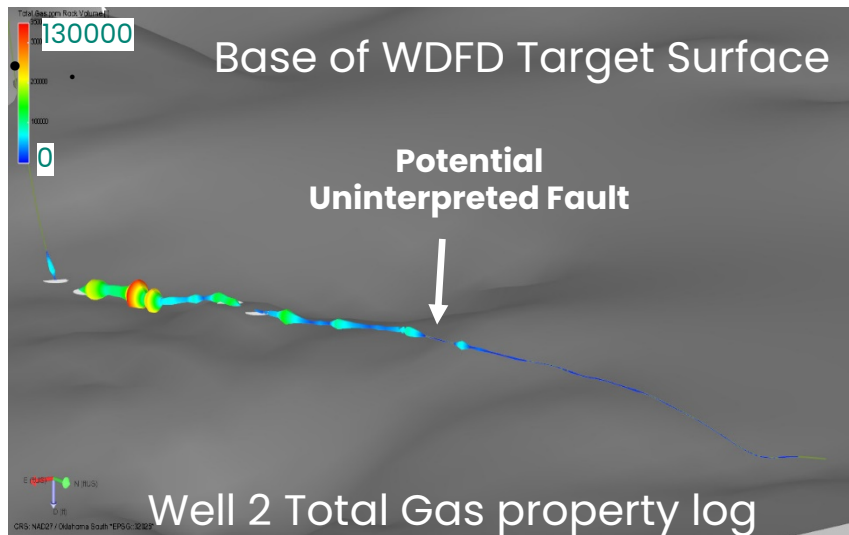
VAS Visualization: Mechanical Strength Property

- Mechanical strength values range from 0-2, and are produced when mechanically squeezing cuttings tubes.
- Consistent measurements within target zone across the field.
- Lowest mechanical strength readings recorded when borehole goes out of target zone.



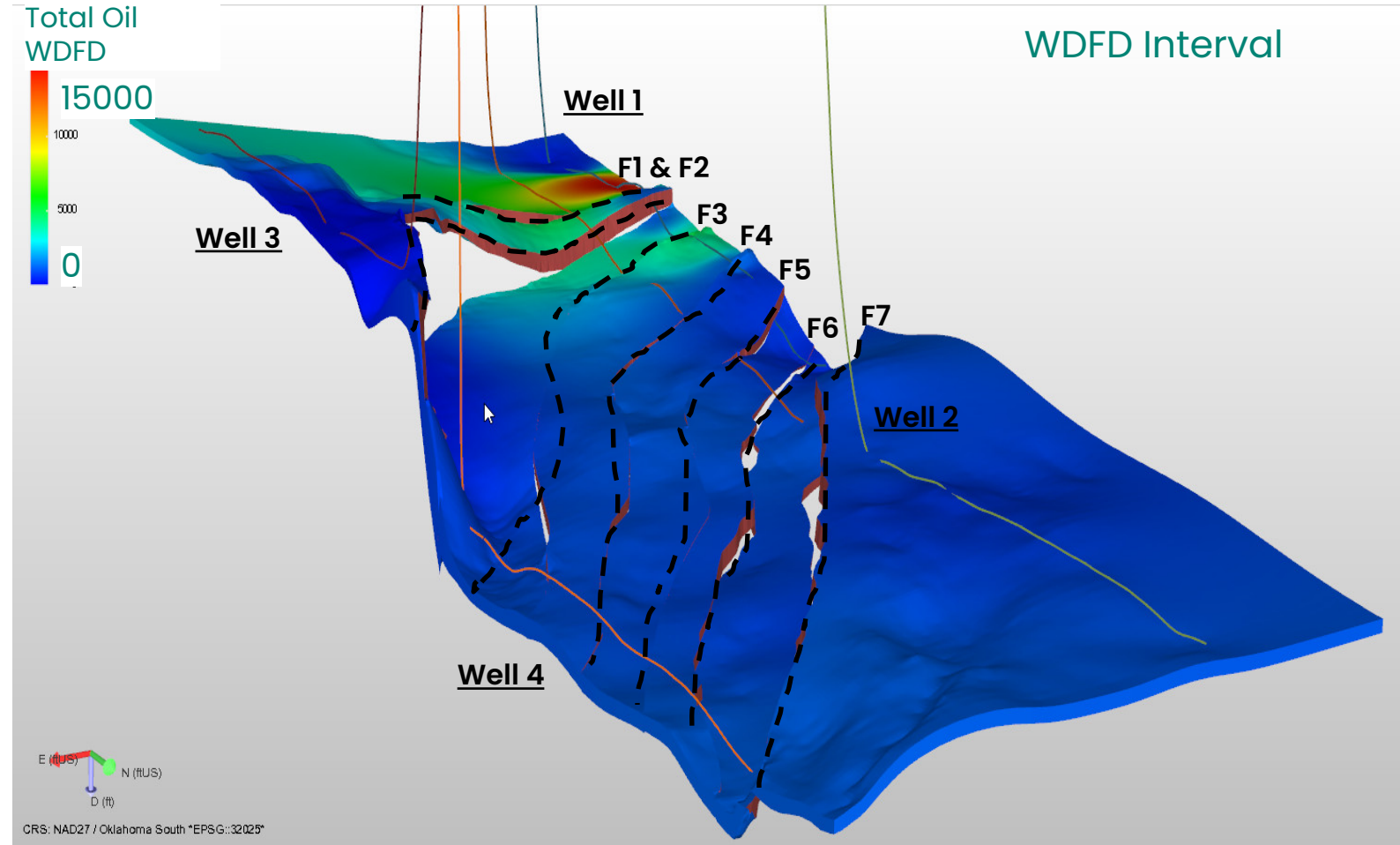
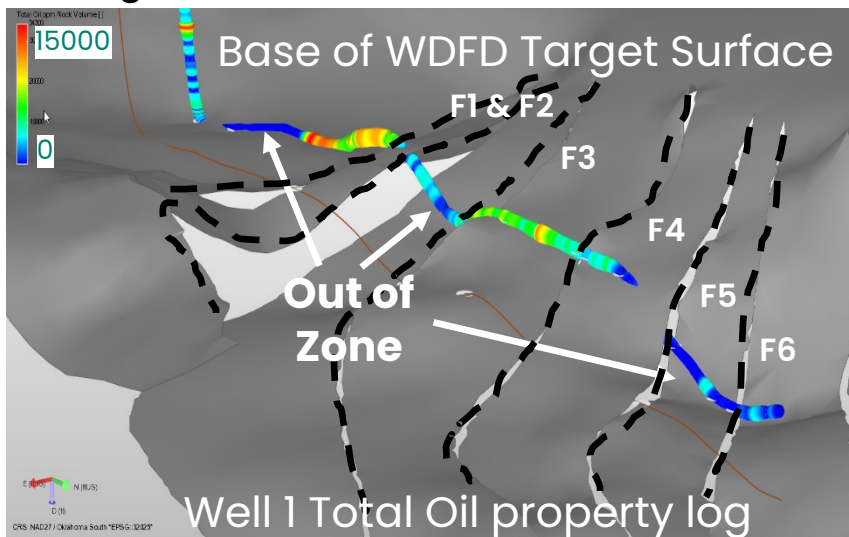
VAS Visualization: Total Gas Volume

- Total gas volume recovered consistently low within graben and southern block.
- Low gas volume recovery from cuttings potentially indicative of better gas production areas due to open faults.
- Northern fault block exhibits zone of high gas volume where minor faulting provides better representation of gas in place.



VAS Visualization: Total Oil Volume

- Total oil volume recovery lowest on the north fault block and where wellbore drilled out of target interval.
- Higher oil volume recovery zones due to open faults migrating hydrocarbons.
- Oil volume indicators within Well 1 lateral occur along interpreted open faults from toluene/benzene data. Evidence for migration.



Conclusions

- **Sampling interval and method dependent on SOW for specified unconventional reservoir & project area.**
 - New wells open to sealed at well sampling method.
 - Legacy wells or DUCs open for lab loaded-crushed method.
 - 3D reservoir modeling requires consistent sampling method across the AOI.
- **3D VAS visualizations offer detailed insights into reservoir fluid conditions within unconventional reservoir targets.**
 - Single well analysis produce 3D visualizations of VAS property distributions along the wellbore and insights on reservoir quality.
 - Multiple well analysis provides insight for 3D reservoir modeling with respect to VAS properties and insights on the relationship with the overall geologic framework of an AOI.
- **Unconventional Woodford reservoirs in the Arkoma AOI are dependent on:**
 - Geologic complexity and mapping of open faults migrating and charging designated fault blocks with hydrocarbons.
 - Reservoir quality insights from VAS show proximity to pay and permeability indicators are highest in the graben fault blocks.

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