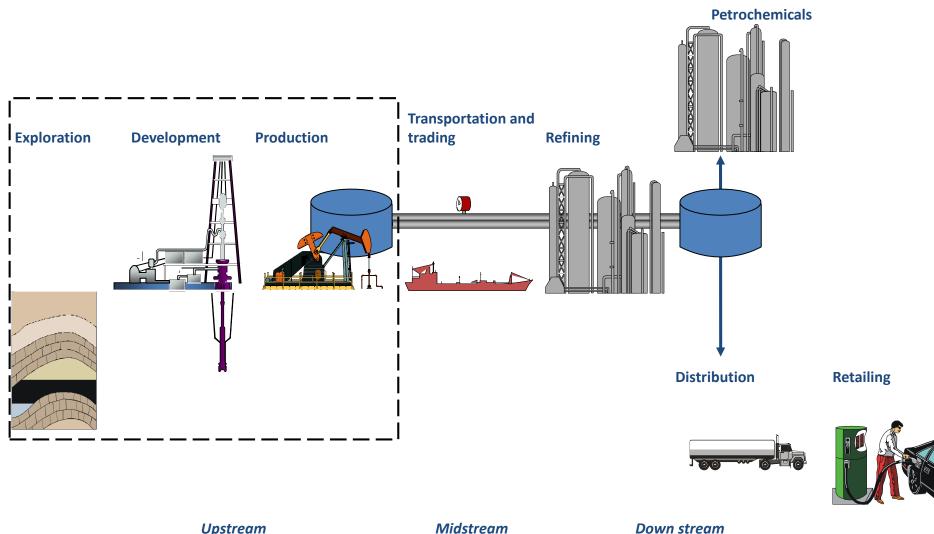




#### **Outlines**

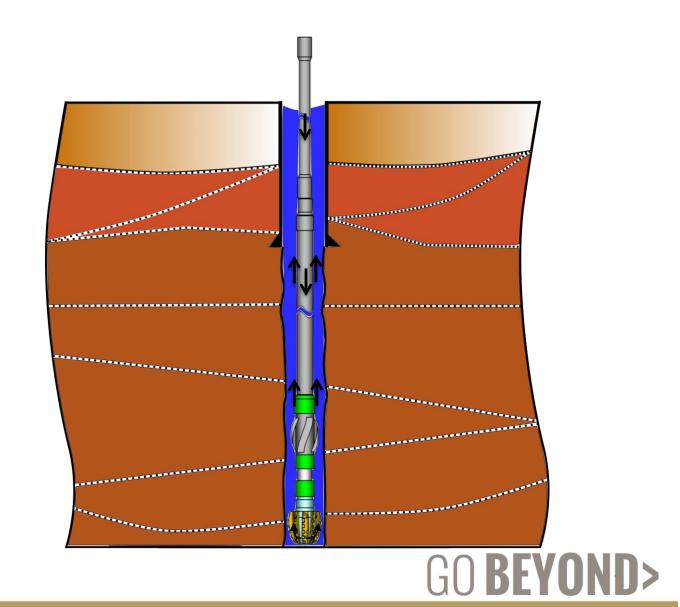
- Introduction
  - The Oil and Gas Business
  - Extraction of Oil and Gas
  - The Reservoir
- Recovery
- Reserves

#### The Petroleum Business System





#### **Extraction of Oil and Gas**



#### Personnel at Rig Site



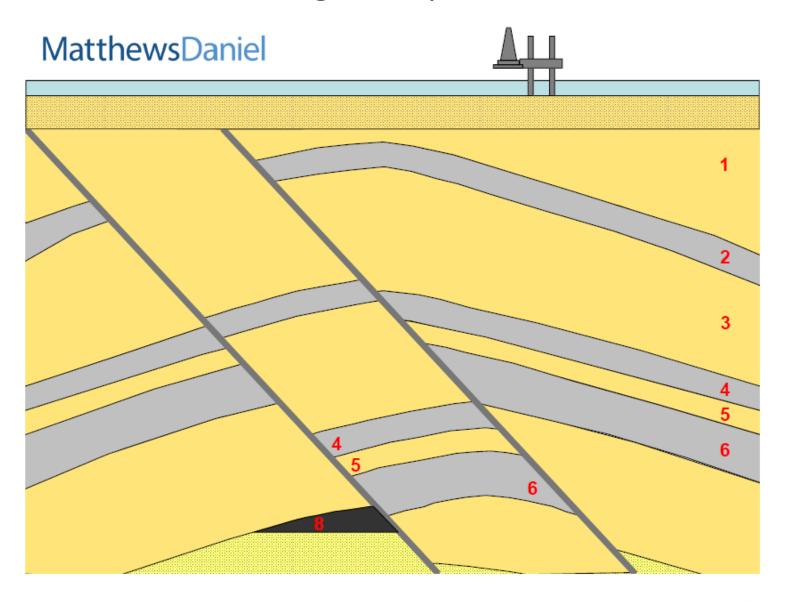




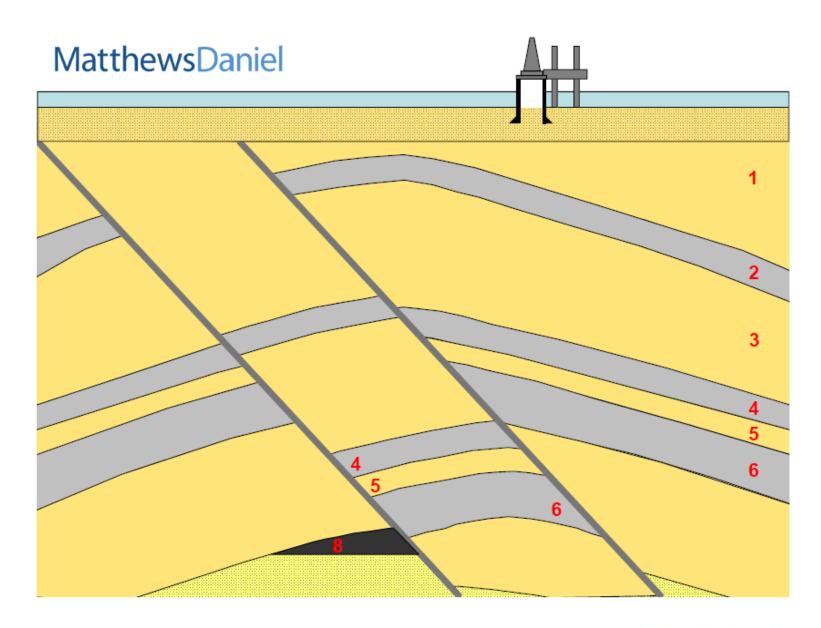




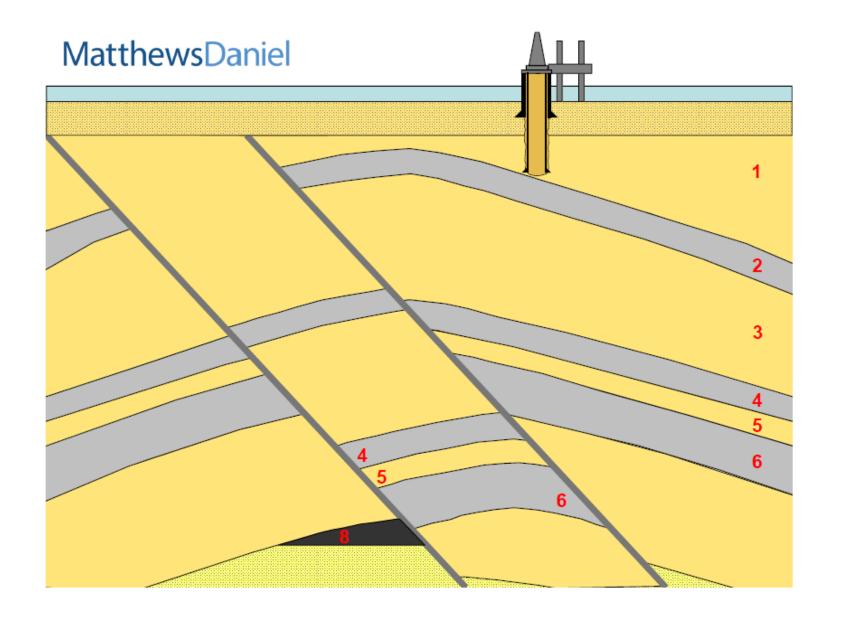
#### **Drilling Example**



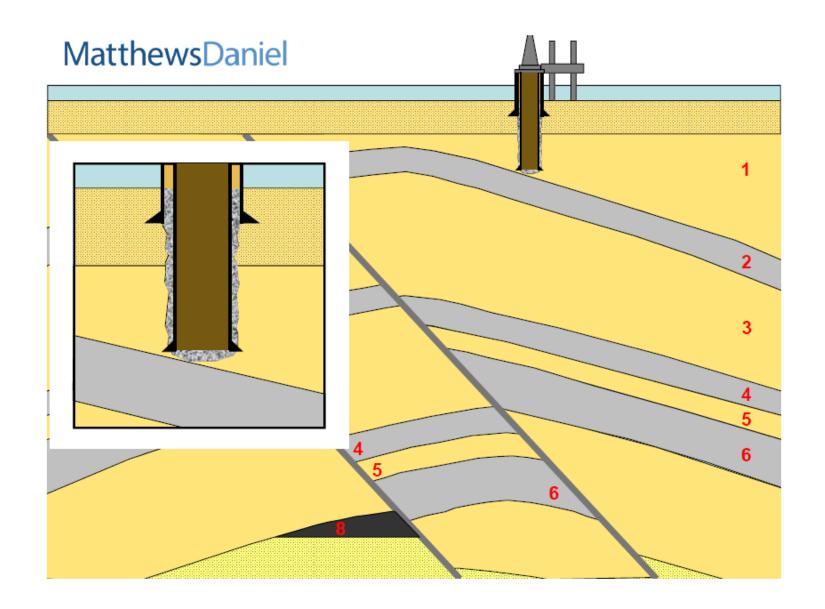




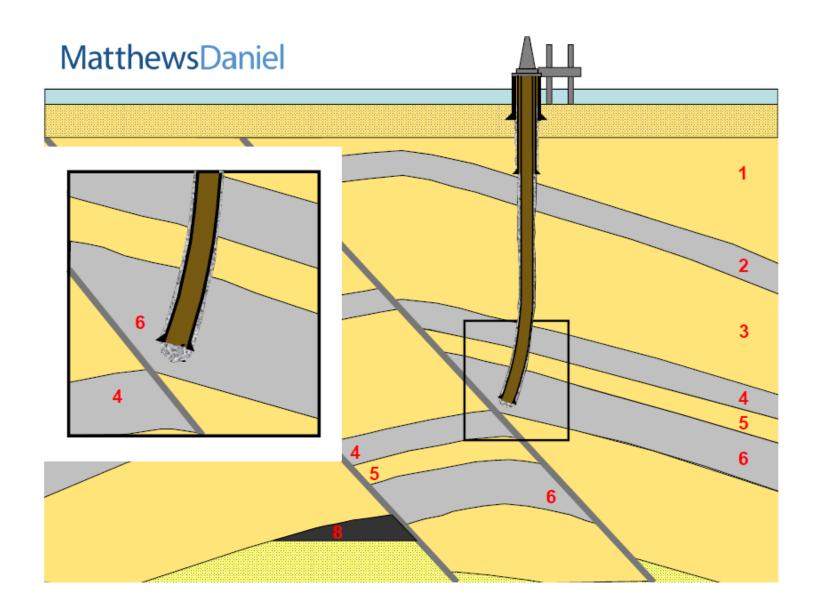
#### GO BEYOND>



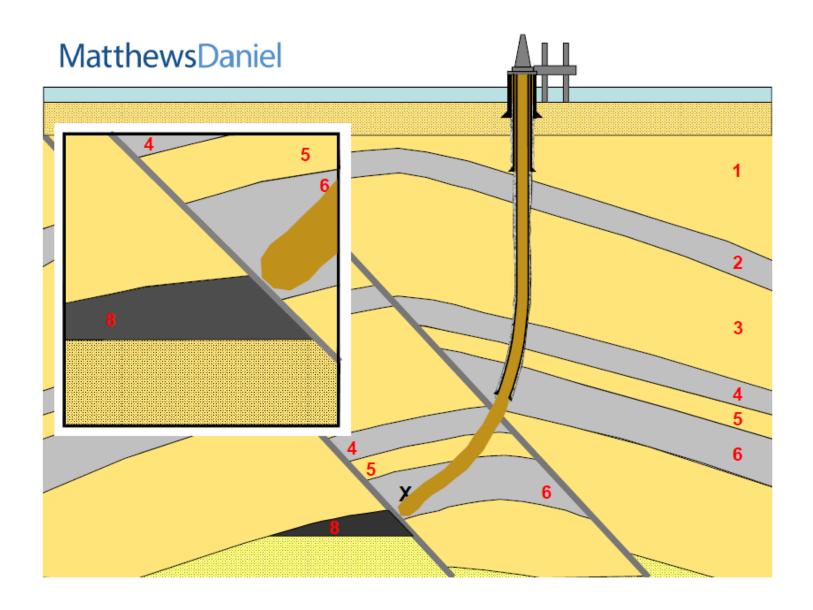




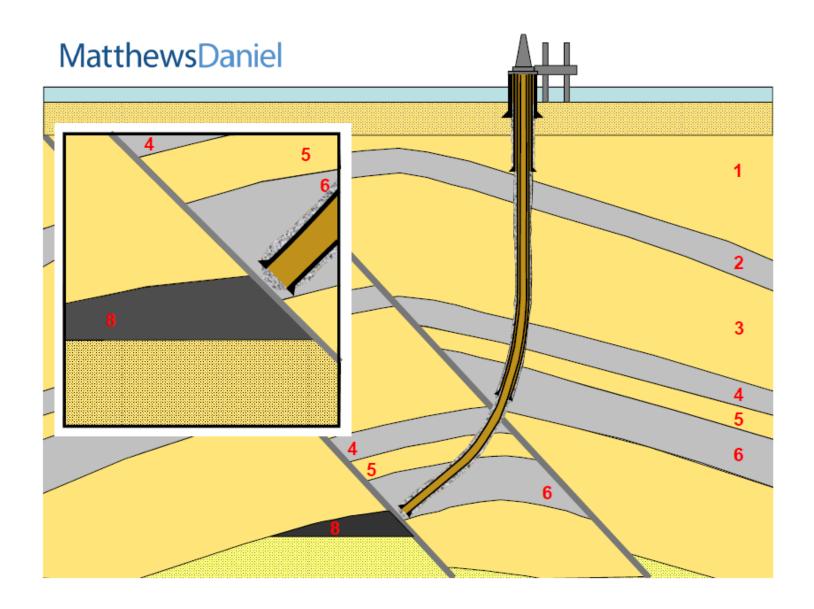




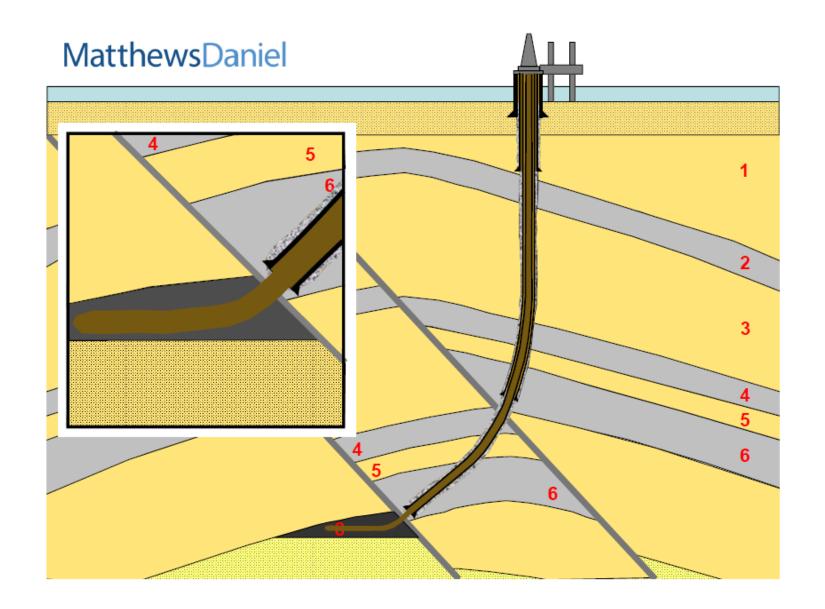
#### GO BEYOND>





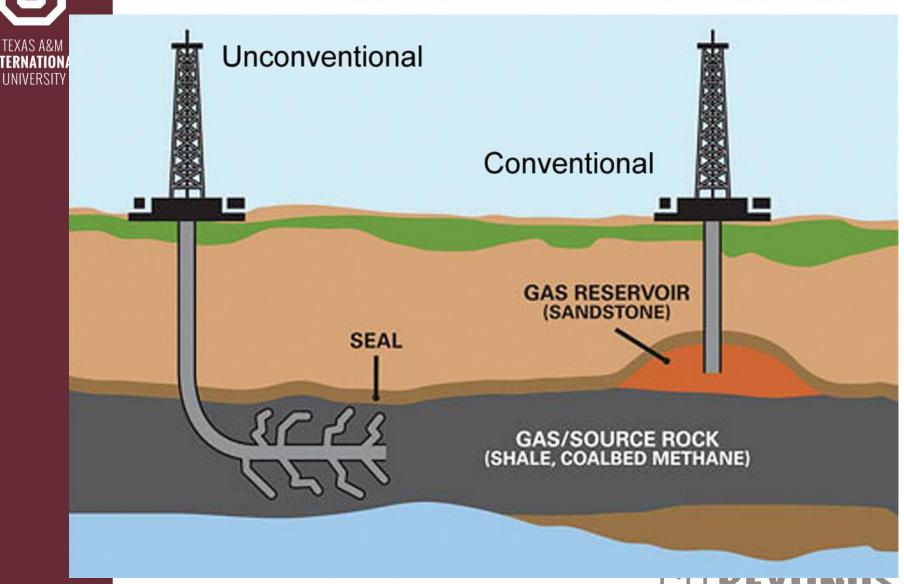








#### Conventional Vs. Unconventional



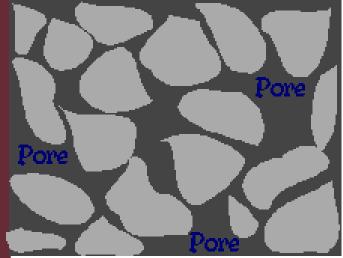
https://www.croftsystems.net/oil-gas-blog/conventional-vs.-unconventional



#### Reservoir

- The reservoir is the main source of pressurized fluids to the production system.
- It is the porous, permeable media in which the reservoir fluids are stored and moved through it to the wellbore.
- It is also provide the primary energy (pressure) to deliver the reservoir fluids into the wellbore.

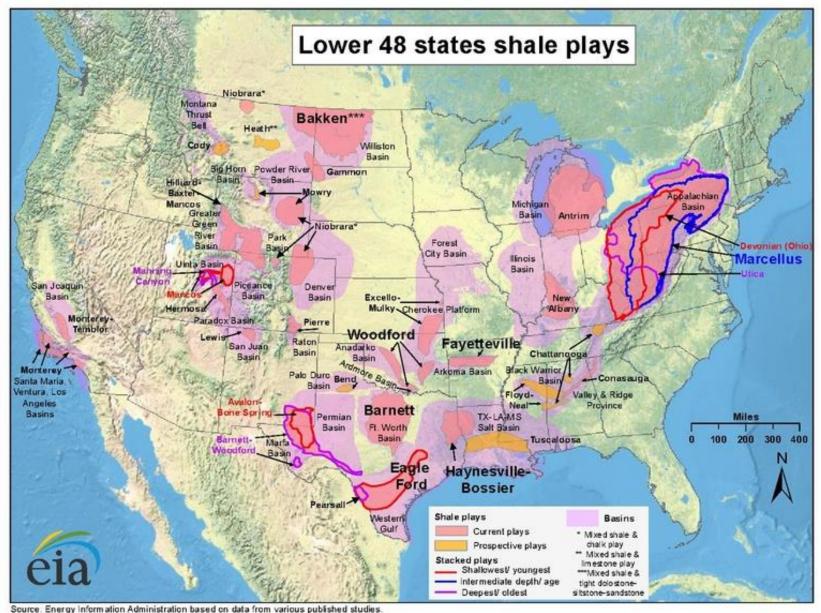
A pore is a small open space in a rock. Connected pores give a rock permeability.





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#### The USA Unconventional

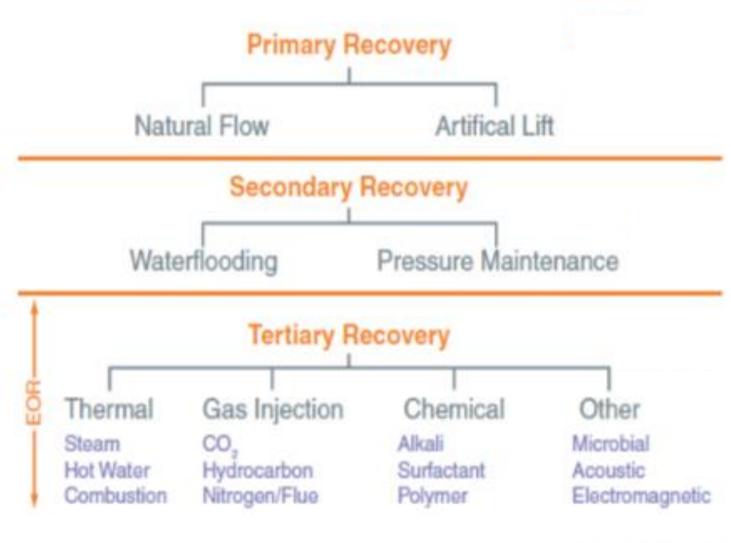


Source: Energy Information Administration based on data from various published studies Updated: May 9, 2011

## Recovery TEXAS A&M INTERNATIONAL UNIVERSITY



#### Oil Recovery Methods



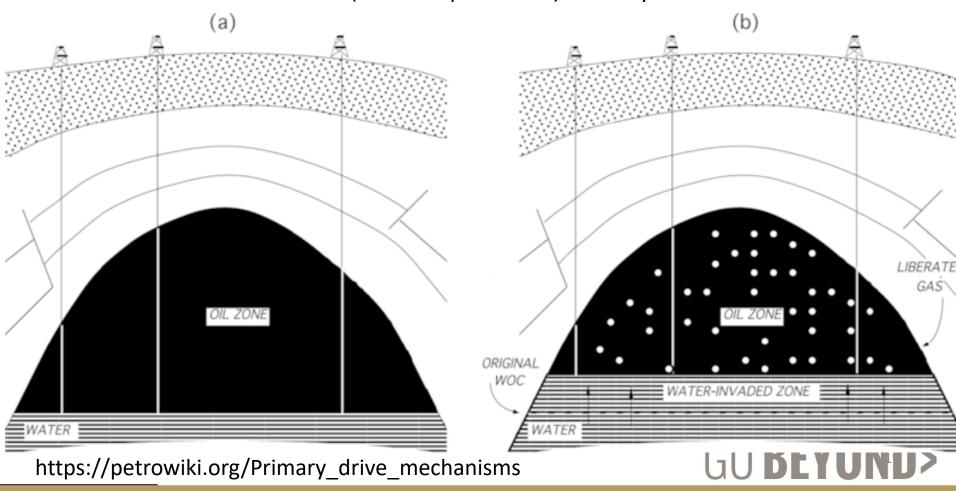
Alagorni et al. 2015

GO BEYOND>

#### **Primary Recovery**

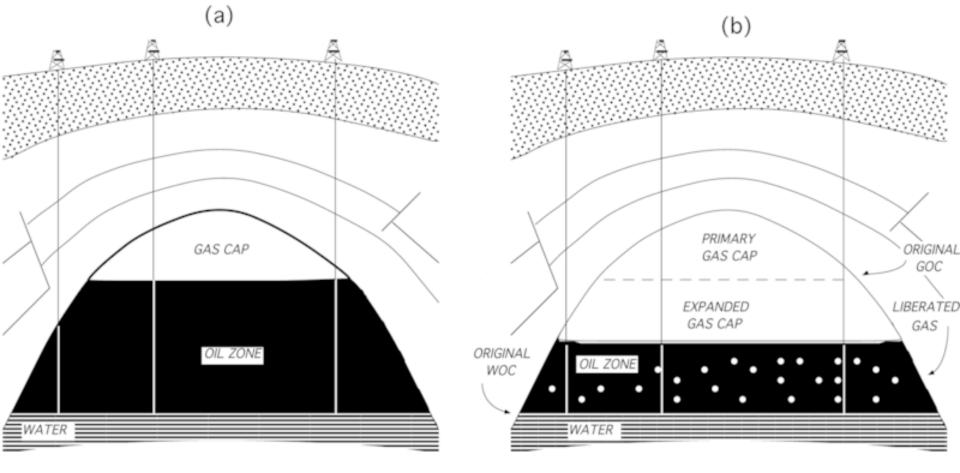
 The hydrocarbon flows into the well naturally due to the natural reservoir energy such as (water drive, gas drive, and gravity drainage)

Water drive (Water displacement) recovery method



#### **Primary Recovery**

Gas drive (Gas expansion) recovery method



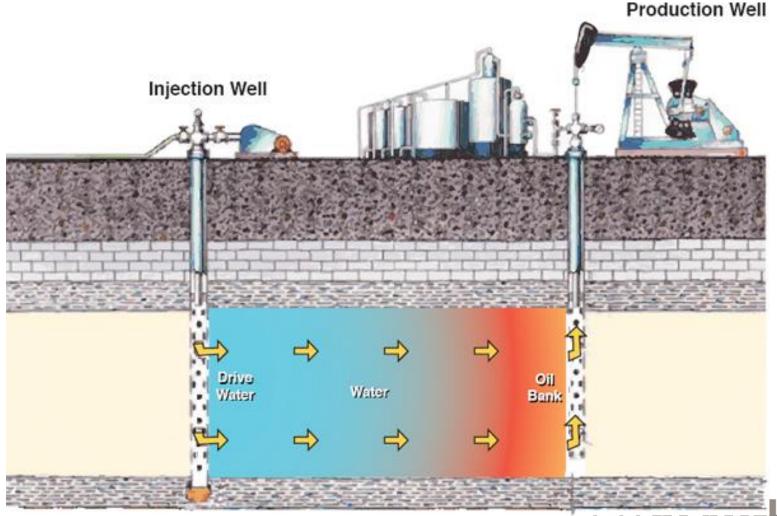
Recovery range of the primary recovery method ranges from 5-15%.



#### Secondary Recovery

 Is define as the injection of fluids, after the production rates have approached the limits of profitable operation, due to pressure decline.

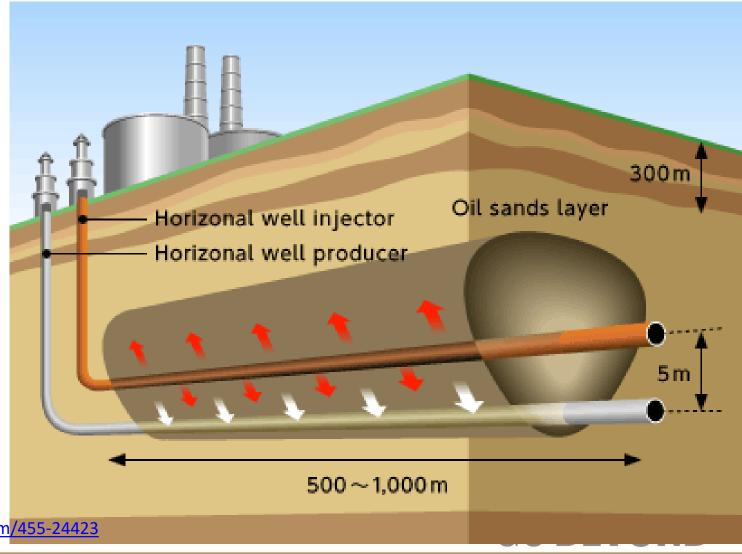
Recovery range of secondary recovery is approximately 30%.



#### **Enhanced Oil Recovery (EOR)**

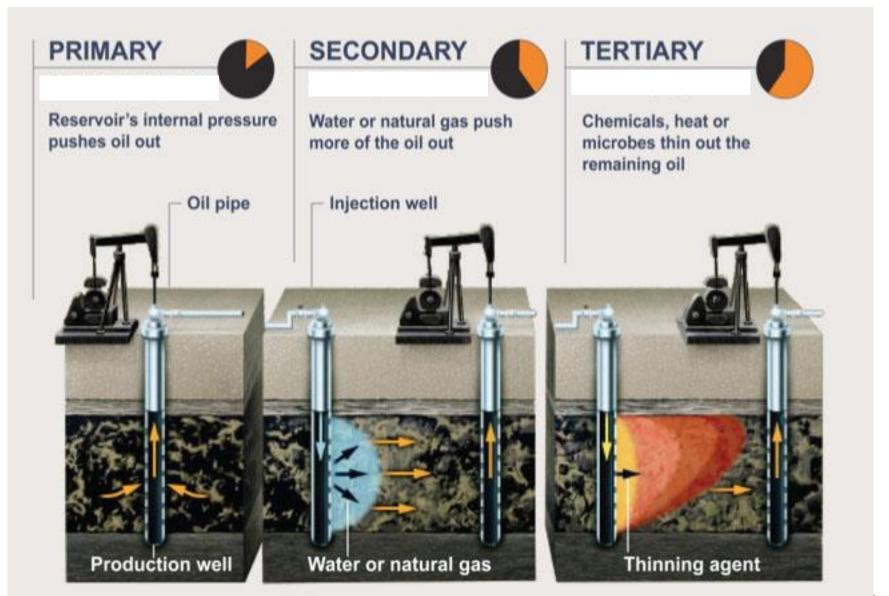
 Is defined as the use of thermal (heat) energy to increase the production by decreasing the oil viscosity.

The EOR recovery factor ranges from 10-60%



http://www.science-sd.com/455-24423

#### Summary of Oil Recovery



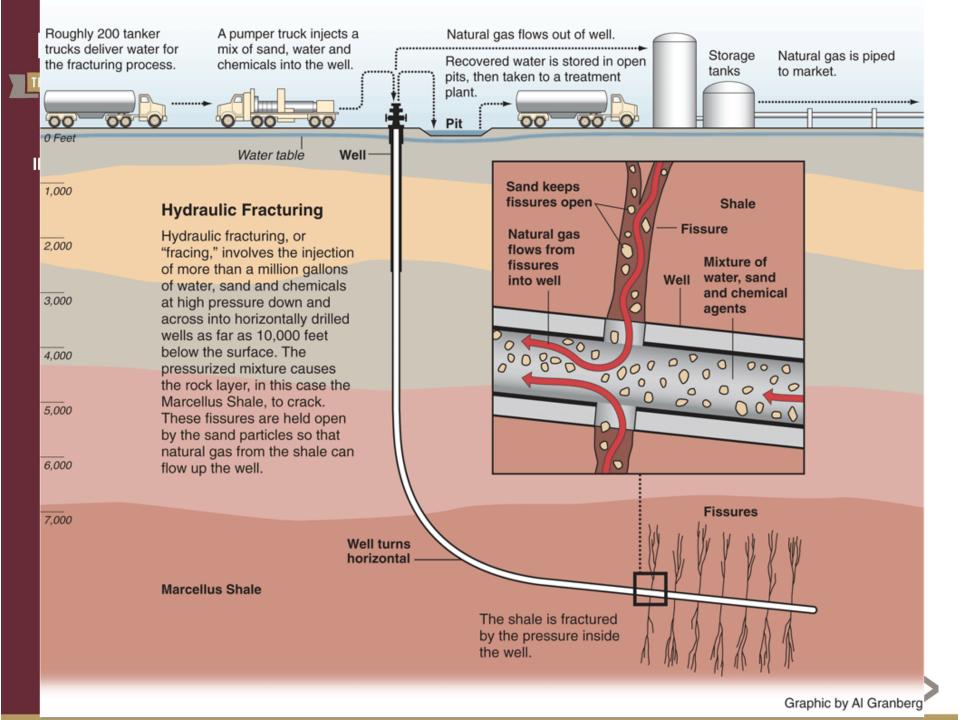
### Well Stimulation and Hydraulic Fracturing

- Well stimulation is another method used to increase production
- Well stimulation is a well intervention performed on an oil or gas well to increase production by improving the flow of hydrocarbons from the drainage area into the wellbore
- Hydraulic fracturing is an example of well stimulation



#### Fracturing operations in 1949







Hydraulic fracturing, is it good or bad?





#### Hydraulic fracturing, is it good or bad?

#### **Advantages**

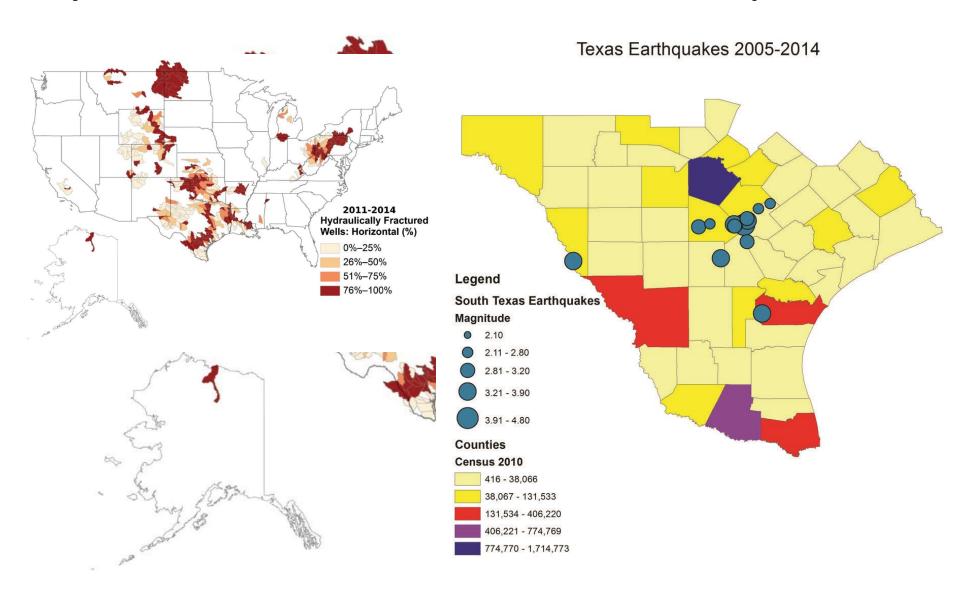
- Reduce energy dependence on Middle East
- New development supported 600,000 jobs in 2011
- Cheap natural gas = more manufacturing in USA
- Future exporter of energy ??
- Reduced generation of greenhouse gas due to replacement of coal with natural gas:
  - In 2000 16% of power generated with natural gas
  - In 2030, 30% use predicted

#### **Disadvantages**

- Huge water demand
- Huge amount of wastewater generated
- Limited regulation
- Potential for crosscontamination of drinking water aquifers with fracturing chemicals
- Induced seismic activity from deep injection wells
- Extend our reliance on fossil fuels



#### Hydraulic Fracture Wells & Earthquakes



# Reserves TEXAS A&M INTERNATIONAL UNIVERSITY

#### Oil Reserves

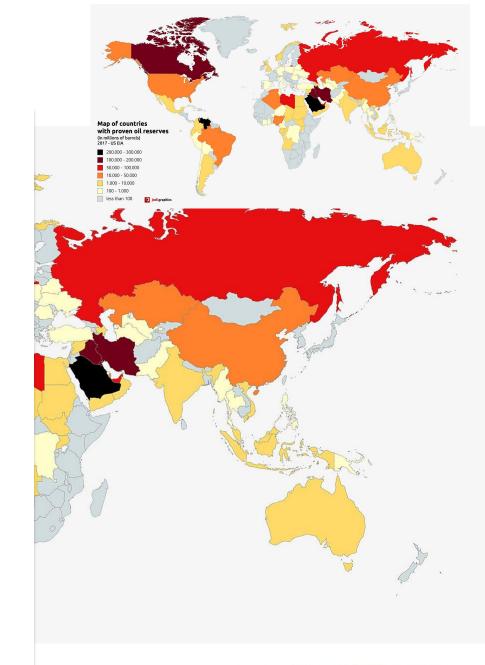
- The estimated total world oil reserve is 1.665 trillion barrel
- Top counties with highest oil reserves are:
  - 1. Venezuela (300.9 billion)
  - 2. Saudi Arabia (266.5 billion)
  - 3. Canada (169.7 billion)

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- 7. USA (97.8 billion)
- 8. Russia (80 billion)







#### What I didn't mention

