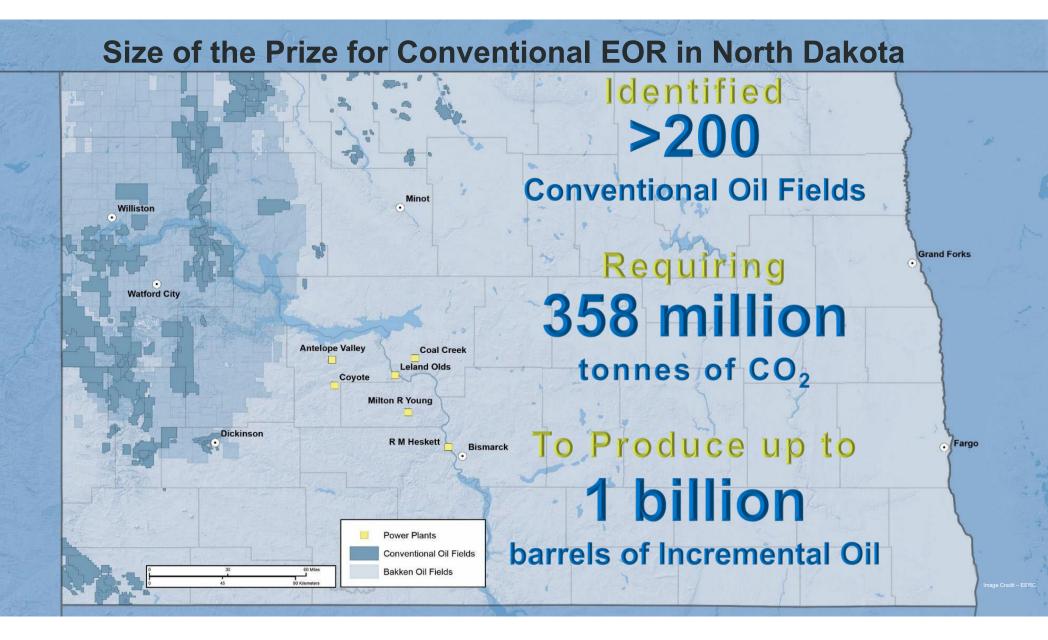


Unitized Legacy Oil Fields: Prototypes for Revitalizing Conventional Oil Fields in North Dakota

OGRC Meeting Bismarck, North Dakota July 22, 2024

Jim Sorensen Director of Subsurface R&D

© 2024 University of North Dakota Energy & Environmental Research Center.



Hypothesis and Goal

- Hypothesis:
 - Conventional reservoirs in ND can be revitalized by optimization of waterflood in preparation for tertiary EOR using CO₂.
- Goal:
 - Enable revitalization of conventional oil fields in North Dakota, ultimately resulting in increased daily oil production and prolonging the operational lifetime of these fields.

Approach

Investigate waterflood optimization as a precursor for CO_2 EOR in a conventional Madison reservoir as a prototype for the revitalization of conventional oil fields in North Dakota

- Evaluate waterflood optimization and CO₂ EOR potential in conventional fields.
- Develop cost-effective operational strategies that address key technical challenges, optimize facilities, and systematically consider new approaches.
- Frame the results from this project as a prototype for revitalizing analogous conventional oil fields in North Dakota in anticipation of tertiary CO₂ EOR.





- Provided the investment needed to revitalize field.
- Provided reservoir and operational surveillance data.
- Collected new characterization data from a newly drilled stratigraphic well.
- Operated and updated the field infrastructure to accomplish objectives of study.



- Conducted reservoir characterization, including new core & logs, and laboratory-based rock and fluid studies to improve simulation performance.
- Generated updated geomodels.
- Conducted simulations to update reservoir performance forecasts to assess waterflood and EOR effectiveness.

Eagle & EERC Together:

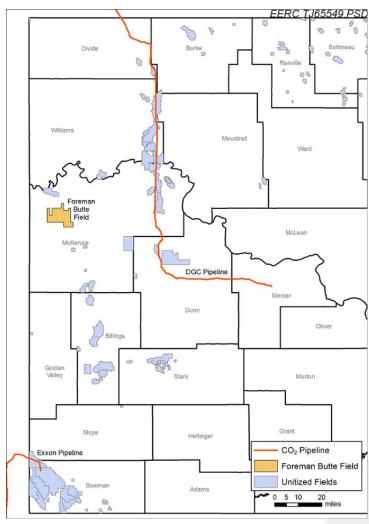
- Designed infrastructure, operating schemes, and monitoring to assess and optimize waterflood operations in preparation for CO₂ EOR.
- Created knowledge that can guide stakeholders looking to revitalize conventional reservoirs in North Dakota.



Eagle Energy operates the Foreman Butte Field located in McKenzie County that produces from the Ratcliffe interval of the Charles Formation of Madison Group.

During the Project:

- A stratigraphic test well was drilled.
 - Core and fluids collected and analyzed.
 - Well logs collected.
- Geologic model was built using historic and new data.
- A water injection pilot was conducted.
- History match of past fluids production and water injection pilot was conducted.
- Dynamic simulations conducted to predict future performance under different EOR scenarios.
- Machine Learning techniques applied to develop a means of "Scoring" EOR potential of other reservoirs.



Foreman Butte oil field location and unitized legacy oil fields identified as near-term candidates to investigate CO₂ EOR

Critical Challenges. Practical Solutions.

EERC | UND NORTH DAKOTA

Key Findings for Foreman Butte Field

- Natural fractures, tight rock matrix, and residual oils were observed from cores acquired from a stratigraphic well drilled through the Ratcliffe interval of the Charles Formation.
- Core flooding experiments using water and CO₂ suggested water flooding may not be as effective as CO₂ flooding, due to the rock's oil-wet and mixed-wet characteristics.

Lesson for Others: Advanced geologic characterization and core testing provide valuable insight for designing an EOR project.

7

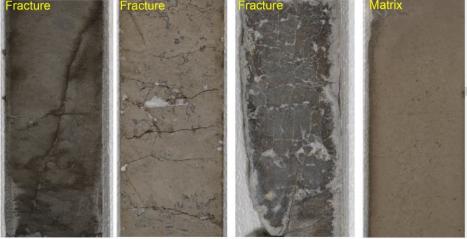


Illustration of natural fractures observed on the core samples collected from stratigraphic well





Water Recovery

CO₂ Recovery

EERC. | UND NORTH DAKOTA.

Key Findings for Foreman Butte Field

- High paraffin and other heavy constituents in the oil can precipitate as pressure and temperature decreases.
 - Can block flow pathways in the reservoir.
 - Can cause scale in wells, flow lines, surface facilities. Regular wellbore clean-out operations and/or scale inhibitors can mitigate those issues.

Lesson for Others: Thorough understanding of reservoir chemistry, especially with respect to oil, can guide both reservoir management and surface facilities operations.



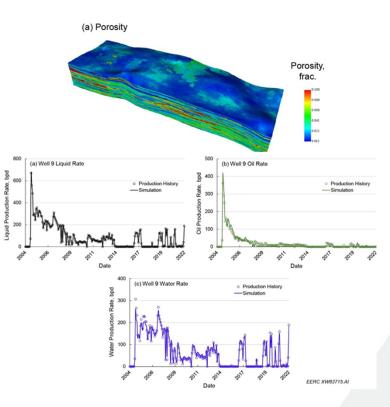


Organic constituent	Mass, %	
Saturates(=Paraffins)	39.00	
Aromatics	3.80	
Resin(=Polars)	2.40	
Asphaltenes	1.00	
Others	46.20	
Total:	100	
SARA analysis for the oil sample		

Modeling-Based Performance Forecasts of Waterflood and CO₂-EOR for Foreman Butte Field

- History matched the production & water injection pilot.
- Used a matched model to predict 10 years of operation to evaluate effectiveness of waterflood and CO₂ EOR
 - Producers' response to water injection is not as strong as CO₂ injection.
 - Higher CO₂ injection rate results in higher incremental oil production.

Lesson for Others: A robust geologic model, properly history matched, is necessary to conduct simulations that provide invaluable guidance regarding the selection of working fluids and design of injection & production schemes.





General Key Notes & Considerations

- Different reservoir types require different approaches for implementing water flooding, CO₂-EOR, or other EOR methods.
 - Revisiting geologic data and interpretations, advanced reservoir characterization, revised fit-for-purpose models & simulations are essential to successful design and implementation of EOR.

General Key Notes & Considerations

- Waterflooding may not be needed as precursor to successfully apply CO₂ EOR in the Williston Basin. Depending on the fields' characterization, some fields could benefit from CO₂ EOR without waterflooding.
- Methods such as Engineered Water Injection (EWI), Low Salinity Waterflooding (LSWF), or chemical EOR (e.g. surfactants) could be considered as alternatives, as they have the capability to induce reservoir wettability changes.

Project Financial Information

Table 1. Budget and Expenses at the End of the Project

Funding Source	Budget	Expenses as of 6/30/2024
NDIC	\$3,000,000	^{лто} \$3,000,000
EEPT – In-Kind	\$3,000,000	\$3,279,788
Total	\$6,000,000	\$6,279,788

EERC. UND NORTH DAKOTA.

JTO Jim, I am still waiting for the final numbers as BA and Accountant are still finalizing the numbers. Jiang, Todd, 2024-07-15T16:24:31.432

ACKNOWLEDGMENT

The EERC acknowledges Eagle Energy Partners Tundra, LLC for their in-kind support and NDIC for financial support.

NDIC DISCLAIMER

This presentation was prepared by the EERC pursuant to an agreement partially funded by the Industrial Commission of North Dakota, and neither the EERC nor any of its subcontractors nor the North Dakota Industrial Commission nor any person acting on behalf of either:

Makes any warranty or representation, express or implied, with respect to the accuracy, completeness, or usefulness of the information contained in this presentation, or that the use of any information, apparatus, method, or process disclosed in this report may not infringe privately owned rights; or

Assumes any liabilities with respect to the use of, or for damages resulting from the use of, any information, apparatus, method, or process disclosed in this presentation.

Reference herein to any specific commercial product, process, or service by trade name, trademark, manufacturer, or otherwise does not necessarily constitute or imply its endorsement, recommendation, or favoring by the North Dakota Industrial Commission. The views and opinions of authors expressed herein do not necessarily state or reflect those of the North Dakota Industrial Commission.





Jim Sorensen Director of Subsurface R&D jsorensen@undeerc.org 701.777.5287 (phone)

Energy & Environmental Research Center University of North Dakota 15 North 23rd Street, Stop 9018 Grand Forks, ND 58202-9018

www.undeerc.org 701.777.5000 (phone) 701.777.5181 (fax)

