



2016 LATIN AMERICA PERFORATING SYMPOSIUM, BUENOS AIRES



Perforation Design for Increased FRAC Efficiencies in Shale Formations

OCT 18TH, 2016

AUTHORS: Obbie Loving, Shaun Geerts
Owen Oil Tools



AGENDA/INTRODUCTION

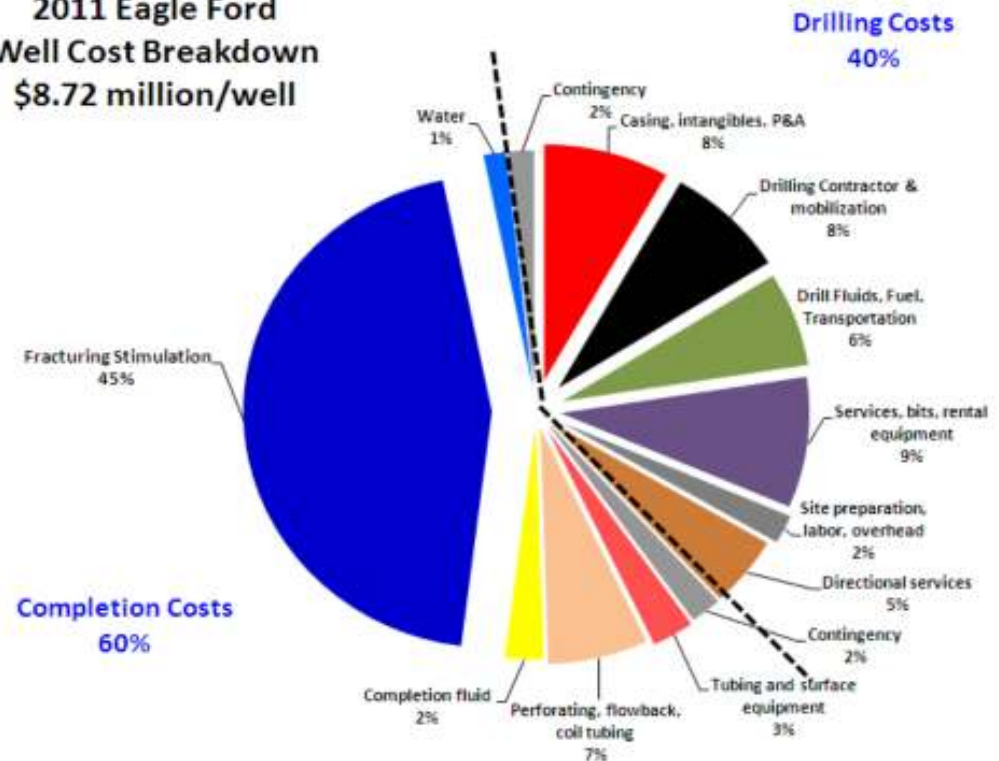
- Why demand an optimized system
- What are the benefits
- How to develop a perforating system
- Certification testing
- Results
- Case study
- Conclusion

Where can Efficiencies Grow?

Smarter Perforating leads to better Fracturing

- Based on a typical well breakdown a bulk majority of cost is in the hydraulic fracturing operation
- Perforating by itself comprises 2-3% of costs to complete a well
- The perforating event is directly responsible for the efficiency of the hydraulic fracturing at 45% of well costs
- Imagine being able to lower the 45% of well costs by being more selective about the 2-3% of perforating costs

2011 Eagle Ford Well Cost Breakdown
\$8.72 million/well

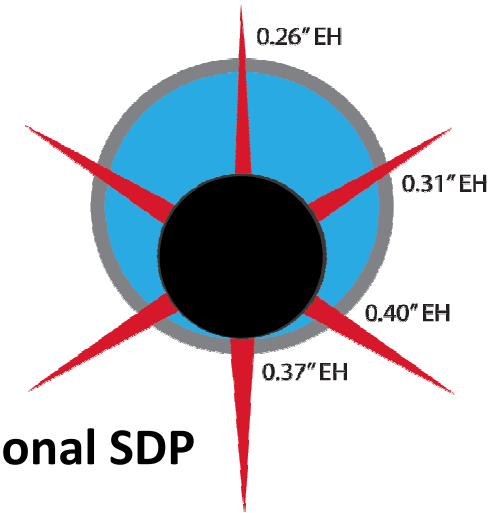


Graphic source: Weatherford, Shale Gas & Tight Oil Presentation, 2012

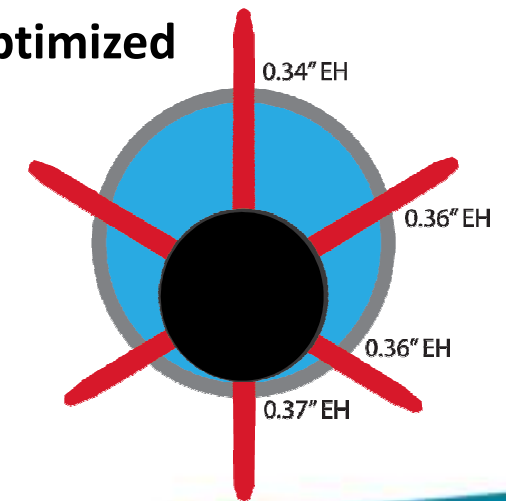
Why Perforation Design is Important

System Performance

- Perforating systems offer unique opportunities due to interchangeability of components
- A perforating charge is designed and optimized for specific systems and well scenarios
- A conventional perforating charge may provide insufficient performance for hydraulic fracturing operations
- By selecting a FRAC optimized perforating charge the results can be far more productive for the hydraulic fracturing operation
- These FRAC optimized perforators are designed to give a consistent through hole in the casing, at all phasings, regardless of gun orientation



Conventional SDP



FRAC Optimized

Performance Criteria

Ideal Performance Demands from Operating Companies

- Customer have a desire to select from a variety of charges and gun systems
- Require consistent entry hole around circumference of casing
 - Consistent entry hole equalizes perforation friction (ΔP_{perf})
 - By reducing variability in hole size the FRAC should breakdown 100% of perforations versus conventional where 30-60% of perforations don't accept the hydraulic fracturing
- Achieve **consistent penetration and consistent hole size**
- Be able to give superior performance regardless of centralization and/or orientation

Testing and Certification

Extensive Development for Consistency

- Testing unique and specialized perforating systems requires more than the standard API tests
- Important to test numerous gun systems to develop a true average of performance
 - 21 gram charge tested in 3.125" and 3.375" perforating guns
 - 3.125" and 3.375" guns tested in 4.5" - 5.5" casing as well as L80-P110
 - 2.75" system tested in 4.5" - 5.5" casing as well as L80-P110
- Numerous test series to verify consistent hole size and penetration performance in the varying gun systems, casing sizes, and target mediums

Testing and Certification

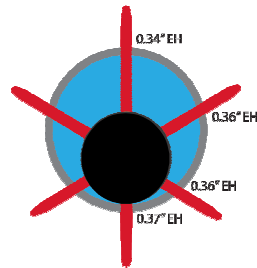
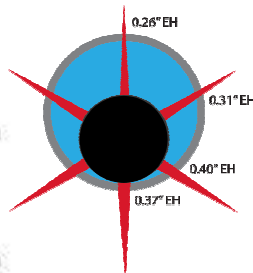
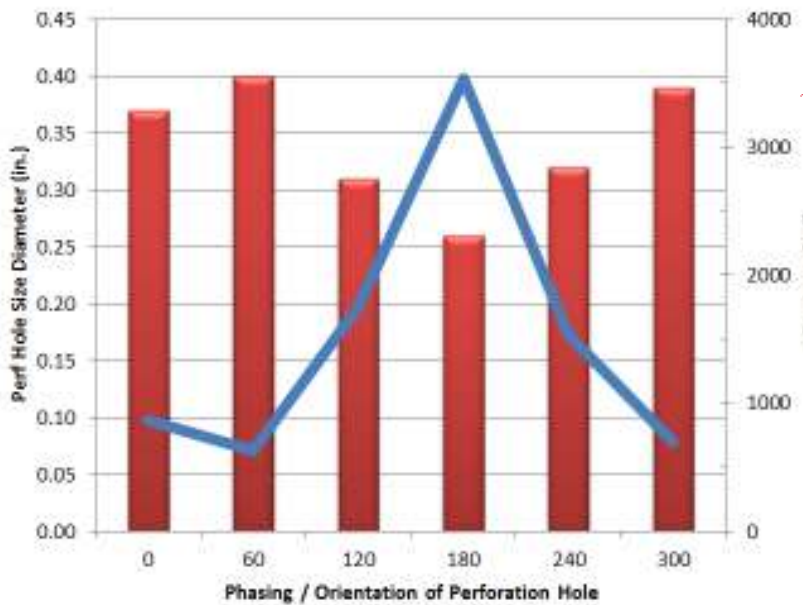
- Testing full systems under hydrostatic pressure to verify wellbore pressure will not negatively effect performance
 - Full system gun test with wellbore pressure of ~5500psi
 - Gun system decentralized in wellbore casing
 - Concrete confinement around exterior of casing to simulate cement sheath
- Test performance in stressed rock conditions to verify consistency in design and performance
- API RP-19B Section 2
 - Berea Sandstone Penetration
 - 2.75" charge – 10.4"
 - 3.125" charge – 9.63"
 - Eagleford Shale



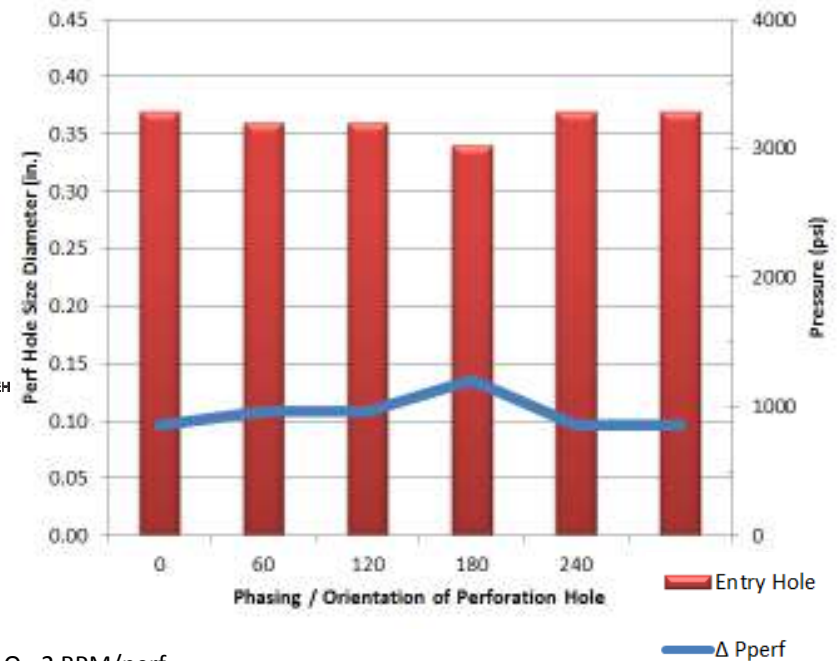
Deliverable Results

Equalized ΔP_{perf}

Conventional SDP



FRAC Optimized



$$\Delta P_{perf} = \frac{.237\rho Q^2}{D^4 C^2}$$

Where: Q= 2 BPM/perf
C = 0.7
 ρ = 8.33 ppg

Case Study

WolfCamp Play

	Effective Lateral Length, ft	# of Stages	Total Proppant per foot	Average Break Down Pressure, psi	Max Treatment Pressure, psi	Average Pump Rate, bbl/min	Average Treatment Pressure, psi
Competitor 'A'	7477	41	1804.5	4044	6916	87	5886
Competitor 'B'	7155	48	2033	3821	7084.5	88	5932
% Improvement		15.7%	11.9%	-5.7%			

- Competitor 'B' was able to complete almost 16% more stages than Competitor 'A'
- Competitor 'B' was able to place 12% more proppant per foot, ~230 lbs per foot
- Competitor 'B' was able to maintain pump rates and treatment pressures while reducing the breakdown pressure by nearly 6%

Case Study

Wolfcamp Play

- Well Productivity showed:
 - 15% higher I.P.'s
 - 5-15% higher estimated E.U.R.
 - Notably higher near wellbore permeability
 - Notably lower skin factor
 - No Screen Outs

Conclusion

- Based on all the testing and data presented so far
 - The perforating system selected and use of perforating charges designed specifically for better hydraulic fracturing operations has resulted in better efficiencies for Shale formations
- Performance of perforating system depends on:
 - Consistency of the charge performance
 - Both consistent entry hole and penetration
 - Clean perforation tunnels that are free from debris
- Technology has been designed into the perforating charge
 - Does not require special running hardware
 - Such as centralizers or orientating devices
 - Allows interchangeability within multiple size perforating systems



2016 LATIN AMERICA PERFORATING
SYMPOSIUM, BUENOS AIRES



QUESTIONS? THANK YOU!

SLAP 16-33
Perforation Design for Increased FRAC
Efficiencies in Shale Formations