

# The Challenge of Estimating Recovery from Naturally Fractured Reservoirs

Dr Shane Hattingh Principal Reservoir Engineer, ERC Equipoise



#### Disclaimer

ERC Equipoise Ltd ("ERC Equipoise" or "ERCE") has made every effort to ensure that the interpretations, conclusions and recommendations presented herein are accurate and reliable in accordance with good industry practice. ERC Equipoise does not, however, guarantee the correctness of any such interpretations and shall not be liable or responsible for any loss, costs, damages or expenses incurred or sustained by anyone resulting from any interpretation or recommendation made by any of its officers, agents or employees.



- Recovery Factors: what do they really mean?
- Our toolkit
- Reservoir engineering principles- an example
- Fracture porosity and permeability
- Conclusions



# Recovery Factors: what do they really mean?

## What is important in fractured reservoirs?

- 20% of the world's reserves are estimated to be in fractured reservoirs<sup>(1)</sup>
- What is a fractured reservoir?
  - Finding fractures is not enough
  - For our purposes, a fractured reservoir might be defined as...

"a reservoir in which naturally occurring fractures either have, or are predicted to have, a significant effect on reservoir **fluid flow** either in the form of increased reservoir permeability and/or porosity or increased permeability anisotropy"<sup>(2)</sup>

(1) Firoozabadi, A., 2000.
(2) Nelson, R.A., 1985.

ERC equipoise



## The volumetric equation



Parameters often interdependent:

ERC equipoise

e.g. matrix NTG cut-off and matrix RF might be dependent on fracture porosity.



"Recovery is the time integral of a production profile over the life of the field."





# Our toolkit



## **Our recovery factor toolkit**

### Analogues



### **Decline curve analysis**



### **Numerical simulation**



### **Analytical methods**



## **Our toolkit: Analogues**



10

## **Our toolkit: Decline Curve Analysis**

- Conventional (Arps type) equation sometimes does not work well for fractured reservoirs:
  - High initial rates
  - Rapid decline in rates at some stage
  - Long tail end

ERC equipoise

$$q_t = \frac{q_i}{(1+b \cdot d_i)^{\frac{1}{b}}}$$

In fractured reservoirs, this might work:

$$q_t = a_0 \frac{1}{R_t} - b_0$$

 $R_t = oil \ recovery \ at \ time \ t$  $a_0 = capillary \ pressure \ term$  $b_0 = gravity \ term$ 



DCA applicable in mature fields but not in the early life when investment decisions are being made



## **Our toolkit: Numerical simulation**



Simulation comes into its own when you have production data and can calibrate through history matching.

Simulation has limited use in the pre-development stage for all types of reservoirs, but particularly for fractured reservoirs because:

- Recovery is determined by physics and chemistry and the simulator cannot tell you what that is.
- Fractured reservoirs have many more physical processes than single porosity reservoirs and therefore many more degrees of freedom.
- You need to work out the physical recovery mechanism and 'instruct' the simulator, often by calibrating against analytical calculations.

Simulation is useful for combining all the components and generating production profiles, for testing hypotheses and development concepts.



# The application of reservoir engineering principles: An example

Quote by Roberto Aguilera:

## **Ranges of Recovery**

Each naturally fractured reservoir should be considered as a research project by itself. As such it has to be studied carefully to estimate recoveries.

#### Qualitative 2D space of matrix poroperm and fracture spacing



#### **Nelson classification 1999**

Type I fractures porosity fracture permeability

**Type II** matrix porosity fracture permeability

Type III matrix porosity matrix permeability fracture enhanced perm.

Type IV matrix porosity matrix permeability fracture anisotropy

This helps in the search for analogues

## Oil field with strong aquifer: depleted





hydrophilic (water-wet)

hydrophobic (oil-wet)

We have no (real) control over wettability. Hydrophobic (oil wet) RF can be VERY low. Greater matrix height means more gravity and possibly better recovery

- Thick carbonate
  - **Fractured** limestone
  - 50 m karst at crest
- Matrix
  - Porosity: 15%
  - Permeability: 20 mD
- Fractured on 2 metre scale
  - Very high permeability
  - Significant storage
- Other information
  - Light, undersaturated oil
  - 200 m column, strong aquifer
- Recovery factor range
  - Fractures and vugs: 50 to 80% gravity stable aquifer
  - Matrix: 5% to 10% relies on imbibition
- Critical data
  - Production data shows rising OWC
  - SCAL data shows some propensity for spontaneous imbibition
  - Matrix block shape and size

**Dual porosity PSS behavior** 



# Fracture porosity and permeability

## The problem of permeability



The use of Darcy's equation - a question of scale

## ERC equipoise Permeability from first principles

# Commonly used formula for a single fracture:

$$k_{fr} = \frac{w^2}{C \times 12}$$

 $k_{fr}$  = permeability of single fracture [L<sup>2</sup>] w = width of fracture C = calibration constant



- Based on Navier-Stokes equation
- Simplifying conditions (very limiting!):
  - steady state laminar flow of
  - single phase and
  - incompressible
  - viscous fluid through
  - regular slit (constant width) under
- Dream on!!
- isothermal conditions subject to
- viscous forces
- (no gravity, no capillary pressure)
- If all conditions apply, then C=1
- Experience suggests C = 5 to 50
- Important to know how it changes with pressure

We will <u>overestimate</u> fracture permeability if we ignore rugosity, tortuosity and continuity

### Permeability must be calibrated with PTA of DST

$$\bar{k} = k_{fr} \frac{w}{l} = \frac{w^3}{C \times 12 \times l} = \frac{w^2}{C \times 12} \times \phi_f$$

*k* = *permeability of fracture network*  $\phi_f = porosity \ of \ fracture \ network$ l = fracture spacing



## ERC equipoise Poropo

## **Poroperm transforms**



#### Fracture porosity:

- Small values
- Span a wide range
- Associated with high permeability
- Often <u>over-estimated</u> (due to high flow rates?)

Understanding the relationship between the key parameters; porosity and permeability, in both the matrix and the fractures, is central to estimating recovery.



# **Concluding Observation**

The more successful developments of naturally fractured reservoirs are often those that have been approached cautiously with a phased development plan.



### Acknowledgements

**ERCE**, for sponsoring my attendance.

Webpage: www.ercequipoise.com

Contact: Nigel Dodds, NBD: ndodds@ercequipoise.com

Finding Petroleum, for organising the event.

Jon Gutmanis, for the fruitful discussions on fractured reservoirs over the years.

### References

Allan J. and S. Qing Sun, 2003. Controls on Recovery Factor in Fractured Reservoirs: Lessons Learned from 100 Fractured Reservoirs. SPE 84590 presented at the SPE Technical Conference and Exhibition held in Colorado, 5 to 8 October.

Allan, J and Qing Sun, S., 2003. Controls on Recovery Factor in Fractured reservoirs: Lessons Learned from 100 Fractured Field. SPE 84590.

Anguilera, R., 1999. Recovery Factors and Reserves in Naturally Fractured Reservoirs. JCPT, Vol. 38, No. 7, July.

Chilingarian, G. V., Mazzullo, S. J. and Rieke, H. H., 1996. Carbonate Reservoir Characterization: a geologic – engineering analysis, part II. Developments in Petroleum Science, 44. Elsevier. ISBN 0-444-82103-1.

Firoozabadi, A., 2000. Recovery Mechanisms in Fractured Reservoirs and Field Performance, JCPT.

Jon Gutmanis, personal communication.

Nelson, R.A., 1985. Geological analysis of naturally fractured reservoirs. In Chilingar, G.V. Contributions in Petroleum Geology & Engineering I, Gulf Publishing.

Li, K. and Horne, R. N., 2003. A Decline Curve analysis Model Based on Fluid Flow Mechanisms. SPE 83470.