Inferred Wellbore Position

Pete Clark

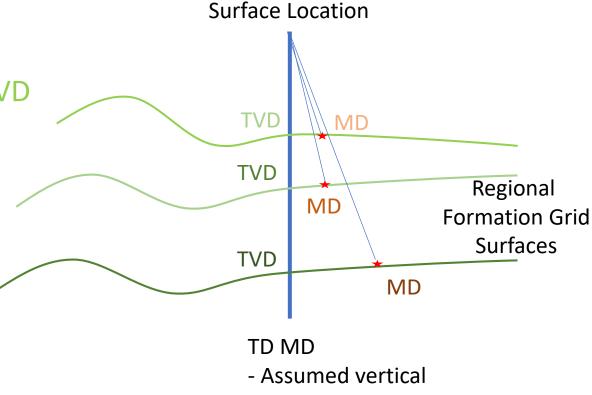
Chevron CTC Wells, Wellbore Placement Focal Point 01/13/22

Inferred Wellbore Position - Challenge

- Challenge
 - Many downhole wellbore positions defined by
 - Surface location
 - TD MD
 - No directional survey information
- Leads to
 - Assign "Blind" positional uncertainty model
 - ~46° cone
 - at TD error radius is greater than depth
 - Additional cost due to directional drilling to avoid possible well's placement
 - Inefficiency risk assessing potentially unlikely well collision
 - Discount Blind wells as no risk

Inferred Wellbore Position - Proposal

- From existing measurements & models
 - Calculate TVD for formation grid using
 - Surface location
 - Regional formation top surfaces
 - Compare recorded top MD to projected TVD
 - Calculate Sustained Inclination (SustInc)
 - SustInc = ArcCosine(TVD / MD)
 - If SustInc < 5°
 - Assign "Inc-Only-Planned" PU model
 - ~7.26° cone @ 3σ
 - If $5^{\circ} \leq \text{SustInc} < 10^{\circ}$
 - Assign "Inc-Only-Planned-10" PU model
 - ~14.52° cone @ 3σ
 - If SustInc ≥ 10°
 - Assign "Blind" PU model
 - Not credible to consider this as a near vertical well
 - Means there's no surveys for a deviated well & is why Blind is an appropriate model



Process & Rules

- For SustInc to be valid
 - Calculated from at least two credible formation top comparisons
 - SustInc = Maximum of all available comparisons
- Individual calculation outcomes
 - No match, no calculation
 - MD ≥ TVD, potentially valid calculation
 - MD < TVD, invalid calculation
 - Realistic situation as recorded top may be deep to true or formation grid may be shallow to true
 - Assign value to this comparison of 5°

Credible Calculations

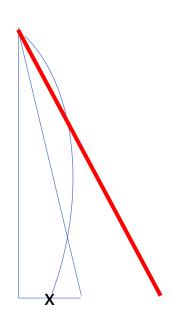
- Safeguard against gross error
 - Recorded top and formation grid refer to different items
 - Set delta length tolerance
 - ABS(delta formation grid to recorded top) < tolerance
 - Suggested tolerance value =
 deepest target horizon / cos(10°) deepest target horizon
 e.g. if deepest target horizon = 10,000ft, tolerance = 154ft, or less
 - Exceeding tolerance assigned "Blind" PU model
 - Counter of credible calculations (cumulative credible calculations)
 - Must exceed two
 - If ABS(delta formation grid to recorded top) ≥ tolerance then
 cumulative credible calculations = cumulative credible calculations 1

Implementation

- Anticipated to be by machine
 - Hence algorithmic approach

Inferred Wellbore Position – Surface Issue

- Is this only a geometric issue?
- It's always possible to generate a wellpath that exceeds the error bounds at surface
- Example
 - SustInc calculated to be less than 5°
 - Inc-Only-Planned generates ~7.26° cone (red line)
 - Hypotenuse is MD
 - Vertical side is TVD
 - Keeping TVD and reducing displacement provides "slack"
 - Generate curve (hyperbola / parabola?)
 - Assumes initial inclination > 7.26°
 - Realistic?



Proposal

Form a CA sub-committee work group

- Review this proposal
- Consider alternate approaches
- Optimize method
- Identify issues
- Produce guidance
 - To include the statement that good surveying practices should always be employed and resurveying wells missing surveys is best practice

Thanks!