DOT.CBM[™]

Development Optimization Toolkit for CBM



- Data Analysis for Reservoir Characterisation
- Property Mapping and Visualisation
- Production Forecasting
- History Matching
- Costs and Economics
- Development Planning Optimisation



www.dotcbm.com www.leap-energy.com

DOT.CBM : Integrated platform for CBM field assessment

A user-friendly, efficient solution for forecasting, history-matching and field development optimisation



Production Forecasting

- Generate rapid full-field, static model based forecasts
- Advanced material balance production forecasting, multi-well and multi-layer
- Fast numerical scheme for transient production behaviour
- Perform uncertainty and variability assessments
- Forecast alternative well & completion concepts, with a comprehensive constraints handling capability

Field Development Planning Optimisation

- Forecast alternative drilling schedule, well technology and spacing concepts
- Automated type curve generation
- Identify optimum drilling and completion concepts
- Support decision under uncertainty

Economic Evaluation

- Perform field and sector economic evaluation using a variety of pre-defined and userdefined indicators
- Detailed and scalable complexity of cost templates.
- Development concept ranking for Field Development Planning decisions

Well Technology Selection

- Rapidly create well plans using an automated well trajectory building tool
- Automated Computation of well technology costs across the field



For more information or to arrange for a demonstration of DOT.CBM functionalities in your office please contact us at dot.cbm@leap-energy.com

DOT.CBM : Integrated platform for CBM field assessment

A user-friendly, efficient solution for forecasting, history-matching and field development optimisation



Data Analysis

- Develop property models using powerful data fitting functionalities
- Perform advanced statistical data analysis, correlations and analogue benchmarking
- Generate stochastic simulation for probabilistic volume assessment

Reporting

- Easy export of data, text, figures, tables and maps in most recognized formats
- Drag' n' drop functionality for copying data and graphics to MS Office applications

Mapping and visualisation

- Visualise, edit and generate maps of reservoir properties
- Perform upscaling and downscaling
- Automated visualisation of reservoir simulation outcomes for high-grading analysis
- GIS functionality and map overlay capability

Production History Matching

- Match pilot well production with multiple solutions
- Generate matching parameter ranges for reservoir characterisation input
- Finite-Elements numerical and Material-balance
- Multiple global search algorithm including evolutionary stochastic methods

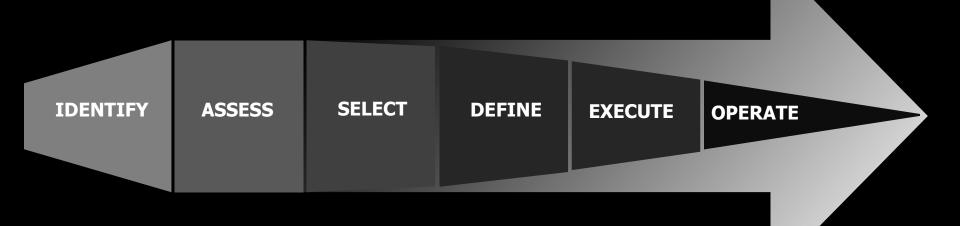


For more information or to arrange for a demonstration of DOT.CBM functionalities in your office please contact us at dot.cbm@leap-energy.com

Genesis of the Tool

Through an extensive exposure to a wide range of project specific CBM challenges

Intervening over a variety of projects, at different phases of the E&P cycle



Faced with the following distinct challenges...

Field Dev. Plans

- Project areas can be 100-1000's of km2, with large well datasets
- Concept Select decisions under uncertainty and ambiguous information
- High-grade areas with impact of spatial trends

Portfolio assessment

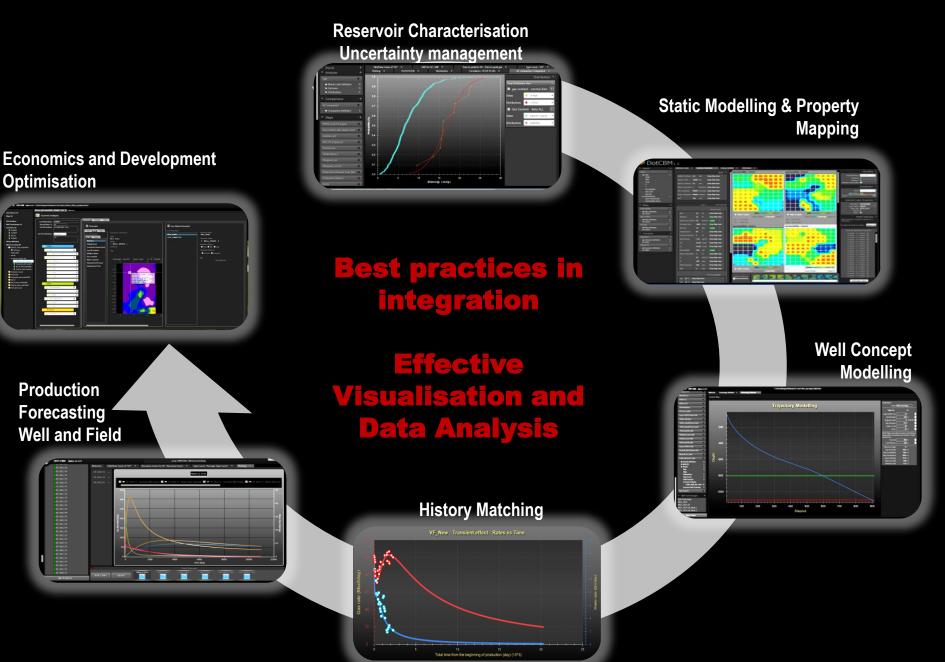
- Rapidly assess and rank assets to high-grade portfolio decisions
- Auditable link between reservoir data and type curves

Exploration & Appraisal

- Short-time ambiguous and variable production data
- Maximise information from pilots, determine reservoir property range of uncertainty from production

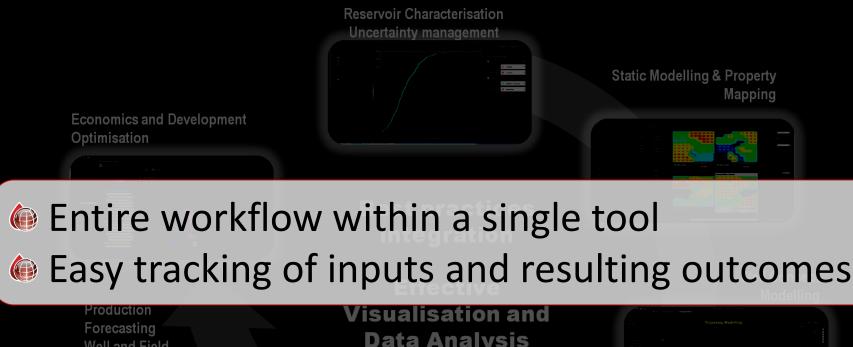
The DOT.CBM vision:

Integration Integration Integration !



Audit Trail

Storing within the tool the Input and Output data Generate high-quality reports and visuals







Development Optimisation Toolkit for CBM



Generation of production forecasts at multiple levels

Single Well Sector Full-Field

Forecasting Engine

Time-efficient and powerful CBM forecasting capability

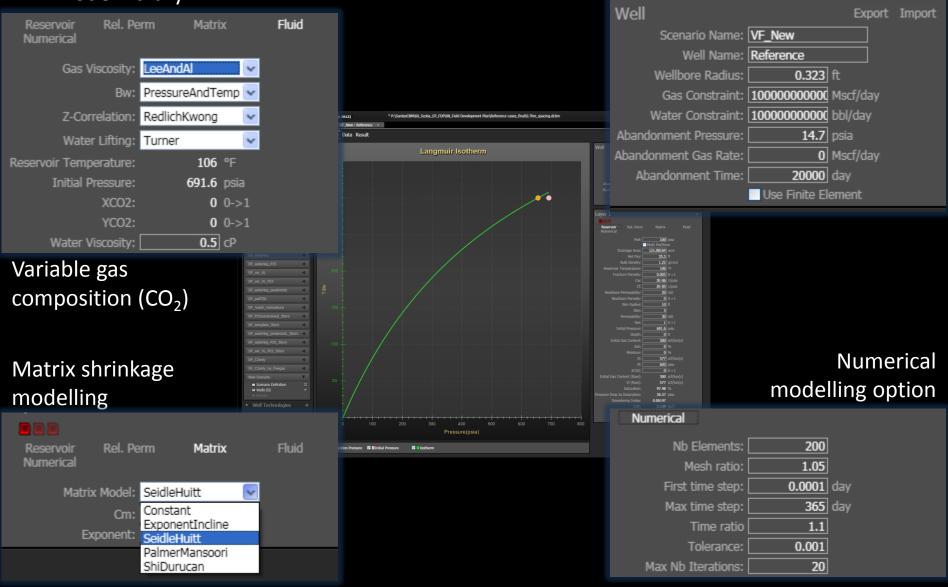
Released in this version:

- Single well, Sector and Full field
- Map based and distribution forecasting capability
- Model multi-layer reservoirs
- Variable well completion, trajectory, spacing
- Multiple PVT correlations and rock-fluid property models
- Multiple compressibility and matrix shrinkage models
- Production and Economical constraints handling
- ID Numerical modelling option for transient flow

Well forecasting

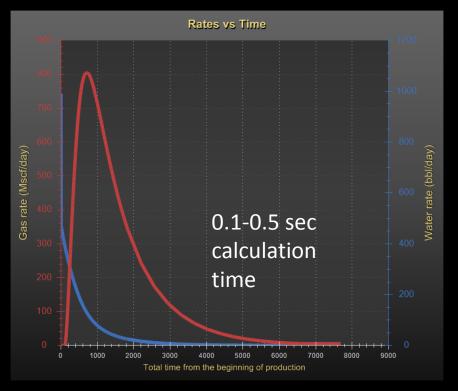
PVT model library

Constraint handling

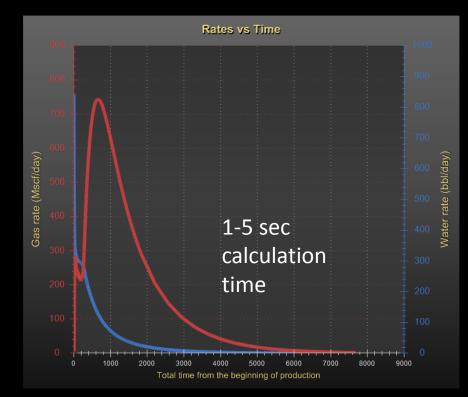


Well forecasting – numerical and material balance

Technologies developed to minimise forecasting time



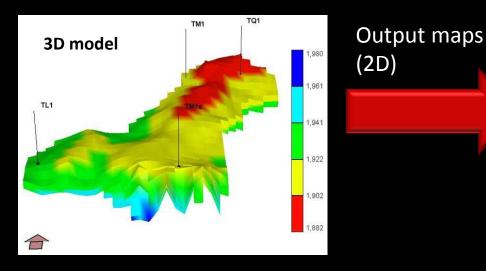
- Modified King Formulation
- Extensively tested against other commercial applications
- Multi-layer, CH4 and CO2, multi-PVT correlation, multi-well configurations and matrix shrinkage models



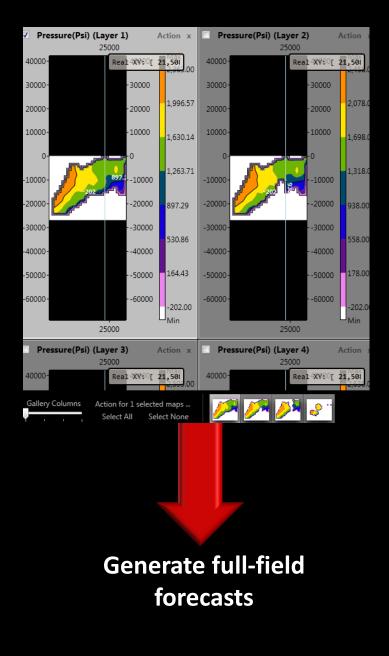
- In-house developed Finite Element numerical model
- Captures transient behaviour of tight coals
- Ideal for matching of short-term pilot production

Well forecasting – Generated from maps

Innovation in the workflow

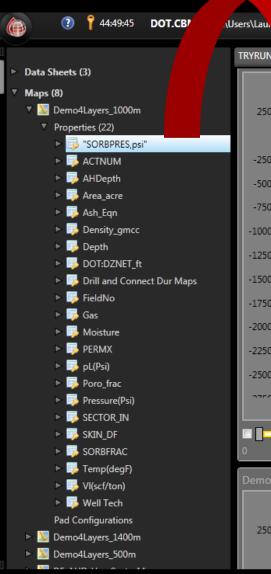


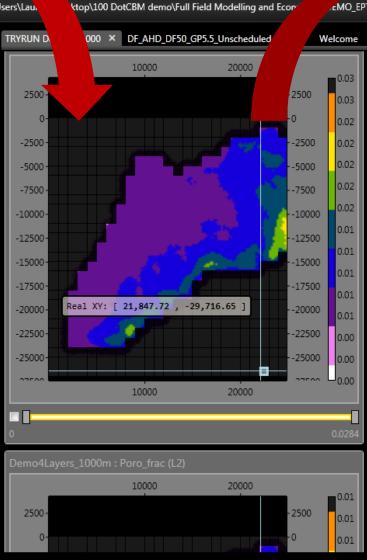
- Simplification and dramatic speed improvement
- Workflow tested vs. full 3D numerical and shows results consistency under life of field forecasting assumption
- Not a full substitute for detailed 3D studies but designed for CSG field development planning decision making

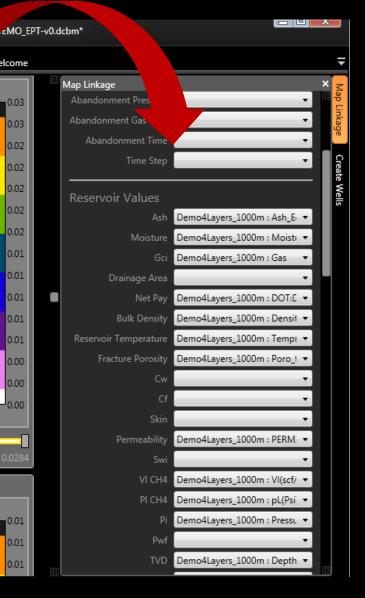


Property map from Static Model

Associated with values seen by the well (grid-block=drainage area)

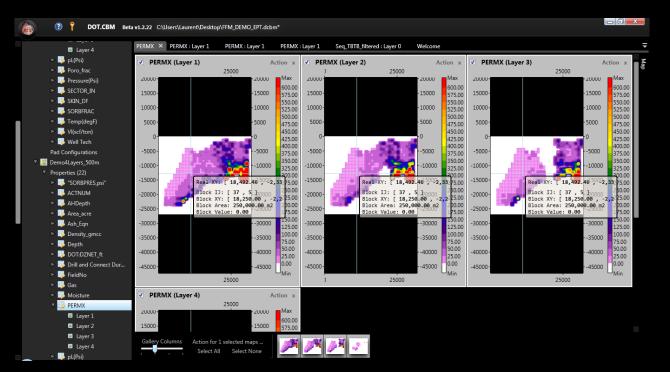






Map Based Forecasting

Rapid forecast generation - multi-well set-up



- Generate forecast for field with 100's of wells in minutes
- No convergence issues
- Visual representation of spatial variability ; of inputs and outcomes

Forecasting					
Progress:				56.33	
		g: 9 minutes			
		📕 I 10, J 33	🚦 I 10, J 34	📕 I 10, J 35	
	🚦 I 10, J 37		🚺 1 10, J 39	📒 1 10, J 40	
		🚺 I 10, J 43	1 10, J 44	1 10, J 45	
			🚺 I 11, J 27	I 11, J 28	
	I 11, J 30				
I 11, J 39	I 11, J 40	I 11, J 41	🗧 I 11, J 42	1 11, J 43	
111, J 44	🚦 I 11, J 45	🚦 I 11, J 46	🚦 I 11, J 47	🚦 I 11, J 48	
112, J 27	📲 🚺 I 12, J 28	1 12, J 29	🧧 I 12, J 30		
		📙 I 12, J 39	🧧 I 12, J 40	📒 l 12, J 41	
I 12, J 42	I 12, J 43	I 12, J 44	🚺 I 12, J 45	🚺 l 12, J 46	
112, 147	I 12, J 48	I 13, J 23	1 13, J 24	📕 I 13, J 25	
I 13, J 26	🚦 I 13, J 27	I 13, J 28			
			🚺 I 13, J 39	🚺 I 13, J 40	
🚺 I 13, J 41	113, J 42	I 13, J 43	🛛 I 13, J 44	1 13, J 45	
	: 0:11:56			Write to CSV wh	

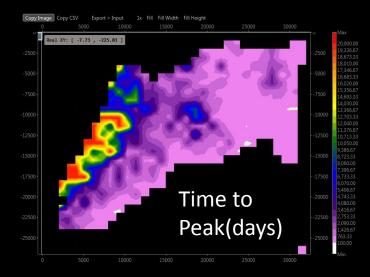
Fast computing capability – Desktop performance

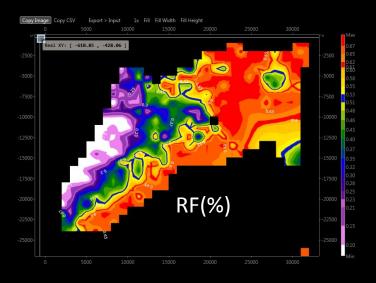
1500 wells forecast, 4 active layers, 50 years ~8 minutes

400 wells ~2 minutes

Map Based Forecasting

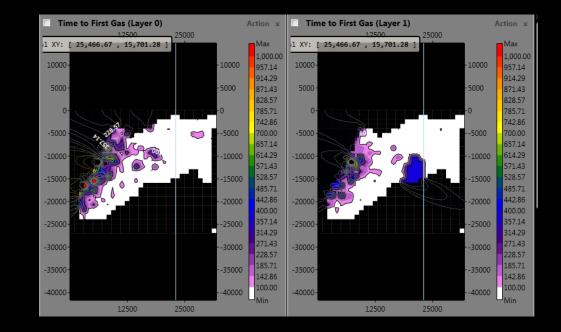
Results visualisation : AREAL TRENDS





- Visualise areal trends of computed production responses
- Recovery Factor, Peak Gas, Time to Peak (..) automatically computed

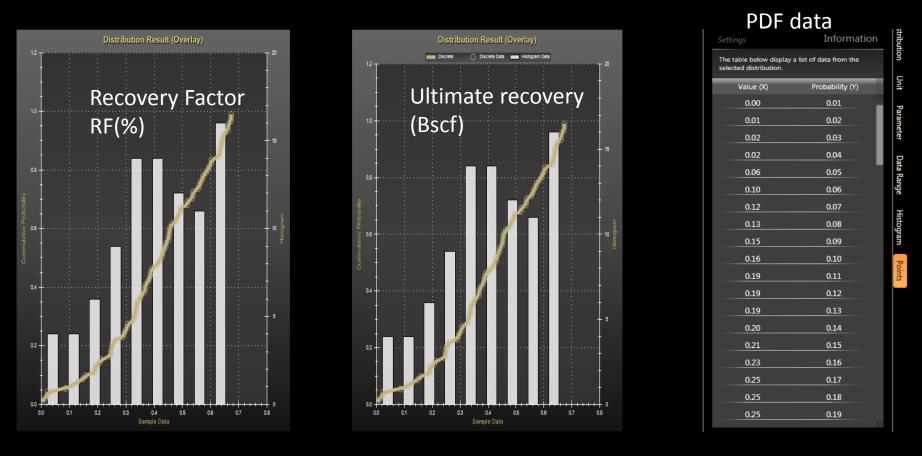
Layer by layer results obtained



Map Based Forecasting

Results visualisation : Production STATISTICS

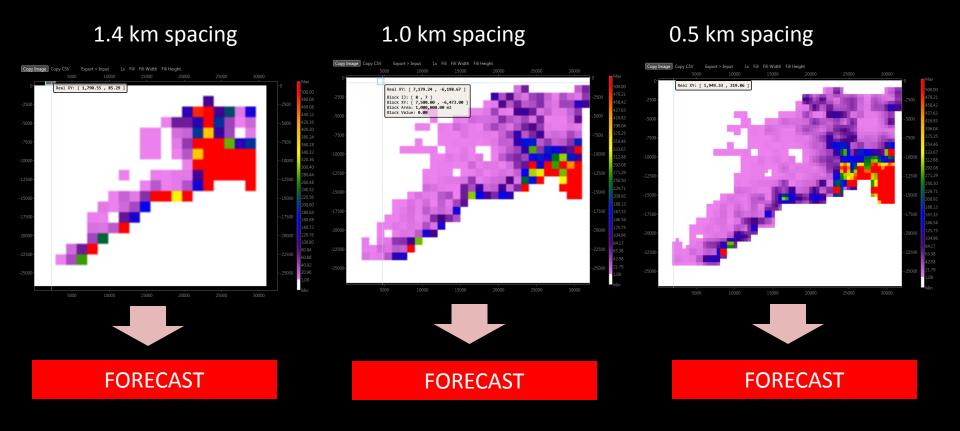
- Generate statistics of results for the field/sector/groups of wells
- Layer by layer results can be obtained
- Auto-Fitting of PDF with classic distributions: Beta, Log Normal, Normal



Scaling Up/Down for spacing sensitivities

Rapidly assess the results of developing assets at different spacing

Perform up/down scaling of loaded/created maps within the tool
 Send alternative spacing realisations to Forecast



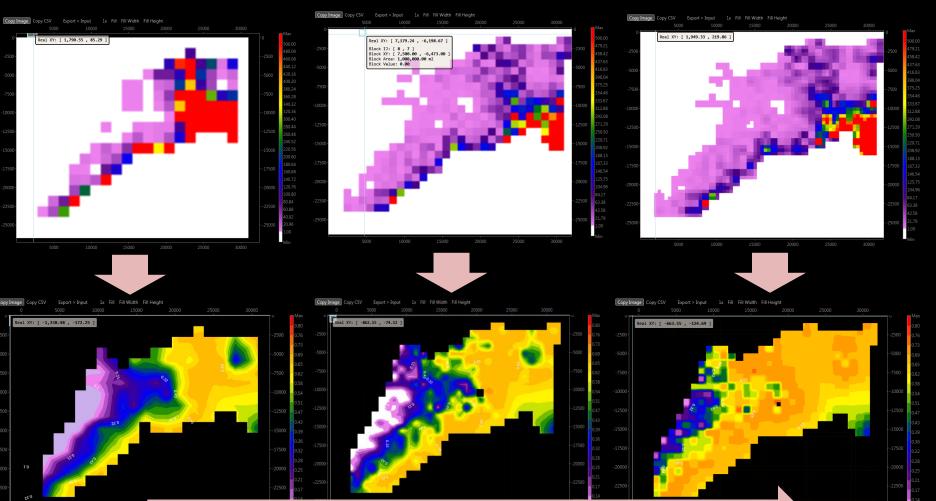
Scaling Up/Down for spacing sensitivities

Rapidly assess the results of developing assets at different spacing

- Wisualise drainage improvement from alternative spacing
 - 1.4 km spacing

1.0 km spacing

0.5 km spacing



Improving RF with tighter spacing

Field forecasting – type curve generation

Generate automatically a type (average) curve for the field

Real XY: [24,217.47 , 835.99]

Full Field – Map View (EUR Gas) Before sectorisation

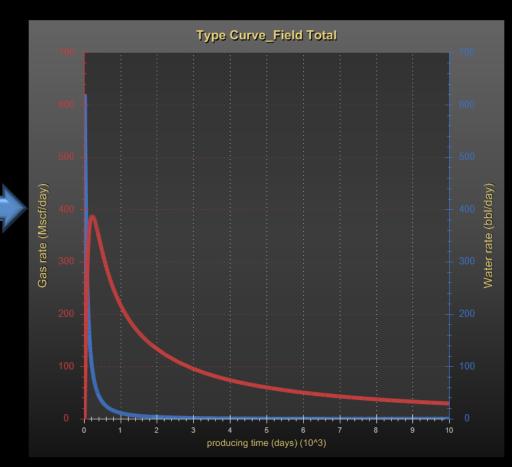
1x Fill Fill Width Fill Height

Copy Image Copy CSV

Export > Input

Full Field – Type Curve

Calculated as the average curve from all wells No sectorisation

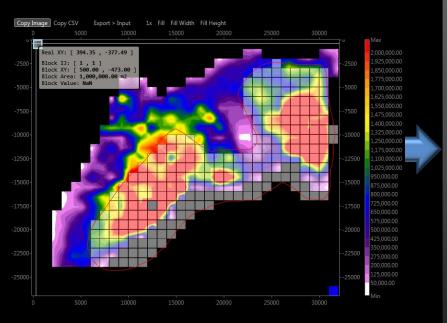


Field forecasting – type curve generation

Generate automatically a type (average) curve for the field

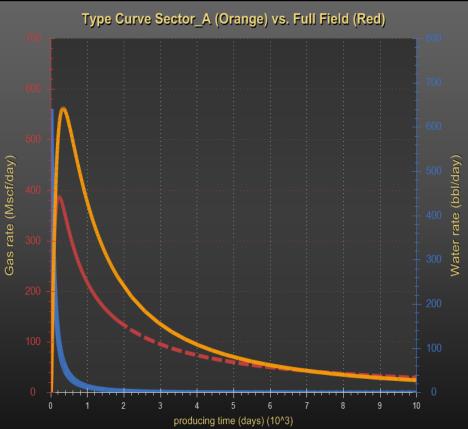
Full Field – Map View (EUR Gas)

After Sectorisation

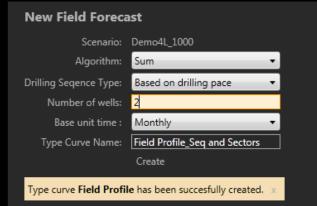


Sector_A vs. Full Field – Type Curve

Quantifies the improvement associated with sectorisation



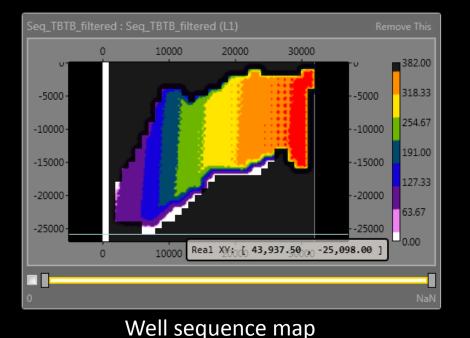
Field Forecasting – drilling sequence and schedule

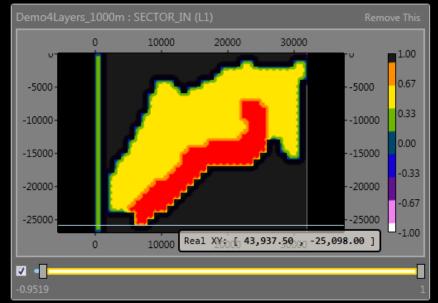


Drilling sequence definition

Customised drilling sequence for the field and sectors

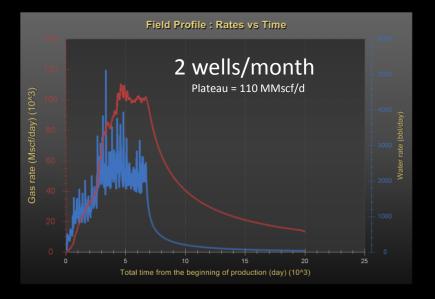
Map calculator can be used to generate optimised sequences



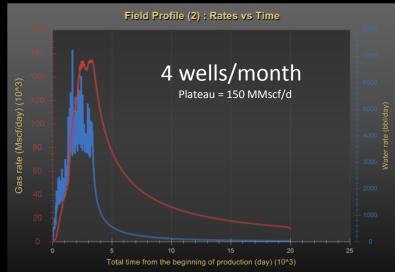


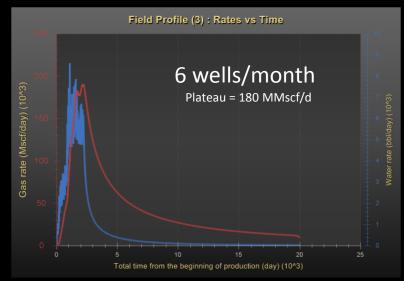
Sector definition map

Field Forecasting – drilling sequence and schedule



Generate alternative full field/sector forecasts based on drilling pace / rig availability





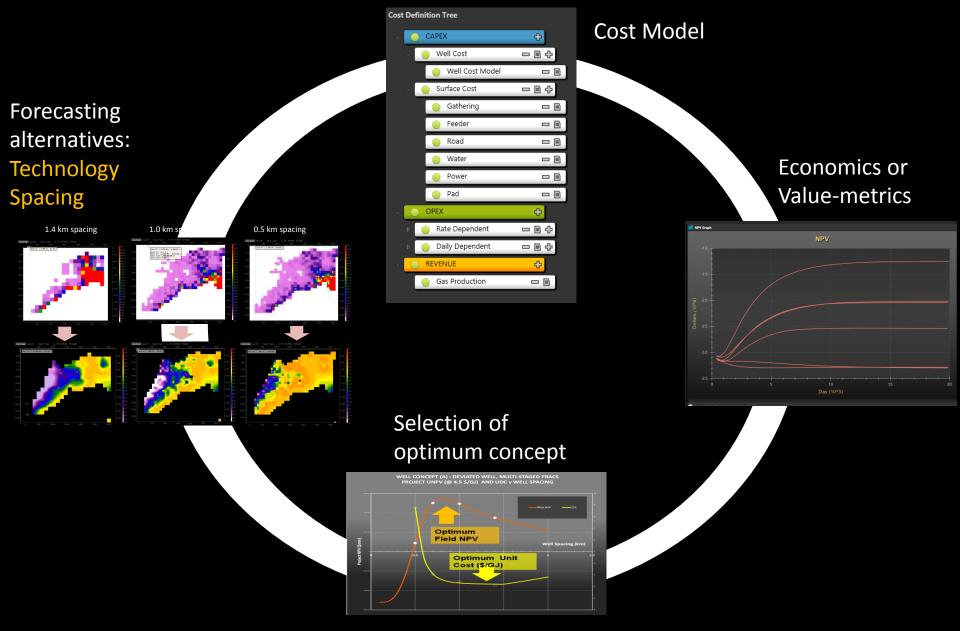


Development Optimization Toolkit for CBM

DEVELOPMENT PLANNING OPTIMISATION

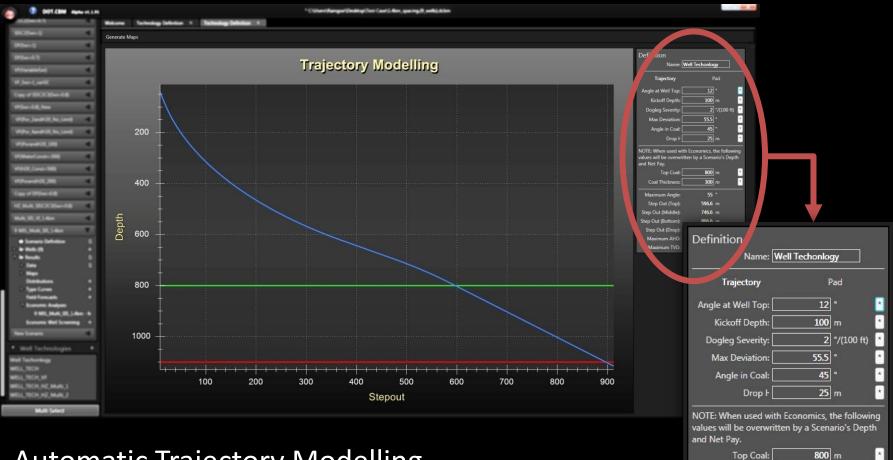
Development Planning Optimisation

Spacing and Technology Selection



Well concept modelling

Well technology (trajectory, completion, pad design)



300 m

55 °

596.6 m

746.6 m

896.6 m

914.3 m

1488 m

1121 m

Coal Thickness:

Maximum Angle:

Step Out (Top):

Step Out (Middle):

Step Out (Bottom):

Step Out (Drop):

Maximum AHD:

Maximum TVD:

Automatic Trajectory Modelling

Auto-generate deviation profiles as a function of : coal depth, technological constraints such as Max DLS, Initial well deviation, maximum angle in coal

Can be linked to maps to generate population of trajectories

Cost Modelling

Ability to define a comprehensive, as complex as required cost model



Cost Modelling conducted at multi-level

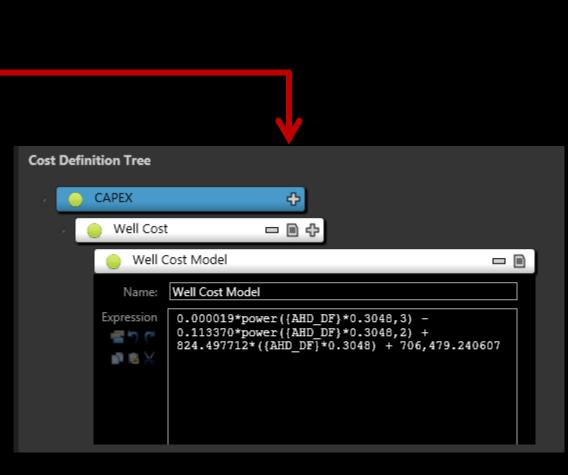
- Child-parent structure allows to capture dependencies
- Powerful ability to link costs to production (ex: Opex \$/Mscf/d)
- Full project costs can be included
- Designed to screen and support decision making
- Emphasis on comparative capability between concepts

Tax and complex commercial construction not included; this is a concept screening tool rather than a financial planning one.

Cost Modelling

Ability to define a comprehensive, as complex as required cost model

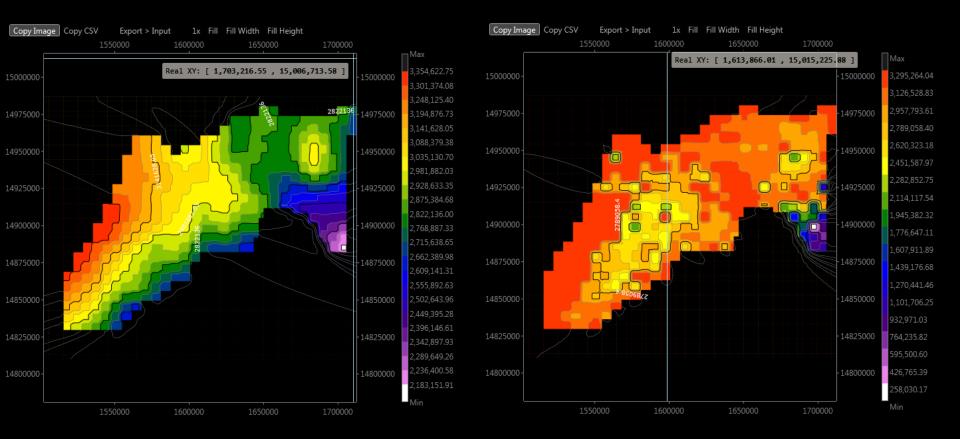




Complex fitting function available for cost modelling

Cost Modelling – areal mapping

Ability to show areal distribution of well and facilities costs on a map basis



Undiscounted CAPEX

Undiscounted OPEX

Economics: screening

Perform economic calculations, allocated back to each well

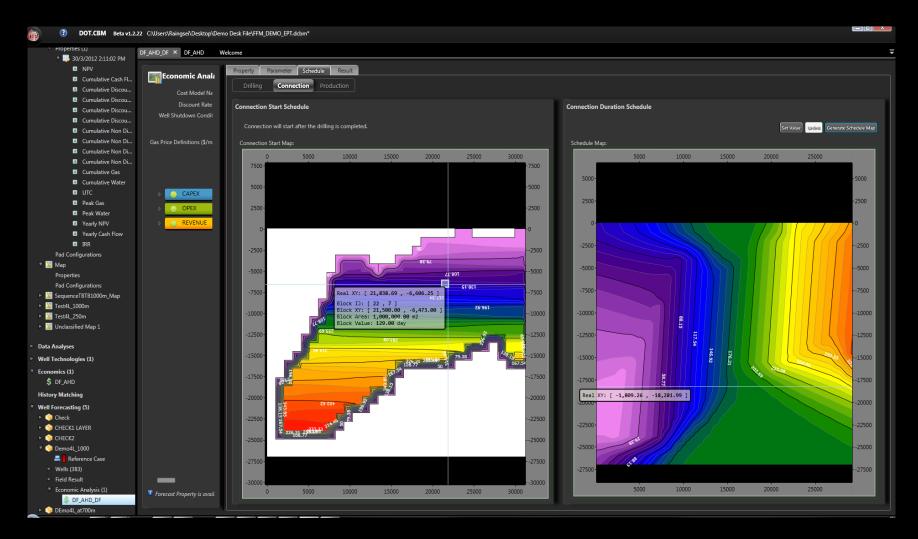
Calculation of multiple indexes (NPV, UTC, IRR etc..) – at well, sector and field level

	DF_AHD DF_AHD_DF × We	come	
Sheets (3)	Ē	Property Parameter Schedule Result	
(7)	Economic Analay	roperty Parameter schedule Result	
Demo4Layers	Cost Model Nam	Forecast Report	and NPV Graph
DF_AHD_DF	Discount Rate (i	· · · · · · · · · · · · · · · · · · ·	
Properties (1)	Uiscount Rate (1 Well Shutdown Conditio	Dualus : - FOTECASL WELL : 1 11, J 10	NPV
30/3/2012 2:11:02 PM NPV	weil Shutdown Conditio	Status : - Forecast Well : I 11, J 16 Status : - Forecast Well : I 11, J 17	
Cumulative Cash Fl		Status : - Forecast Well : I 11, J 18	
 Cumulative Cash H Cumulative Discou 	Gas Price Definitions (\$/msc	Status : - Forecast Well : I 11, J 19 Status : - Forecast Well : I 11, J 20	
 Cumulative Discou Cumulative Discou 		Status : - Forecast Well : I 11, J 21 Notice : IRR is below 0 , Value 0 is	
 Cumulative Discou Cumulative Discou 		returned	
Cumulative Discou		Status : - Forecast Well : I 12, J 5 Notice : IRR is bigger than 100,	-15
Cumulative Discou		Value 100 is returned	
Cumulative Non Di	D CAPEX	Status : - Forecast Well : I 12, J 6 Notice : IRR is bigger than 100,	
Cumulative Non Di	DOPEX	Value 100 is returned Status : - Forecast Well : I 12, J 7	
Cumulative Non Di		Notice : IRR is bigger than 100,	
Cumulative Gas	▶ <u> </u>	Value 100 is returned Status : - Forecast Well : I 12, J 8	
Cumulative Water		Notice : IRR is bigger than 100, Value 100 is returned	
		Status : - Forecast Well : I 12, J 9	
Peak Gas		Notice : IRR is bigger than 100, Value 100 is returned	
Peak Water		Status : - Forecast Well : I 12, J 10 Status : - Forecast Well : I 12, J 11	
Yearty NPV		Notice : IRR is below 0 , Value 0 is	
Yearly Cash Flow		returned Status : - Forecast Well : I 12, J 12	
IRR		Status : - Forecast Well : I 12, J 13 Notice : IRR is below 0 , Value 0 is	
Configurations		returned	
, ,		Status : - Forecast Well : I 12, J 14 Status : - Forecast Well : I 12, J 15	-30 -
perties		Status : - Forecast Well : I 12, J 16 Status : - Forecast Well : I 12, J 17	
Configurations		Status : - Forecast Well : I 12, J 18	
uenceTBTB1000m_Map		Status : - Forecast Well : I 12, J 19 Status : - Forecast Well : I 12, J 20	
4L_1000m		Status : - Forecast Well : I 12, J 21 Notice : IRR is below 0 , Value 0 is	
4L_250m	😓 Forecast Property	returned	
assified Map 1	Auto Generate Field Su	Status : - Forecast Well : I 13, J 6 Notice : IRR is bigger than 100,	0 5 10 15
	Auto Generate Annual	Value 100 is returned Status : - Forecast Well : I 13, J 7	Day (10^3)
es	Auto Generate Detail G	Notice : IRR is bigger than 100,	
ologies (1)		Value 100 is returned Status : - Forecast Well : I 13, J 8	
(1)	Save Detail	Notice : IRR is bigger than 100, Value 100 is returned	S Forecasting Status
AHD .	*Note	Status : - Forecast Well : I 13, J 9	Total Well(s): 383 Time Remaining: 00h:01m:18s
atching	All files will be saved in	Status : - Forecast Well : I 13, J 10 Notice : IRR is bigger than 100,	Total wents; sos
-	your DCBM directory. Make sure that none of the	Value 100 is returned Status : - Forecast Well : I 13, J 11	
asting (5)	existing files from the same	Status : - Forecast Well : I 13, J 11 Status : - Forecast Well : I 13, J 12	
ck	analysis are opened.		Time Line (Day)
CK1 LAYER	Cance		
CK2	precast Cance		

Full project economics

Requires to generate a field drilling, connection and production sequence

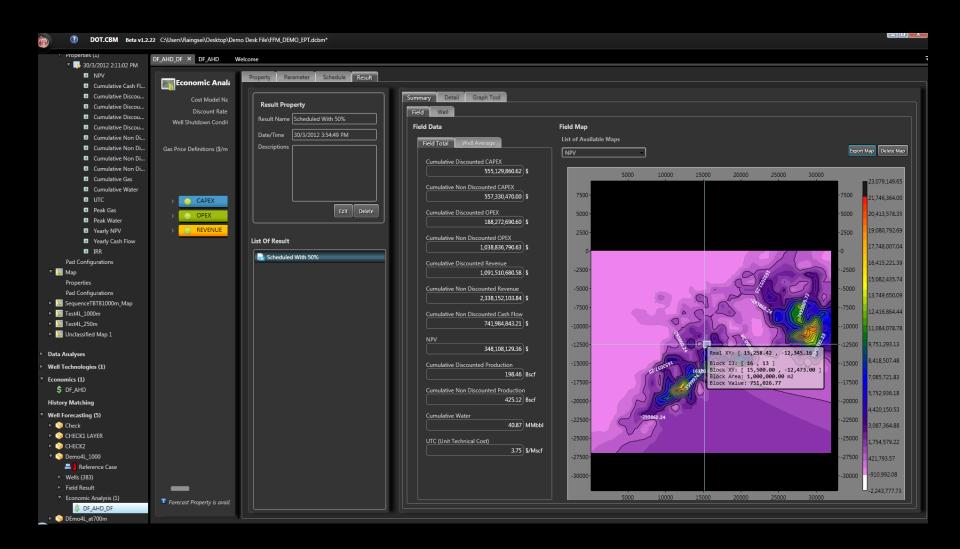
Mapping the drilling, connection and production sequences



Economics: screening and high-grading

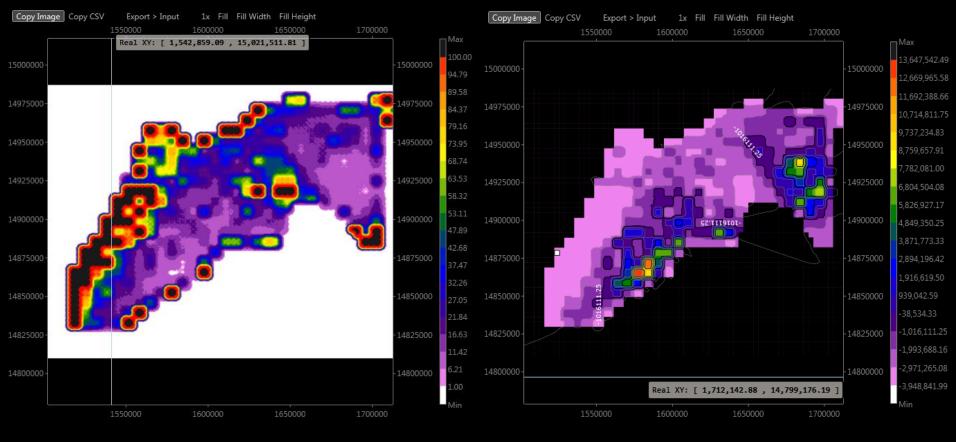
Perform economic calculations, allocated back to each well

Area NPV assessment : HIGH-GRADING



Economic results – areal mapping

This can be used as a basis for field optimisation

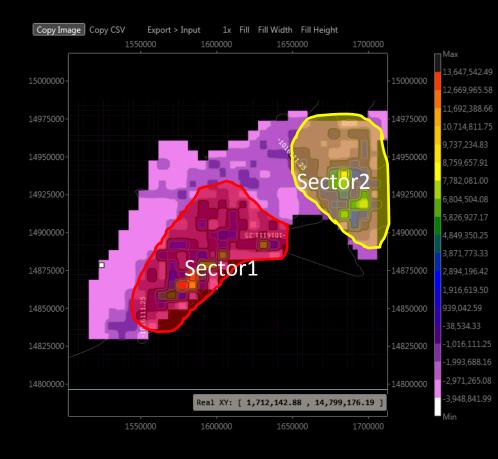


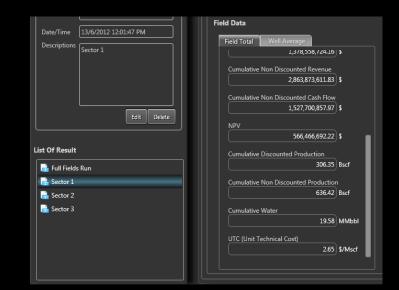
UTC \$/Mscf

NPV (\$)

Sectorisation workflow

Using map based forecast, coupled with Economics



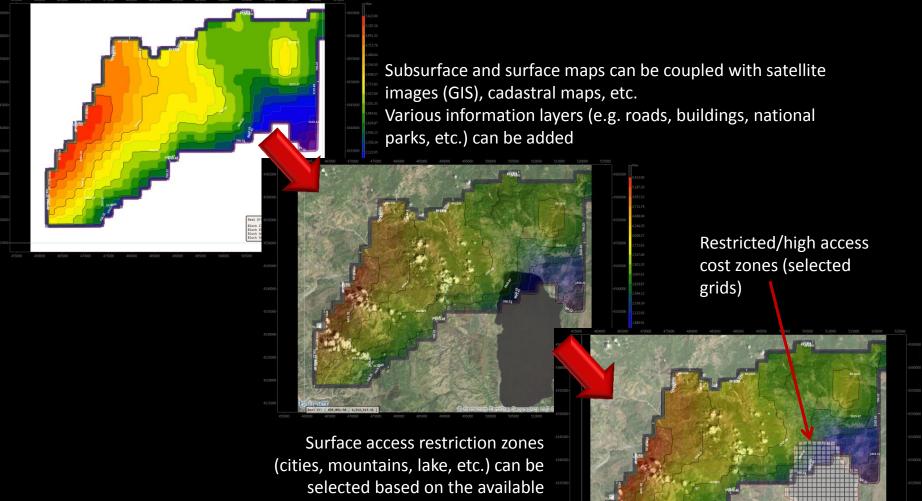


Sector economics are calculated and can be compared to field average

SECTORISATION WORKFLOW

GIS and satellite imaging capability

Define avoidance zones for realistic surface developments

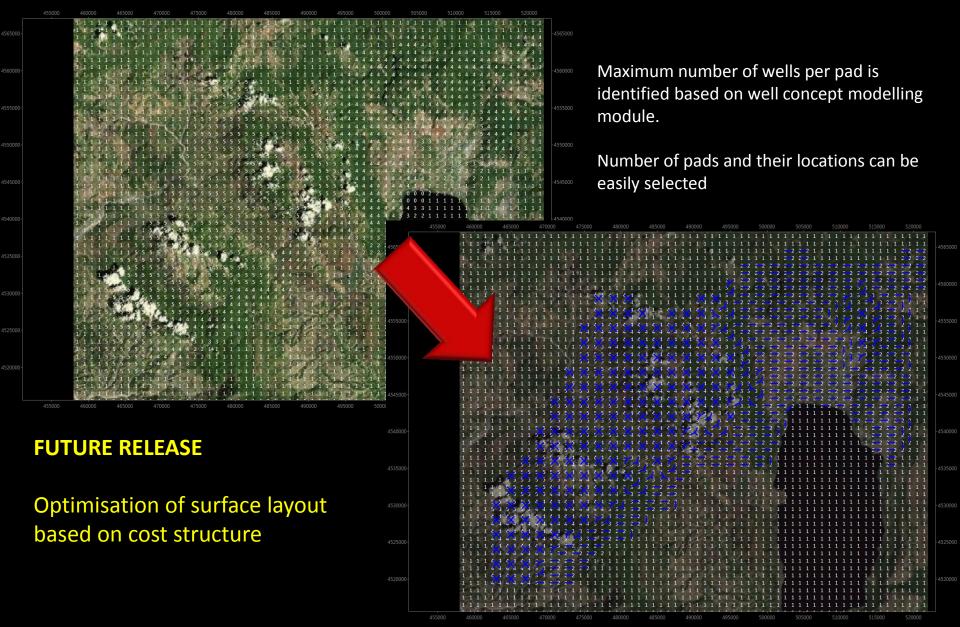


information

Reflect the influence of surface constraints onto development scheme and its value : cost model, well count etc..

Pad modelling

Pad sizing and pad location selection/optimization





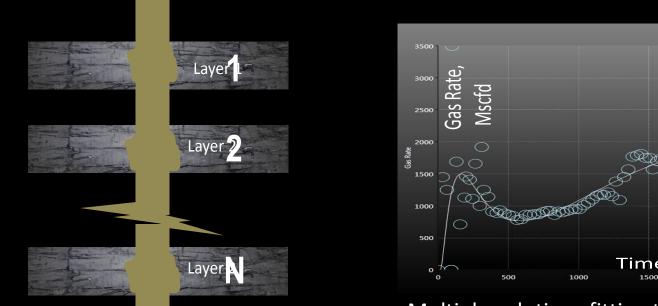
Development Optimization Toolkit for CBM

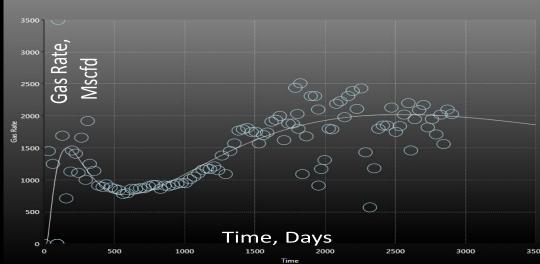
HISTORY MATCHING

Assisted Stochastic History Matching

Advanced solution developed specifically for CBM well history matching

- Rapidly generate a comprehensive range of solutions matching production data
- All reservoir parameters can be varied -solves with 10+ varying parameters per layer
- Investigate and understand multi-layer behaviour
- Numerical Finite Elements and Material Balance models available
- Multiple coupled evolutionary search algorithms

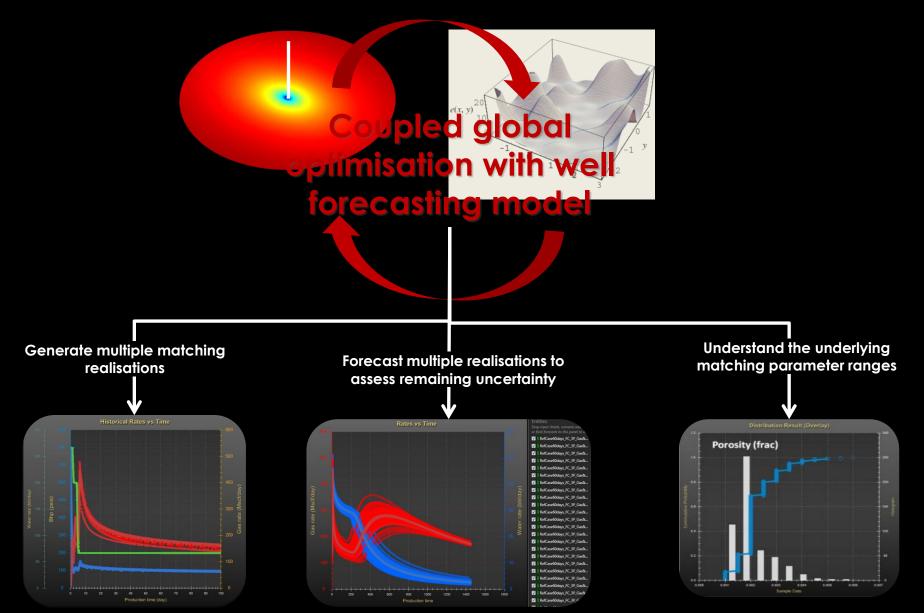




Multiple solutions fitting the historical production

Stochastic History Matching

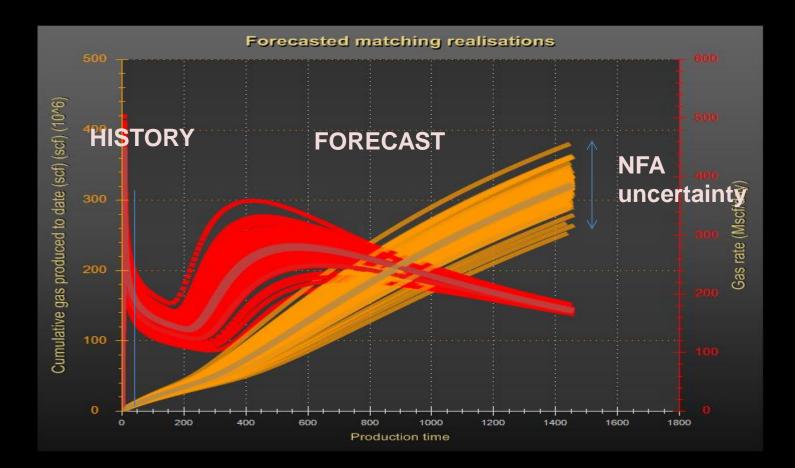
Process allows for 100's of matching cases to be generated in minutes



Forecasted matched models

Generate a range of forecasts based on alternative matching realisations

- Rapid assessment of the residual uncertainty associated with NFA forecast
- Identification of remaining potential in NFA and further-activity case

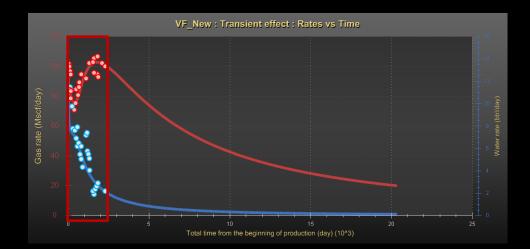


History Matching

Two approaches

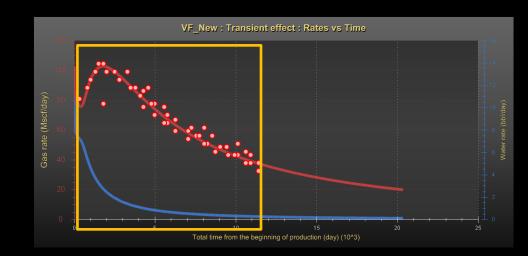
Short-term pilot production (1-6months)

Especially tighter coals (<5mD) Use Finite Element (numerical) model Captures early production time effects

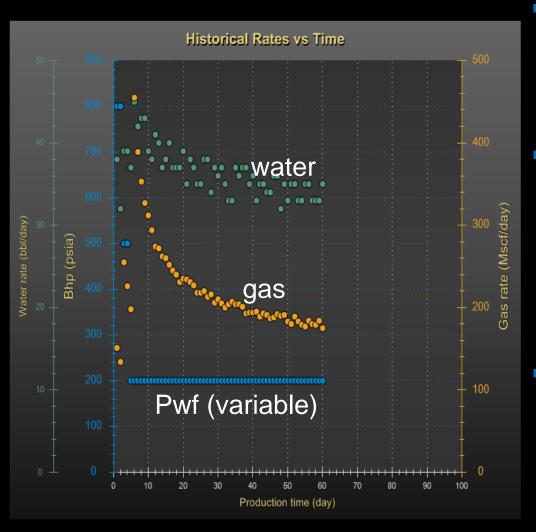


Mid/Long-term pilot production (6-24+ months)

Emphasis on matching later time production profile Use Material balance forecast



Typical problem faced by CSG operators

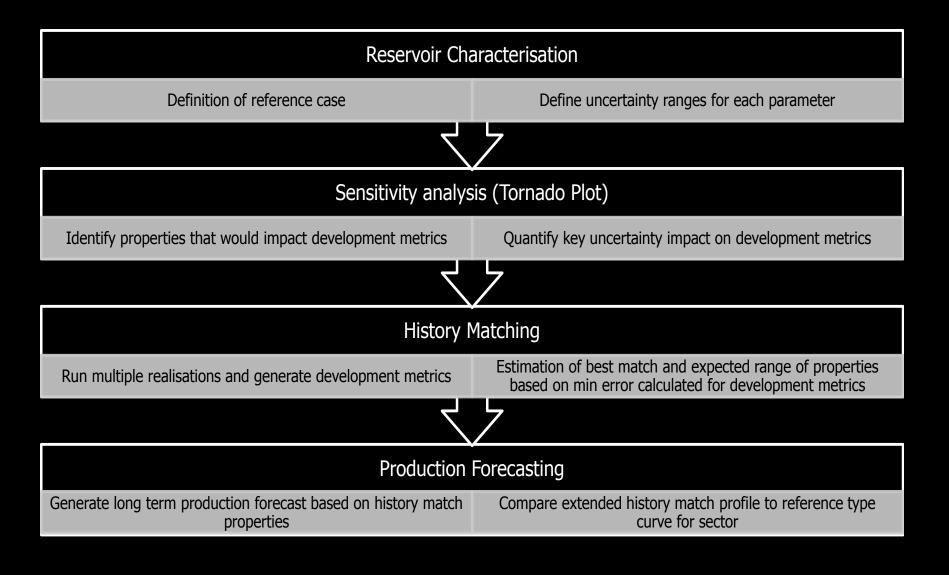


- Limited availability of data such as:
 - Isotherm, gas content
 - Permeability, porosity
 - Production data
 desired to understand
 better reservoir
 parameters and future
 production potential of
 wells

But:

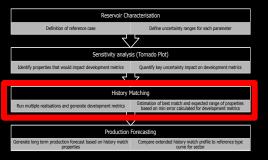
- Extended, continuous production is a problem for various reasons
- Ambiguity in the collected production data

Our Workflow for the assesment of early production pilots



Our Workflow for the assesment of pilot production

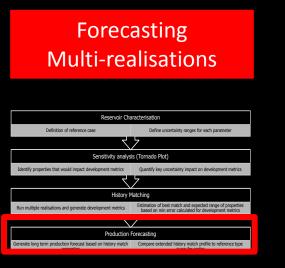




Zoom on total runs:



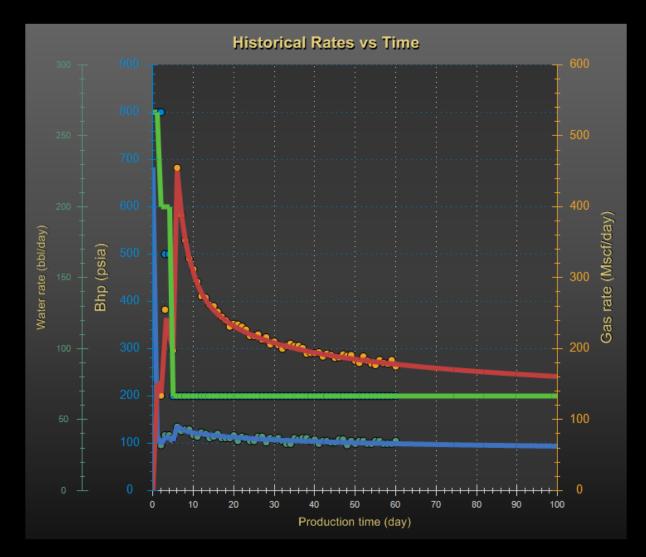
Our Workflow for the assesment of pilot production



Why match multi-realisations and then forecast them ?

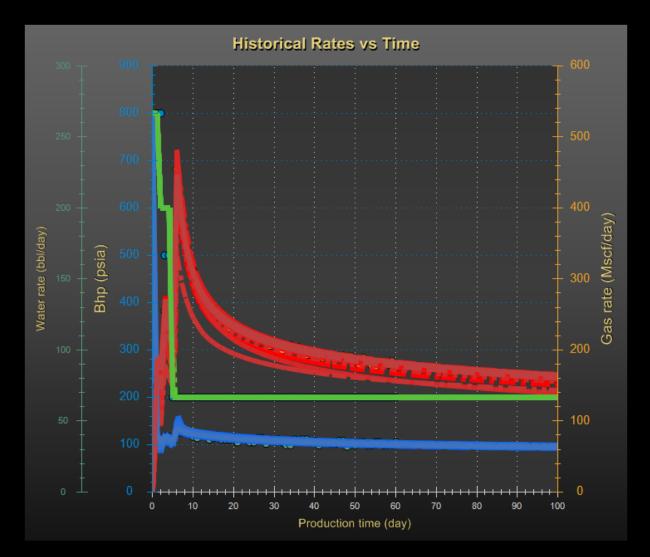
Isn't one match good enough...?

Example of multi-parameter matching



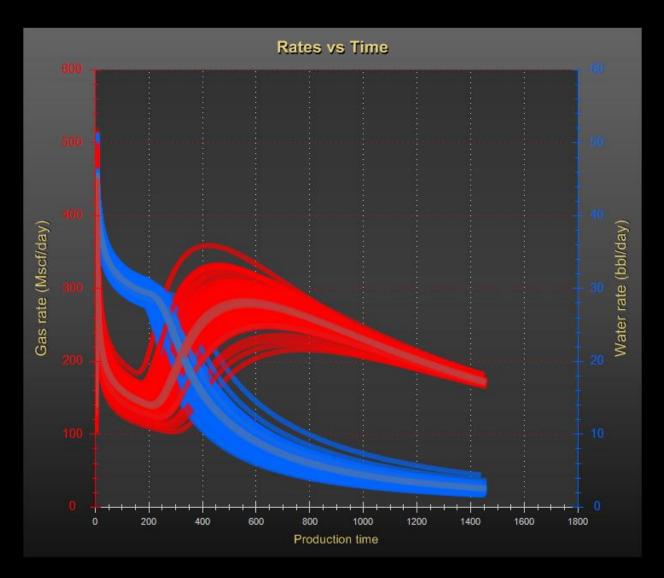
- Single well match and it's forecast
- Useful but is this the only solution?
- Given the uncertainty on CSG reservoir characteristics

Example of multi-parameter matching



- A few selected additional matches
- Evidence of a range of possible future performance given an acceptable historical match

Example of multi-parameter matching



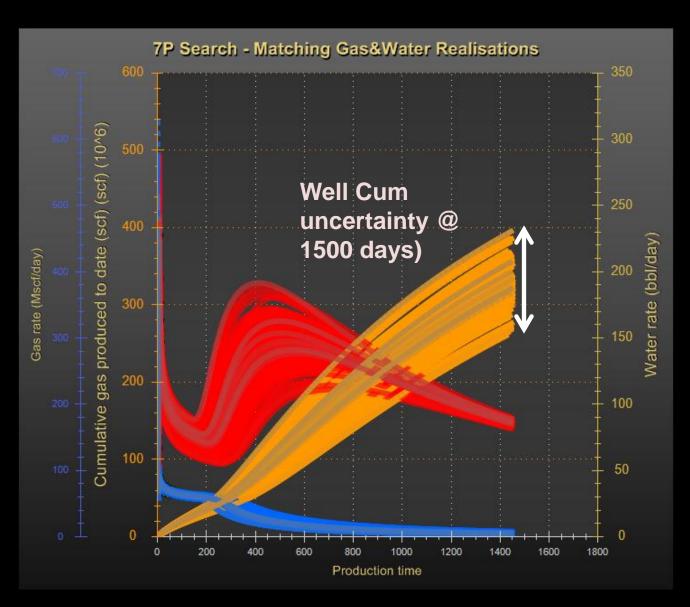
Now plotting the top 150 solutions

Selected as acceptable match

Provides a greater understanding of

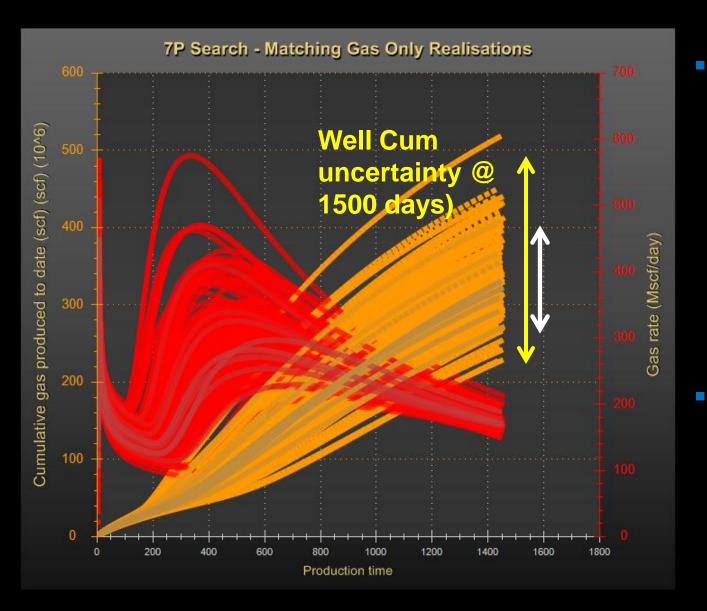
- Future well performance
- Underlying reservoir parameters

Value of Information for Water Measurement at well level



- Remaining uncertainty can be quantified
- Useful for reserves assessment

Value of Information for Water Measurement at well level



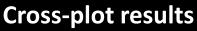
Considerable Value of Information associated to measuring individual well water production

The stochastic workflow allows to quantify the information

Utilising the matched cases to extract statistics: MATCHING PARAMETERS

Reservoir characteristics

Assess uncertainty range in match given data quality and production time



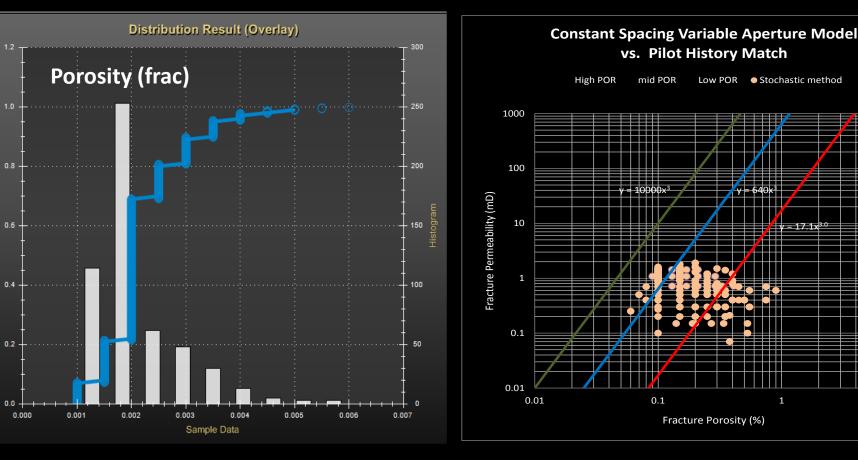
Verification of reservoir characterisation models vs. Solutions from HM

Low POR

Stochastic method

1

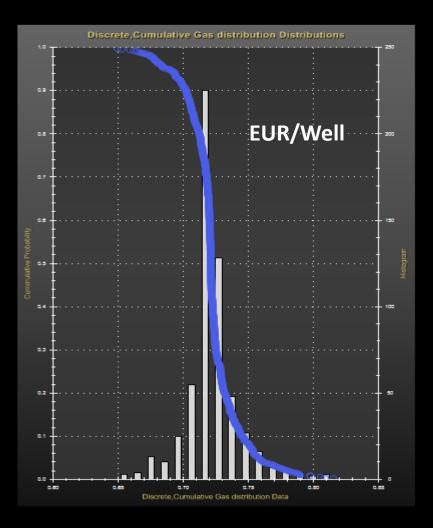
10



Utilising the matched cases to extract statistics: FORECAST RESULTS

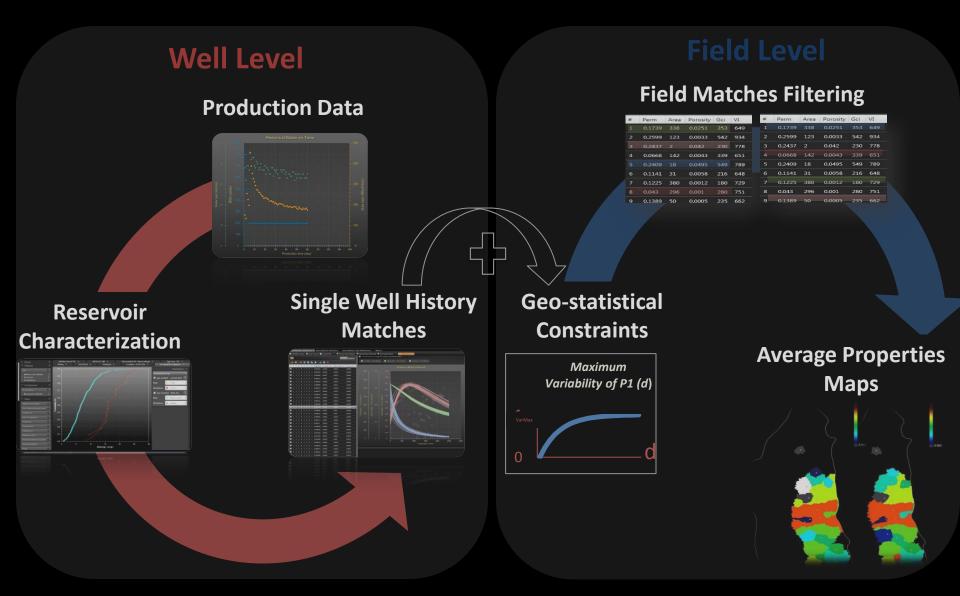
Statistics on matches

Again we use the DOT.CBM data analysis capability



Multi-Well History Matching

Matches Filtering & Average Maps Generation



Field Matches Filtering

Using Geo-Statistical Constraints

	Possible Matches for Well1								
#	Perm	Area	Porosity	Gci	VI				
1	0.1739	338	0.0251	353	649				
2	0.2599	123	0.0033	542	934				
3	0.2437	2	0.042	230	778				
4	0.0668	142	0.0043	339	651				
5	0.2409	18	0.0495	549	789				
6	0.1141	31	0.0058	216	648				
7	0.1225	380	0.0012	180	729				
8	0.043	296	0.001	280	751				
9	0.1389	50	0.0005	235	662				

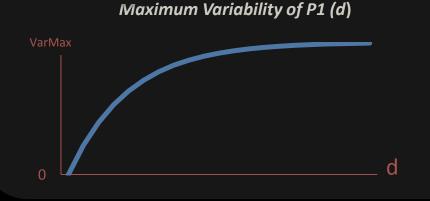
#	Perm	Area	Porosity	Gci	VI
1	0.1739	338	0.0251	353	649
2	0.2599	123	0.0033	542	934
з	0.2437	2	0.042	230	778
4	0.0668	142	0.0043	339	651
5	0.2409	18	0.0495	549	789
6	0.1141	31	0.0058	216	648
7	0.1225	380	0.0012	180	729
8	0.043	296	0.001	280	751
9	0.1389	50	0.0005	235	662

Possible Matches for Well i

	Possible Matches for Well n									
	#	Perm	Area	Porosity	Gci	VI				
	1	0.1739	338	0.0251	353	649				
	2	0.2599	123	0.0033	542	934				
	3	0.2437	2	0.042	230	778				
•	4	0.0668	142	0.0043	339	651				
	5	0.2409	18	0.0495	549	789				
	6	0.1141	31	0.0058	216	648				
	7	0.1225	380	0.0012	180	729				
	8	0.043	296	0.001	280	751				
	9	0.1389	50	0.0005	235	662				

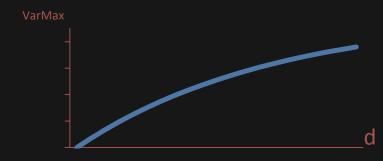
Geo-statistical Constraints

. . . .





. .

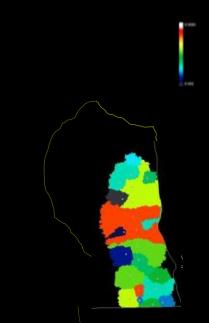


Average Maps Generation

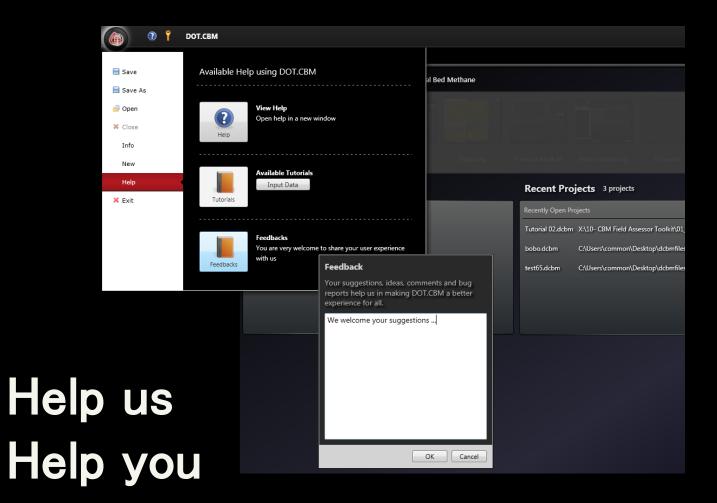
Using Matched Drainage Areas

Field Match 1						Field Match 2					
	Well1	Well2	Well3				Well1	Well2	Well3		
Area	100	120	300			Area	150	120	280		
Porosity	0.0008	0.0014	0.002			Porosity	0.0007	0.0004	0.0018		
Perm	1	2	4			Perm	1	2	4		





Thank you for your attention



Share with us your experience, suggestions and ideas with the DOT.CBM feedback tool.