



**2024 GAS LIFT  
WORKSHOP**

# **Gaslift Optimization Strategies for Enhanced Productivity in Ageing Brown Fields.**

**Onyinyechi Ekerenduh**, Isioma Okolo; Kelvin Okpako, Portia Owhiri, Olaseni Osho, Temitope Alalade; Ejiro Ogbodu, Ademola Ogunrinde, Nduka Ezechukwu., Faye de Haas; John Oluleye; Benjamin Ajaraogu, Ufuoma Oghene.

**The Shell Petroleum Development Company (SPDC)**

**ALRDC.COM**



## Agenda

- Introduction
- Field X Overview
- Painting the Picture
- Production Decline Issue
- Campaign outcome
- Gains from the opportunities
- Lowlights and Learnings
- Recommendation
- Conclusion.
- Q & A

**ALRDC.COM**



# 2024 GAS LIFT WORKSHOP

## Introduction

- The introduction and optimization of gas lift systems in oil wells is a crucial process to enhance the recovery of hydrocarbons and extend the well life.
- When brown fields and assets in late life are considered within the context of Wells Reservoir and Facility Management (WRFM), the utility of gaslift systems has been proven to be beyond marginal.
- In the Niger Delta, it is not uncommon to find development/producer wells situated in brown fields assets that have produced for more than forty (40) years.
- Over the extensive production life of these wells, the propensity for vertical lift issues associated with higher watercut and/or reservoir pressure depletion increases, and ultimately results in well productivity decline.
- Gas lift is essential in achieving and sustaining improved recovery from mature wells.

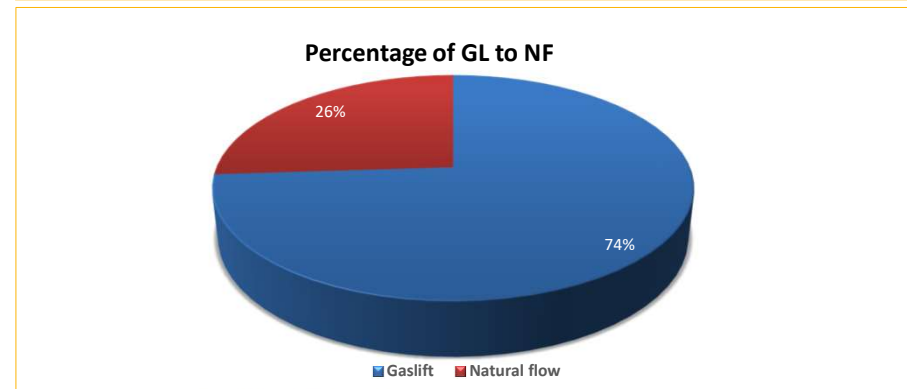
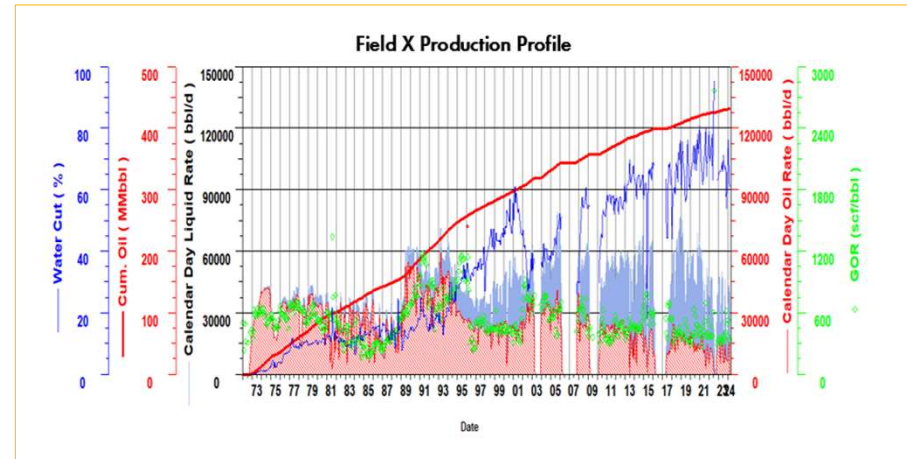
**ALRDC.COM**



## 2024 GAS LIFT WORKSHOP

### Field X Overview

- Field X, an onshore oil producing asset situated in the Niger Delta was discovered in the 1960's.
- The Field Development Plan established the need for artificial lift in Field X, and gas lift was selected as the preferred artificial lift method for all the wells.
- Oil production commenced in the early 1970's.
- 57 wells were drilled and completed in this field.
- It has produced a total of about 430 MMstb of oil since it came onstream with peak production of 55 kbb/d in 1993.
- Over the years, oil production has declined with increasing watercut.
- Gas lift has been essential in improving recovery from this field.



**ALRDC.COM**

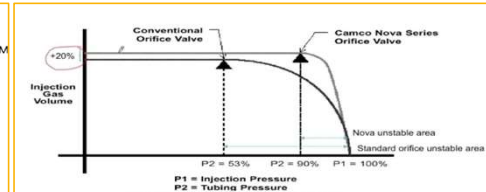
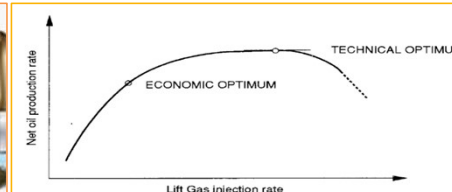
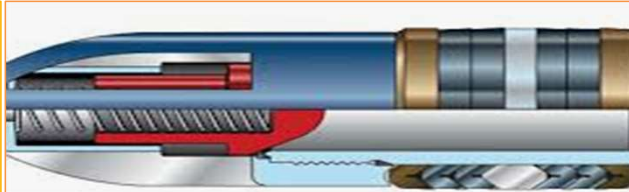
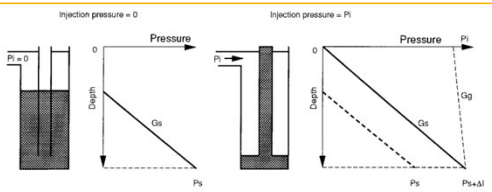


# 2024 GAS LIFT WORKSHOP

## Painting the Picture

- 64% percent of the total production comes from gas lifted wells, so gas lift optimization is a major focus area.
- Routine surveillance identified that 8 wells were producing below potential: 5 wells are gas lifted, and 3 wells are naturally flowing.
- After detailed integrated subsurface review of the production performance of these wells, the following issues were highlighted as responsible for sub-optimal production:
  - Lift Gas sharing issues
  - Gas Cycling
  - Liquid loading.

The value driver for this campaign is to improve oil production in the short term by providing the ability to kick off wells on gas lift and to optimize production from existing gas lifted wells.



**ALRDC.COM**



# 2024 GAS LIFT WORKSHOP

## Well 1S Production Issues: Lift Gas sharing & cycling

### Background:

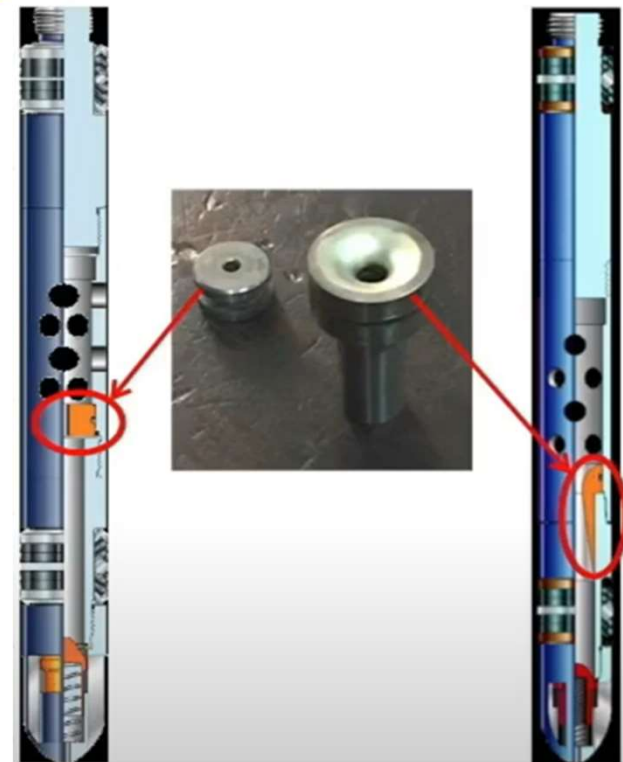
- Well 1 is a dual string oil producer, with both strings on gaslift.
- The Short string (X1S) has been producing sub-optimally due to lift gas sharing issues.
- The orifice is currently on the first mandrel (1751ftah), and this was based on the early to mid-life gas lift design.

### Surveillance & Findings:

- The gas lift cycling suggests that the orifice valve depth is shallower than the fluid level in the tubing.
- Confirmed fluid level in tubing (2321ftah) during the 2020 Static Gradient Survey and concluded that the injection depth is sub-optimal.

### Optimization Opportunity:

- Lower the orifice depth to achieve deeper gas lift and install venturi orifice valve.
- Replace dummy valves with gas lift valves for unloading.



Standard Orifice

Venturi Orifice

*The venturi valve flow regime virtually eliminates any effect of tubing pressure on the gas injection rate and stabilizes the gas injection pressure. Venturi valves achieve critical flow with a pressure drop of 10% or less, while conventional orifice valves require an approximately 40% pressure drop.*

**ALRDC.COM**

N/B: ftah- feet along hole depth

# 2024 GAS LIFT WORKSHOP

## Well 2 Production Issues: Gas cycling

### Background:

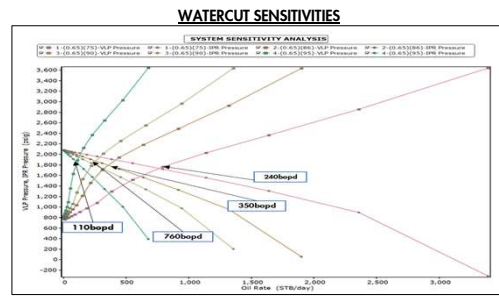
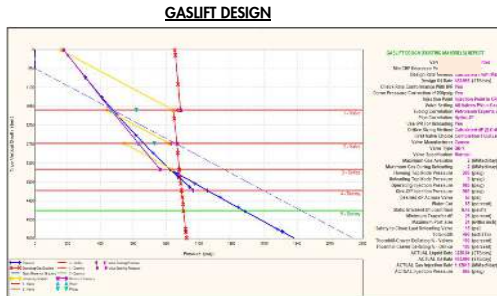
- Observed gas cycling in September 2019 and has been producing intermittently since then.
- The orifice is currently on the 1st mandrel, and this was based on the early to mid-life gas lift design of the conduit.

### Surveillance & Findings:

- The gas lift cycling suggests that the orifice valve depth is shallower than the fluid level in the tubing.

### Optimization Opportunity:

- Lower the orifice depth to achieve deeper gas lift.
- Replace dummy valves with gas lift valves for unloading.
- Re-establish continuous rather than intermittent production from this well.

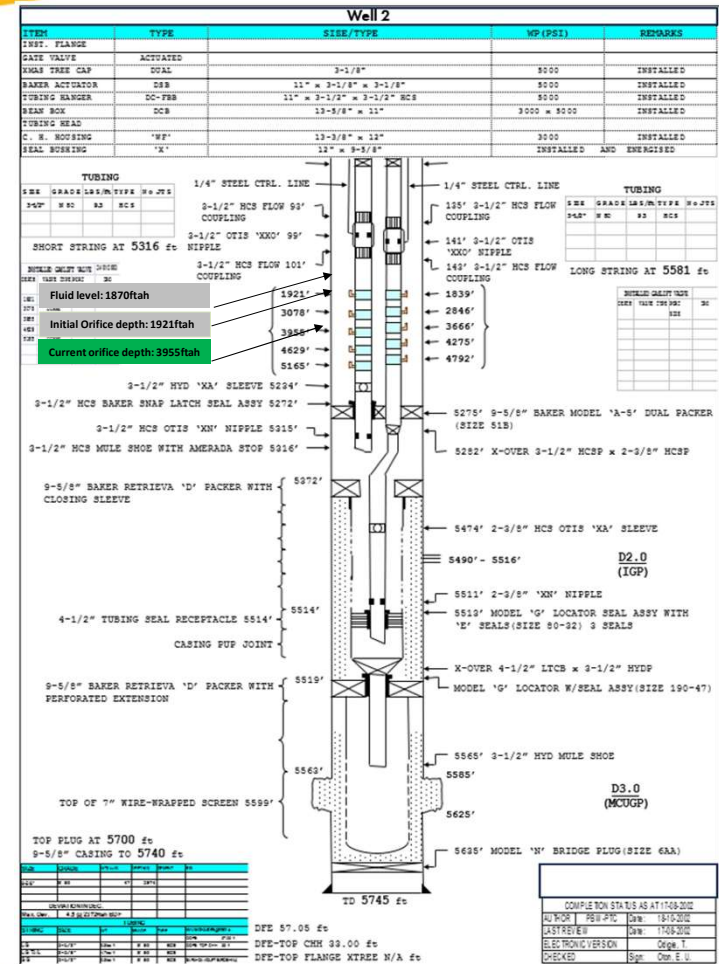


**INITIAL GLV DESIGN PARAMETERS**

| No. | Depth (ftah) | Valve Type | Port size (1/64") | TRO (psi) |
|-----|--------------|------------|-------------------|-----------|
| 1   | 1921         | Orifice    | N/A               | N/A       |
| 2   | 3078         | Dummy      | N/A               | N/A       |
| 3   | 3955         | Dummy      | N/A               | N/A       |
| 4   | 4629         | Dummy      | N/A               | N/A       |
| 5   | 5165         | Dummy      | N/A               | N/A       |

**NEW GLV DESIGN PARAMETERS**

| No. | Depth (ftah) | Valve Type | Port size (1/64") | TRO (psi) | PVo (psi) | PVc (psi) |
|-----|--------------|------------|-------------------|-----------|-----------|-----------|
| 1   | 1921         | Valve      | 8                 | 825       | 941       | 919       |
| 2   | 3078         | Valve      | 16                | 880       | 916       | 865       |
| 3   | 3955         | Orifice    | 22                | N/A       | N/A       | N/A       |
| 4   | 4629         | Dummy      | N/A               | N/A       | N/A       | N/A       |
| 5   | 5165         | Dummy      | N/A               | N/A       | N/A       | N/A       |



ALRDC.COM

## Well 3 Production Issues: Intermittent Productivity

### Background:

- Well 3 was single string completion producing on natural flow.
- The inability of this well to sustain flow is due to prevailing liquid loading (TVD >4000ft, and high BSW).

### Surveillance & Findings:

- Nodal analysis indicated that production could be sustained and optimized through gas lift injection.

### Optimization Opportunity:

- Lay gas lift line to Well 3.
- Install gas lift valves in existing mandrels.
- Establish continuous gas lift and return well to continuous production.

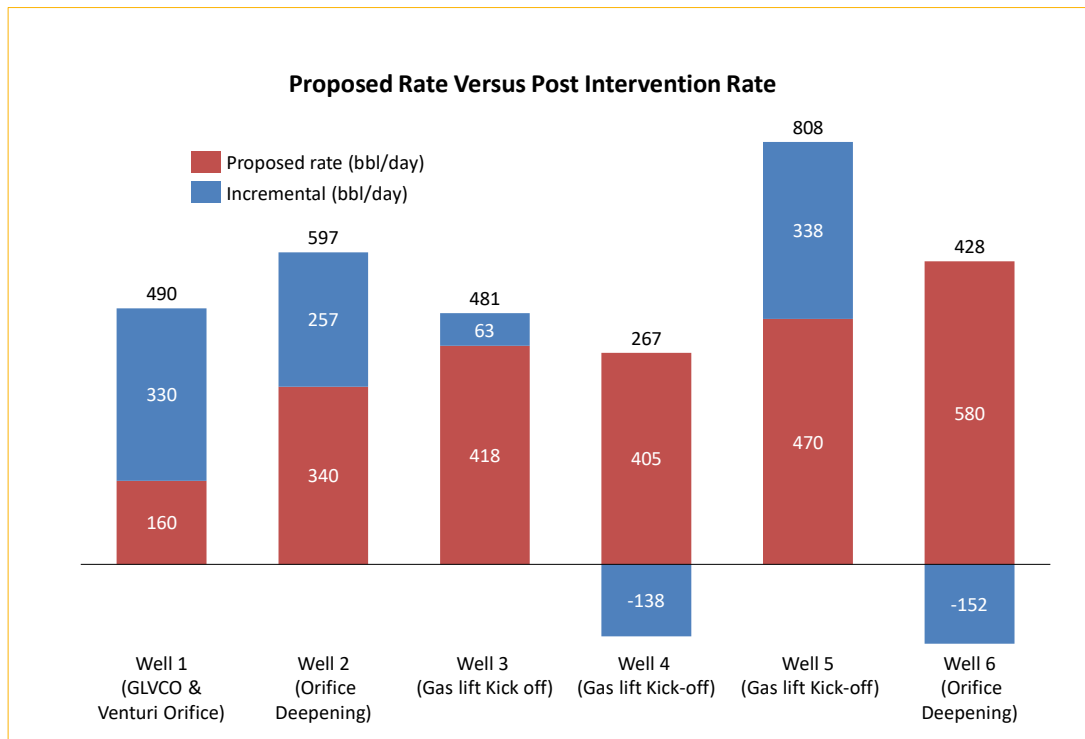


Field X gaslift Skid



# 2024 GAS LIFT WORKSHOP

## Gas lift Optimization Outcome



### Summary of Results

- Well 1: Significant oil gain realized from lowering lift point and installing venturi orifice valve.
- Well 2: Significant oil gain realized from lowering lift point.
- Well 3: Slight increase in oil gain realized from gas lift kick off.
- Well 4: Gas lift kick-off was unsuccessful, hence proposed production was not met because of sand issues. ***Discussed further in slide 11.***
- Well 5: Significant oil gain realized from hooking up well to gas lift.
- Well 6: is producing lower than planned. Well constrained with a choke to flow within ambient valve's operating pressure.



# 2024 GAS LIFT WORKSHOP

## Lowlights & Recovery Plan

### Lowlights:

- Well 4 unsuccessful gaslift kick off:
  - Whilst retrieving the dummy from one of the mandrels, sand entered the well resulting in a HUD at 4632ftah.
  - Sand bailout operation was carried out for a while before the GLVCO intervention was eventually done.
  - Attempt to do so has been unsuccessful due to the sand issues.
  - The well is still flowing on natural flow on a much lower rate.
- Delayed startup of gas lift optimization candidates due to line pipe availability challenges & compressor constraints.

### Recovery Plan:

- Carry out further troubleshooting on Well 4 and kick off on gas lift.
- Carry out drift run in the well to confirm the wellbore is free of any restriction.
- Repair/ replace Field X gas lift compressor to improve availability and sustain production.



## 2024 GAS LIFT WORKSHOP

### Recommendations & Conclusion

- Gas lift installations and optimizations such as deepening the depth of injection and installation of venturi orifice for dual string producers have improved the performance of wells enhanced production in Field X.
- It is recommended to use venturi orifice valves to minimize interference between dual string gas lifted completions by eliminating the effect of tubing pressure on the gas injection rate and stabilizing the gas injection pressure.

**ALRDC.COM**



## 2024 GAS LIFT WORKSHOP

### Acknowledgement

- I acknowledge my Asset Manager, Dipo Ashafa, My PT TA1, Ufuoma Oghene, My Team Lead Faye de Haas and Steve Freeman for all the support and sponsorship.
- I also acknowledge the rest of the SPDC Subsurface, Wells and Operations Team that contributed to the delivery of this project.

**ALRDC.COM**



## 2024 GAS LIFT WORKSHOP



**Onyinyechi Ekerenduh**

**Production Technologist – The Shell Petroleum Development Company of Nigeria**

Onyinye Ekerenduh has worked in SPDC for 10 years across swamp, land and shallow water assets teams. She is a Seasoned Petroleum Engineer with award winning WRFM experience maximizing value from brownfield assets by continuous improvement, adopting learner's mindset for the optimization of the Wells, Reservoirs, and Facilities for exceptional performance, laser focus on effective well integrity management, adding reserves and enhancing production safely.

**ALRDC.COM**



## 2024 GAS LIFT WORKSHOP

# Question Time



**ALRDC.COM**



## Copyright

- Rights to this presentation are owned by the company(ies) and/or author(s) listed on the title page. By submitting this presentation to the Gas Lift Workshop, they grant to the Workshop, and the Artificial Lift Research and Development Council (ALRDC) rights to:
  - Display the presentation at the Workshop.
  - Place the presentation on the [www.alrdc.com](http://www.alrdc.com) web site, with access to the site to be as directed by the Workshop Steering Committee.
  - Place the presentation for distribution and/or sale as directed by the Workshop Steering Committee.
- Other uses of this presentation are prohibited without the expressed written permission of the company(ies) and/or author(s).



**ALRDC.COM**



## Disclaimer

The following disclaimer shall be included as the last page of a Technical Presentation or Continuing Education Course. A similar disclaimer is included on the Gas Lift Workshop webpage.

The Artificial Lift Research and Development Council and its officers and trustees, and the Gas Lift Workshop Steering Committee members, and their supporting organizations and companies (here-in-after referred to as the Sponsoring Organizations), and the author(s) of this Technical Presentation or Continuing Education Course and their company(ies), provide this presentation and/or training material at the Gas Lift Workshop "as is" without any warranty of any kind, express or implied, as to the accuracy of the information or the products or services referred to by any presenter (in so far as such warranties may be excluded under any relevant law) and these members and their companies will not be liable for unlawful actions and any losses or damage that may result from use of any presentation as a consequence of any inaccuracies in, or any omission from, the information which therein may be contained.

The views, opinions, and conclusions expressed in these presentations and/or training materials are those of the author and not necessarily those of the Sponsoring Organizations. The author is solely responsible for the content of the materials.

The Sponsoring Organizations cannot and do not warrant the accuracy of these documents beyond the source documents, although we do make every attempt to work from authoritative sources. The Sponsoring Organizations provide these presentations and/or training materials as a service. The Sponsoring Organizations make no representations or warranties, express or implied, with respect to the presentations and/or training materials, or any part thereof, including any warranties of title, non-infringement of copyright or patent rights of others, merchantability, or fitness or suitability for any purpose.



**ALRDC.COM**



## Legal Disclaimer

The companies in which Shell plc directly and indirectly owns investments are separate legal entities. In this presentation, “Shell”, “Shell Group” and “Group” are sometimes used for convenience where references are made to Shell plc and its subsidiaries in general. Likewise, the words “we”, “us” and “our” are also used to refer to Shell plc and its subsidiaries in general or to those who work for them. These terms are also used where no useful purpose is served by identifying the particular entity or entities. “Subsidiaries”, “Shell subsidiaries” and “Shell companies” as used in this presentation refer to entities over which Shell plc either directly or indirectly has control. Entities and unincorporated arrangements over which Shell has joint control are generally referred to as “joint ventures” and “joint operations”, respectively. “Joint ventures” and “joint operations” are collectively referred to as “joint arrangements”. Entities over which Shell has significant influence but neither control nor joint control are referred to as “associates”. The term “Shell interest” is used for convenience to indicate the direct and/or indirect ownership interest held by Shell in an entity or unincorporated joint arrangement, after exclusion of all third-party interest.

This presentation contains forward-looking statements (within the meaning of the U.S. Private Securities Litigation Reform Act of 1995) concerning the financial condition, results of operations and businesses of Shell. All statements other than statements of historical fact are, or may be deemed to be, forward-looking statements. Forward-looking statements are statements of future expectations that are based on management’s current expectations and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in these statements. Forward-looking statements include, among other things, statements concerning the potential exposure of Shell to market risks and statements expressing management’s expectations, beliefs, estimates, forecasts, projections and assumptions. These forward-looking statements are identified by their use of terms and phrases such as “aim”, “ambition”, “anticipate”, “believe”, “could”, “estimate”, “expect”, “goals”, “intend”, “may”, “milestones”, “objectives”, “outlook”, “plan”, “probably”, “project”, “risks”, “schedule”, “seek”, “should”, “target”, “will” and similar terms and phrases. There are a number of factors that could affect the future operations of Shell and could cause those results to differ materially from those expressed in the forward-looking statements included in this [report], including (without limitation): (a) price fluctuations in crude oil and natural gas; (b) changes in demand for Shell’s products; (c) currency fluctuations; (d) drilling and production results; (e) reserves estimates; (f) loss of market share and industry competition; (g) environmental and physical risks; (h) risks associated with the identification of suitable potential acquisition properties and targets, and successful negotiation and completion of such transactions; (i) the risk of doing business in developing countries and countries subject to international sanctions; (j) legislative, judicial, fiscal and regulatory developments including regulatory measures addressing climate change; (k) economic and financial market conditions in various countries and regions; (l) political risks, including the risks of expropriation and renegotiation of the terms of contracts with governmental entities, delays or advancements in the approval of projects and delays in the reimbursement for shared costs; (m) risks associated with the impact of pandemics, such as the COVID-19 (coronavirus) outbreak; and (n) changes in trading conditions. No assurance is provided that future dividend payments will match or exceed previous dividend payments. All forward-looking statements contained in this press release are expressly qualified in their entirety by the cautionary statements contained or referred to in this section. Readers should not place undue reliance on forward-looking statements. Additional risk factors that may affect future results are contained in Shell plc’s Form 20-F for the year ended December 31, 2022 (available at [www.shell.com/investor](http://www.shell.com/investor) and [www.sec.gov](http://www.sec.gov)). These risk factors also expressly qualify all forward-looking statements contained in this presentation and should be considered by the reader. Each forward-looking statement speaks only as of the date of this presentation, 1st-3rd August 2023. Neither Shell plc nor any of its subsidiaries undertake any obligation to publicly update or revise any forward-looking statement as a result of new information, future events or other information. In light of these risks, results could differ materially from those stated, implied or inferred from the forward-looking statements contained in this presentation.

Also, in this presentation we may refer to Shell’s “Net Carbon Footprint” or “Net Carbon Intensity”, which includes Shell’s carbon emissions from the production of our energy products, our suppliers’ carbon emissions in supplying energy for that production and our customers’ carbon emissions associated with their use of the energy products we sell. Shell only controls its own emissions. The use of the term Shell’s “Net Carbon Footprint” or “Net Carbon Intensity” is for convenience only and not intended to suggest these emissions are those of Shell plc or its subsidiaries.

Shell’s operating plan, outlook and budgets are forecasted for a 10-year period and are updated every year. They reflect the current economic environment and what we can reasonably expect to see over the next 10 years. Accordingly, they reflect our Scope 1, Scope 2 and Net Carbon Footprint (NCF) targets over the next 10 years. However, Shell’s operating plans cannot reflect our 2050 net-zero emissions target and 2035 NCF target, as these targets are currently outside our planning period. In the future, as society moves towards net-zero emissions, we expect Shell’s operating plans to reflect this movement.

This presentation may contain certain forward-looking non-GAAP measures such as cash capital expenditure and divestments. We are unable to provide a reconciliation of these forward-looking Non-GAAP measures to the most comparable GAAP financial measures because certain information needed to reconcile those Non-GAAP measures to the most comparable GAAP financial measures is dependent on future events some of which are outside the control of Shell, such as oil and gas prices, interest rates and exchange rates. Moreover, estimating such GAAP measures with the required precision necessary to provide a meaningful reconciliation is extremely difficult and could not be accomplished without unreasonable effort. Non-GAAP measures in respect of future periods which cannot be reconciled to the most comparable GAAP financial measure are calculated in a manner which is consistent with the accounting policies applied in Shell plc’s consolidated financial statements.

The contents of websites referred to in this presentation do not form part of this presentation.

We may have used certain terms, such as resources, in this presentation that the United States Securities and Exchange Commission (SEC) strictly prohibits us from including in our filings with the SEC. Investors are urged to consider closely the disclosure in our Form 20-F, File No 1-32575, available on the SEC website [www.sec.gov](http://www.sec.gov).

The logo for ALRDC.COM, featuring the text "ALRDC.COM" in a bold, blue, sans-serif font. Above the text is a stylized graphic consisting of a yellow semi-circle on top of a blue semi-circle.