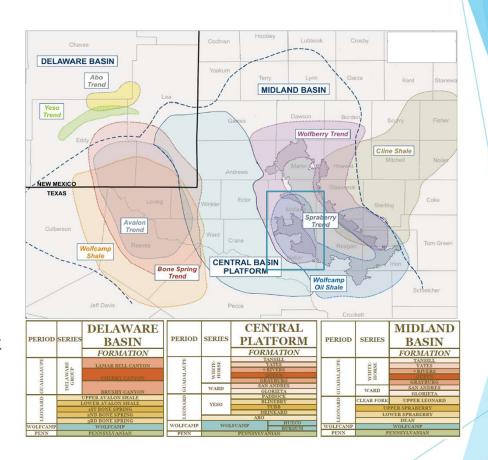


Overcoming Inefficiencies of Annular Flow in a Hybrid Gas Lift Well Eric Hale >
ALRDC Gas Lift Workshop
June 7th-11th 2021

Case Study

Artificial Lift
R&D Council

- The operator selected the Wolfcamp A formation in the Permian Basin for the case study.
- Historically this basin has utilized electric submersible pumps (ESP) as the ALS of choice
- Due to low commodity prices and the multiple re-entries of the wells to repair or downsize the ESP caused the operator to select gas lift as an alternative form for this case study







- ► Focused on maximizing production rates from the initial production (IP) of the well while maintaining an Artificial Lift System (ALS) designed to minimize work-overs
- Implemented a dual or "Hybrid" gas lift system to initially produce up the tubing/casing annulus to maximize the IP of the well
 - Provided a tubing flow option for later life production rates without the need of pulling the original ALS system
 - Provided an user friendly surface adjustment to meet the goals and needs
 - Proper selection of gas lift equipment that would allow for later life Plunger Assisted Gas Lift
- Analysed off-set well production history and Bottomhole Pressures (BHP) data help build a Nodal Analysis data set for ALS review. Analysing the data predicted we could hit forecasted rates with the proper selection of tubing size, landing depth, injection pressure, and volumes.

Slide 3

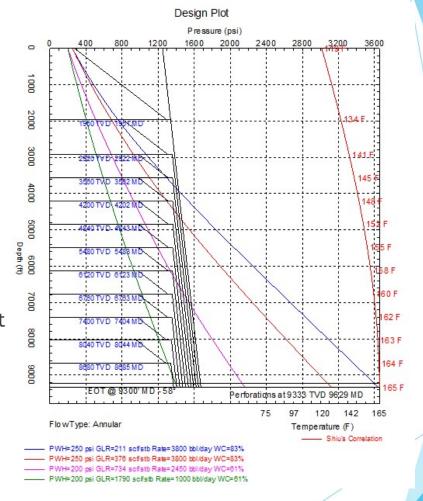
Minimizing workovers were key for this project Eric Hale, 5/24/2021 EH2

WIRELINE EQUIPMENT AND SLIDING SLEEVE USED EH3

Eric Hale, 5/24/2021

Annular Flow Valve Design Plot-Part #1

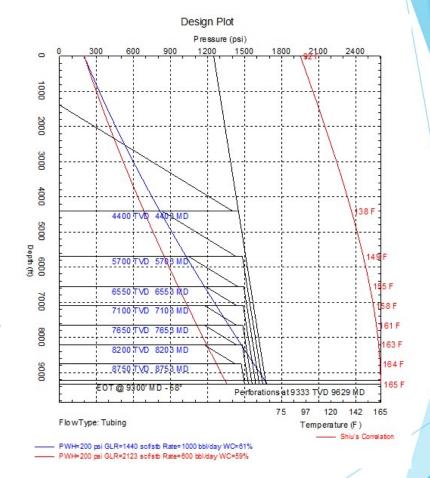
- The 1st part of the Hybrid gas lift system was developed based on the Nodal Analysis review from off-set production and IPR data
- The system in place accommodated forecasted IP rates as well as the production rates expected when the system would be switched to the 2nd part of the hybrid system





Tubing Flow Valve Design Plot-Part #2

- The 2nd part of the Hybrid system was developed based on the Nodal Analysis review to help predict liquid loading and unstable flow due to lower/later life production rates flowing up the larger cross-sectional flow area in the tubing/casing annulus.
- The system in place accommodated later life production rates to ease in the conversion from annular flow to tubing flow





Hybrid Flow Path



```
Cross Sectional Area = \pi (C_{id}/2)^2 - \pi (T_{od}/2)^2
```

2-7/8" 6.5# 2.441" ID Tubing = 4.7 in^2

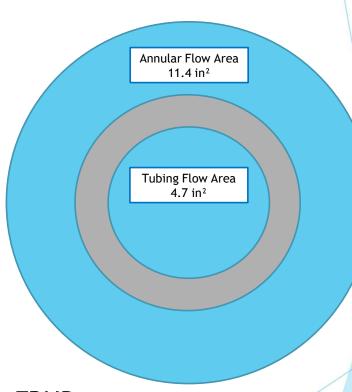
5-1/2" 20# 4.778" ID Casing = 17.9 in^2

5-1/2" x 2-7/8" Annular Space = 11.4 in^2

Equivalent Tubing Flow ID for Annular Space = 3.816" ID

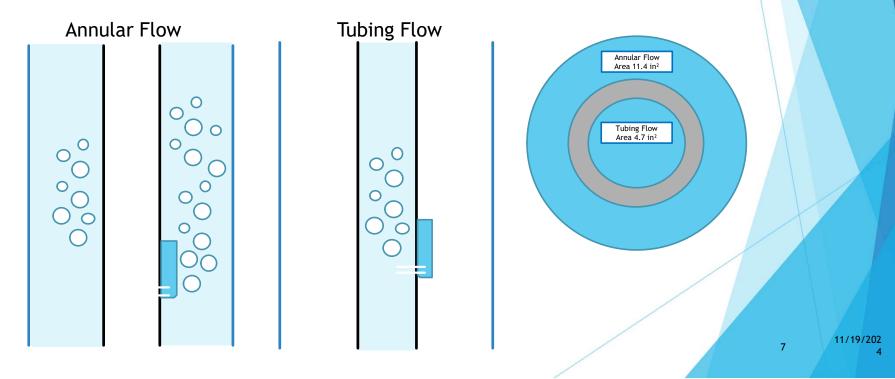
Key Advantages

- 1. Greater flow area compared to conventional tubing flow
- 2. Reduced flow path friction, lower FBHP



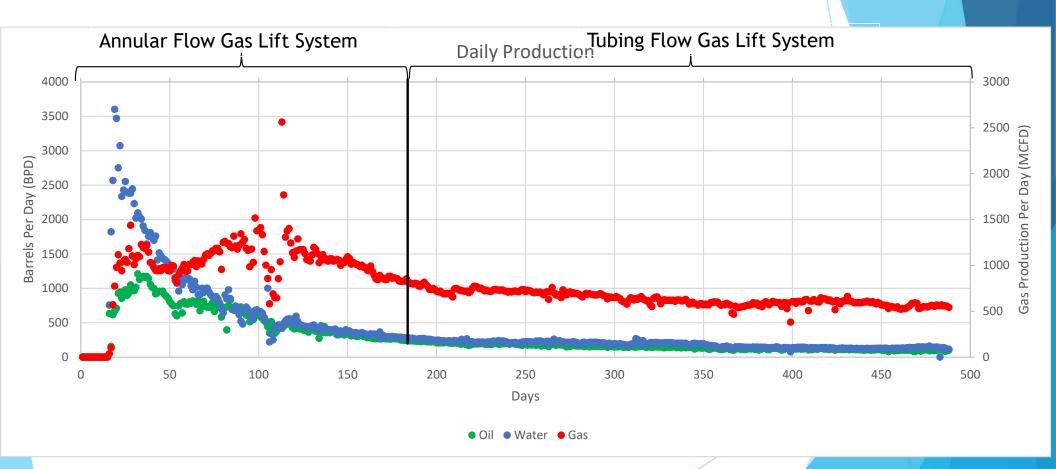
Production Challenges and Goals

- Artificial Lift
 R&D Council
- Utilize the annular portion of the Hybrid System initially to produce the well to full potential and ensure the lowest flowing bottom hole pressure can be achieved
- Operating the annular flow system from mid-low rates before switching to tubing flow
- Minimizing the increase in FBHP when switching from annular flow to tubing flow



Production History for the Hybrid System

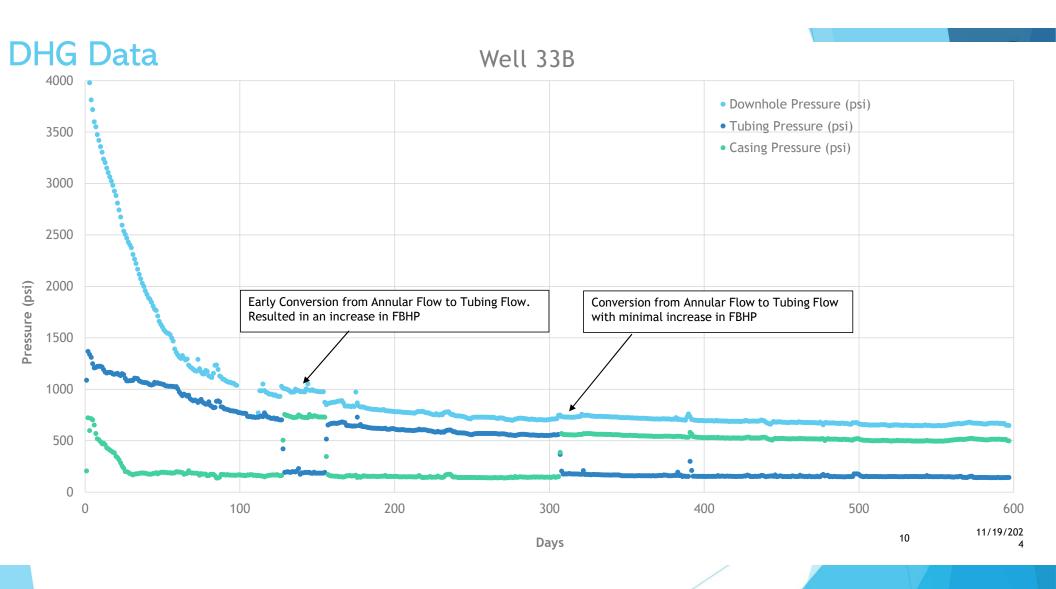




DHG Data

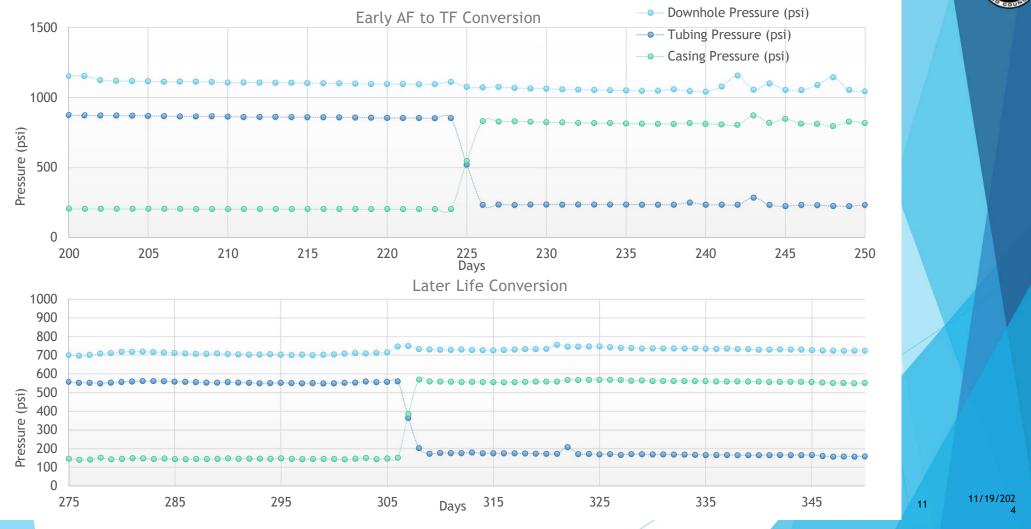


- Downhole Pressure data was closely monitored during the 1st and 2nd part of the Hybrid system to identify the target FBHP when the system should be converted from the Annular Flow to Tubing Flow
- Targeting a minimal change in FBHP was critical to maintaining production while reducing the cross-sectional flow area to help improve flow velocities
- Reduction in injection gas requirements were also key to optimize the system
- The following graphs represent the change in flow area and accommodating FBHP



DHG Data

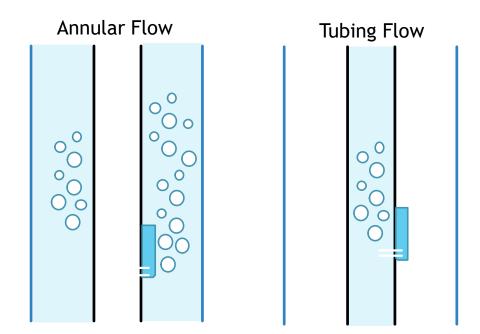




Hybrid Flow Path Conversion

Artificial Lift
R&D Council

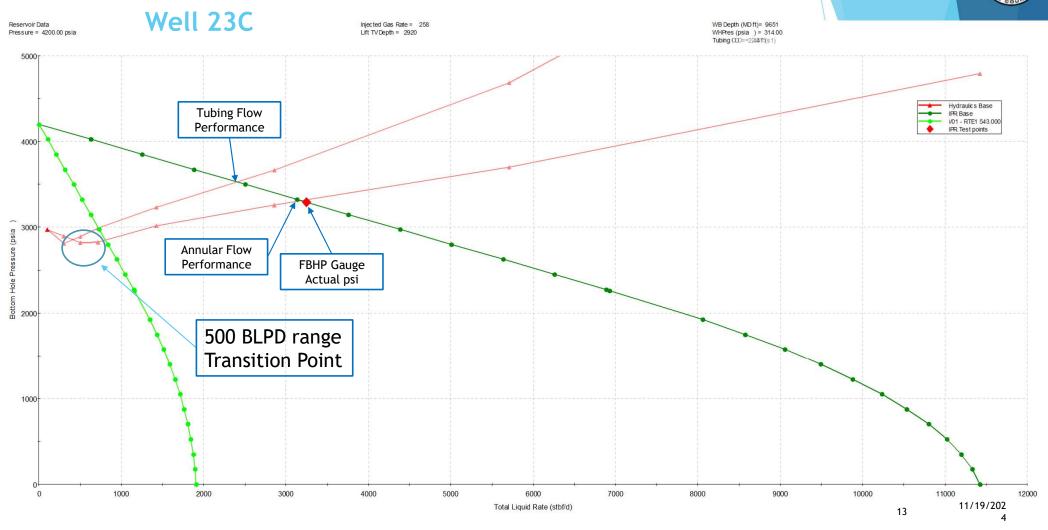
- ▶ The Inflow Performance Relationship (IPR) identifies potential production rates.
- ► The IPR helped select tubing size and ideal flow path
- ▶ The IPR identified transition point from annular flow to tubing flow



12 11/19/202

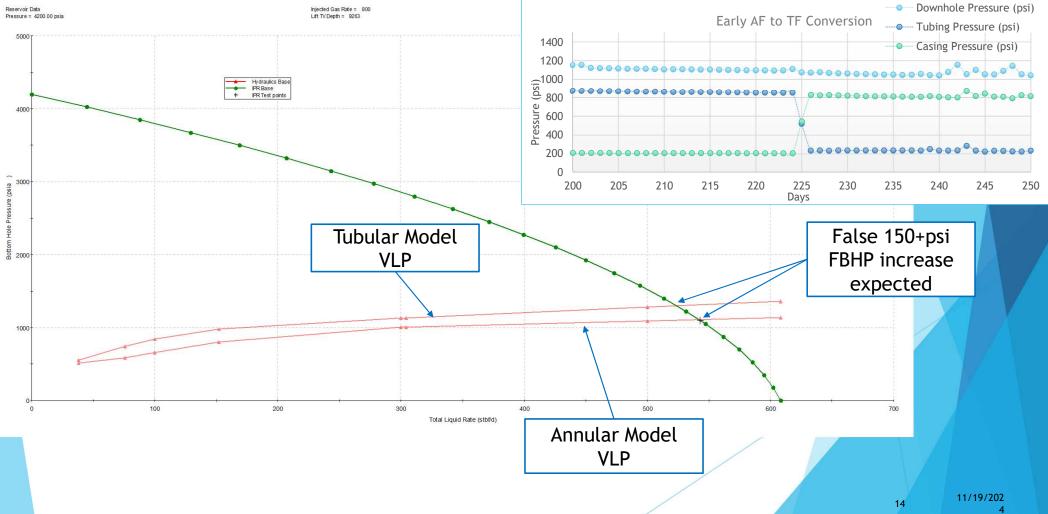
Inflow Performance Relationship (IPR)



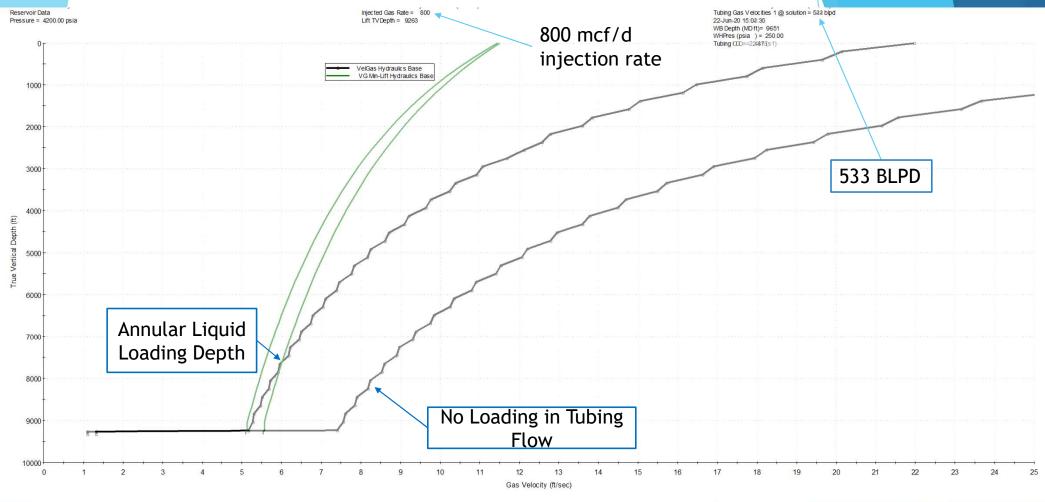


Well 23C Switching Point

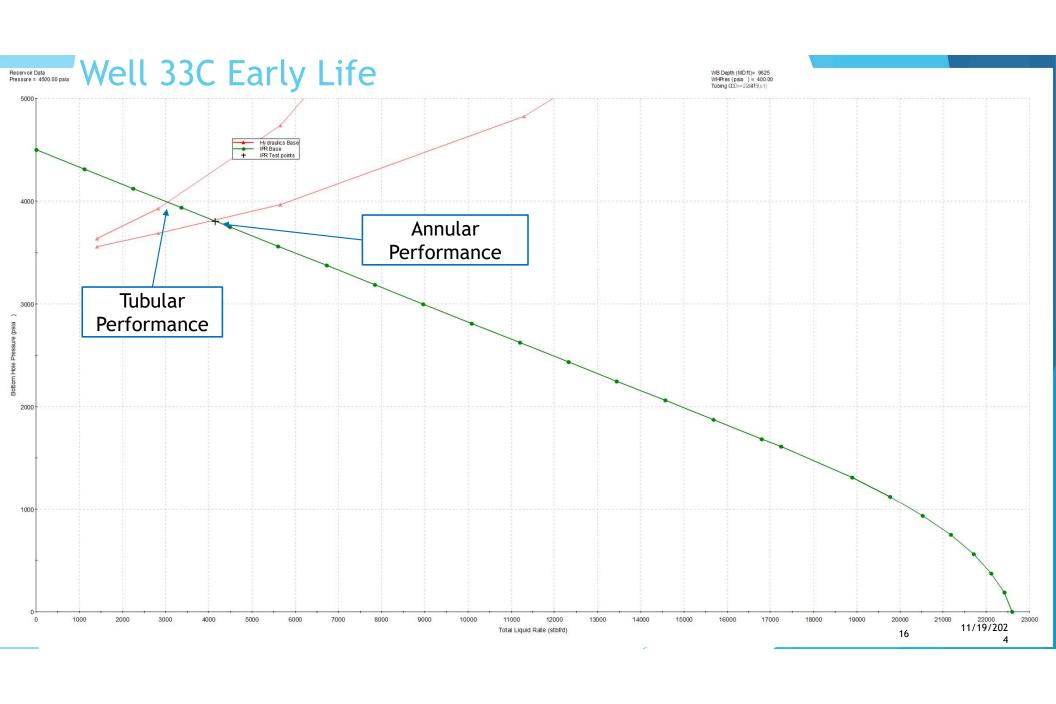


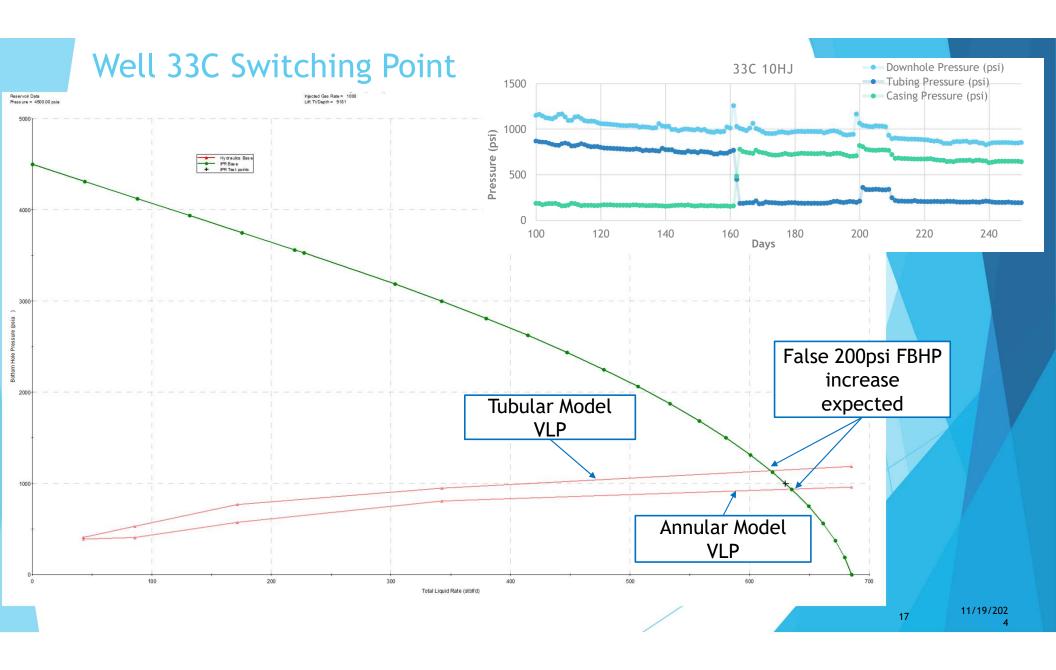


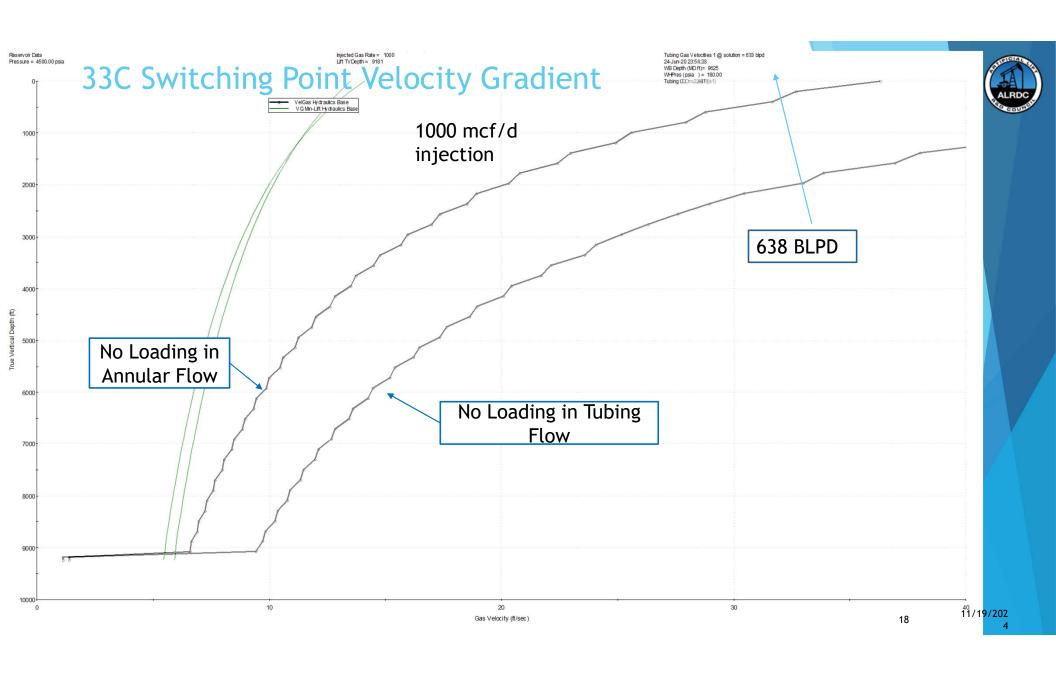


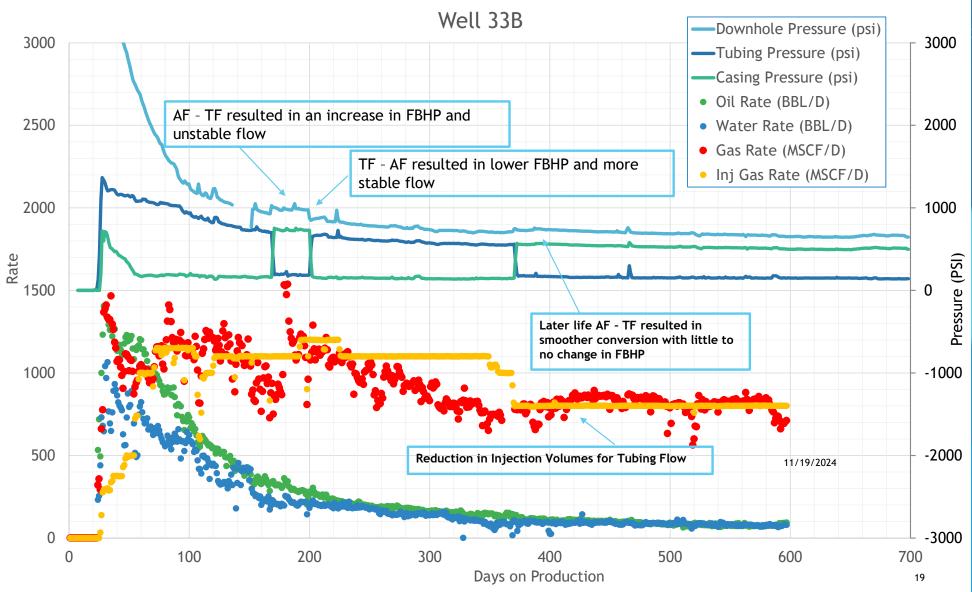


15

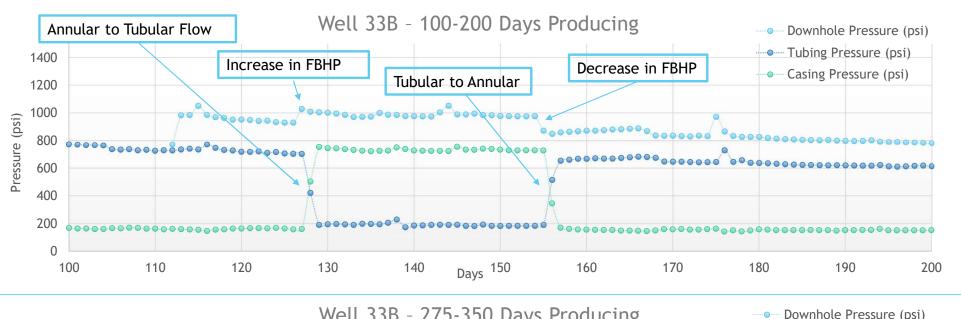


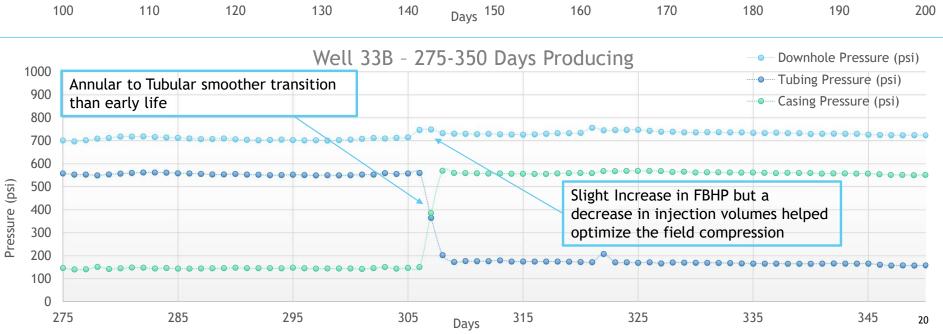














11/19/202

Lesson Learned



- Switching from Annular Flow to Tubing Flow too early in the wells production life caused an increase in FBHP and a reduction in production rates as Nodal Analysis predicted
- Modelling the conversion from annular flow to tubing flow heavily relied upon IPR data and velocity plots to identify and predict liquid loading and unstable flow regimes
- Adding a secondary wing valve to the B-Section of the wellhead to mitigate erosional concerns
- ▶ Flow off both sides of the casing during Annular Flow to maintain the lowest WHBP

Acknowledgements, & Thank You



- Thank You;
 - Authors: Charles Kubacak, Lead Production Engineer, Ovintiv (Encana Services Co) Permian South; Matt Young, Sales Director, Flowco Production Solutions
 - Nodal Analysis, Graphs, and Visual Aids: Robert Strong, Sales Technical Specialist, Flowco Production Solutions



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, the Artificial Lift Research and Development Council (ALRDC) rights to:

- Display the presentation at the Workshop.
- Place it on the www.alrdc.com web site, with access to the site to be as directed by the Workshop Steering Committee.
- Links to presentations on ALRDC's social media accounts.
- ▶ Place it on an USB/CD 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) who own it and the Workshop Steering Committee.



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 front page of the Gas-Lift Workshop Web Site.

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-inafter referred to as the Sponsoring Organizations), and the author(s) of this Technical Presentation or Continuing Education Training 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 warrantees of title, non-infringement of copyright or patent rights of others, merchantability, or fitness or suitability for any purpose.