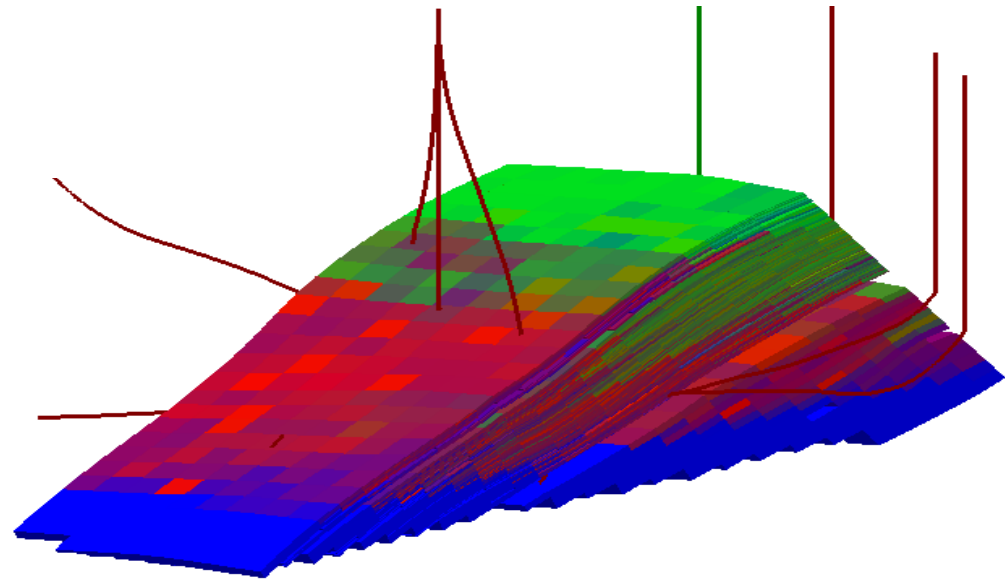


Smart fields: model-based control and optimisation of subsurface flow

Jan-Dirk Jansen, Delft University of Technology



Research & development drivers

- Increasing demand; reducing supply
 - energy demand continues to grow world-wide
 - renewables are developing too slow to keep up with demand
 - 'easy oil' has been found; few new discoveries; complex fields

=> produce more from existing reservoirs

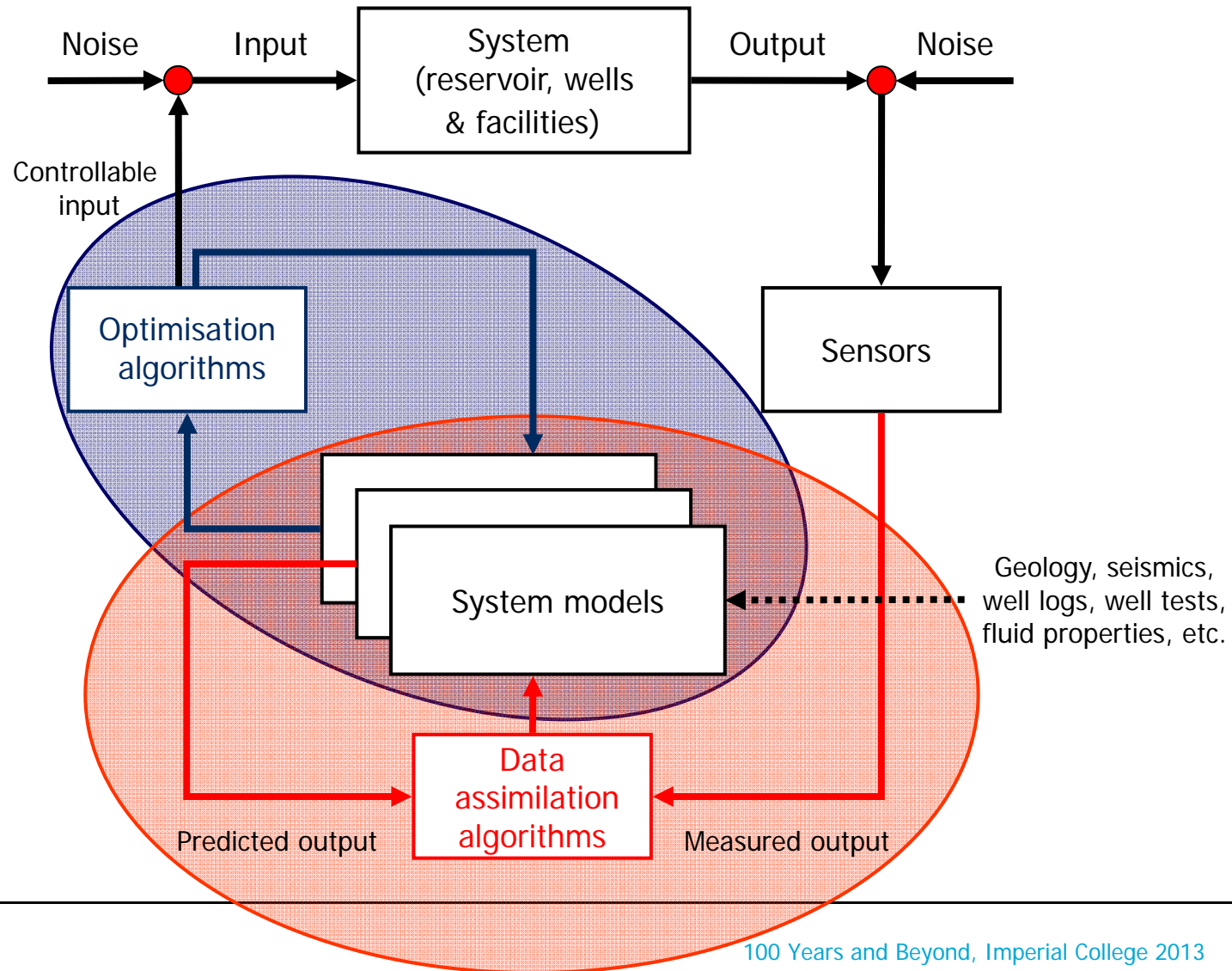
- Increasing knowledge- and data intensity
 - more sensors: pressure/temperature/flow, time-lapse seismics, passive seismics, EM, tilt meters, remote sensing, ...
 - more control: multi-lateral wells, smart wells, snake wells, dragon wells, remotely controlled chokes, ...
 - more modeling capacity: computing power, visualization

=> use a model-based systems and control approach

Closed-loop reservoir management

- Hypothesis: recovery can be significantly increased by changing reservoir management from a 'batch-type' to a near-continuous model-based controlled activity
- Key elements:
 - Optimisation under geological uncertainties
 - Data assimilation for frequent updating of system models
- Inspiration:
 - Systems and control theory
 - Meteorology and oceanography
- A.k.a. real-time reservoir management, quantitative reservoir management, computer-assisted reservoir management, smart fields, intelligent fields, ...

Closed-loop reservoir management



CLRM perspectives

Geoscience-focused

- Maximize subsurface knowledge
- Relevant for field development planning
- Geological model(s) at the core

Production-focused

- Maximize financial outcome
- Relevant for surveillance and intervention
- Flow model(s) at the core

CLRM perspectives

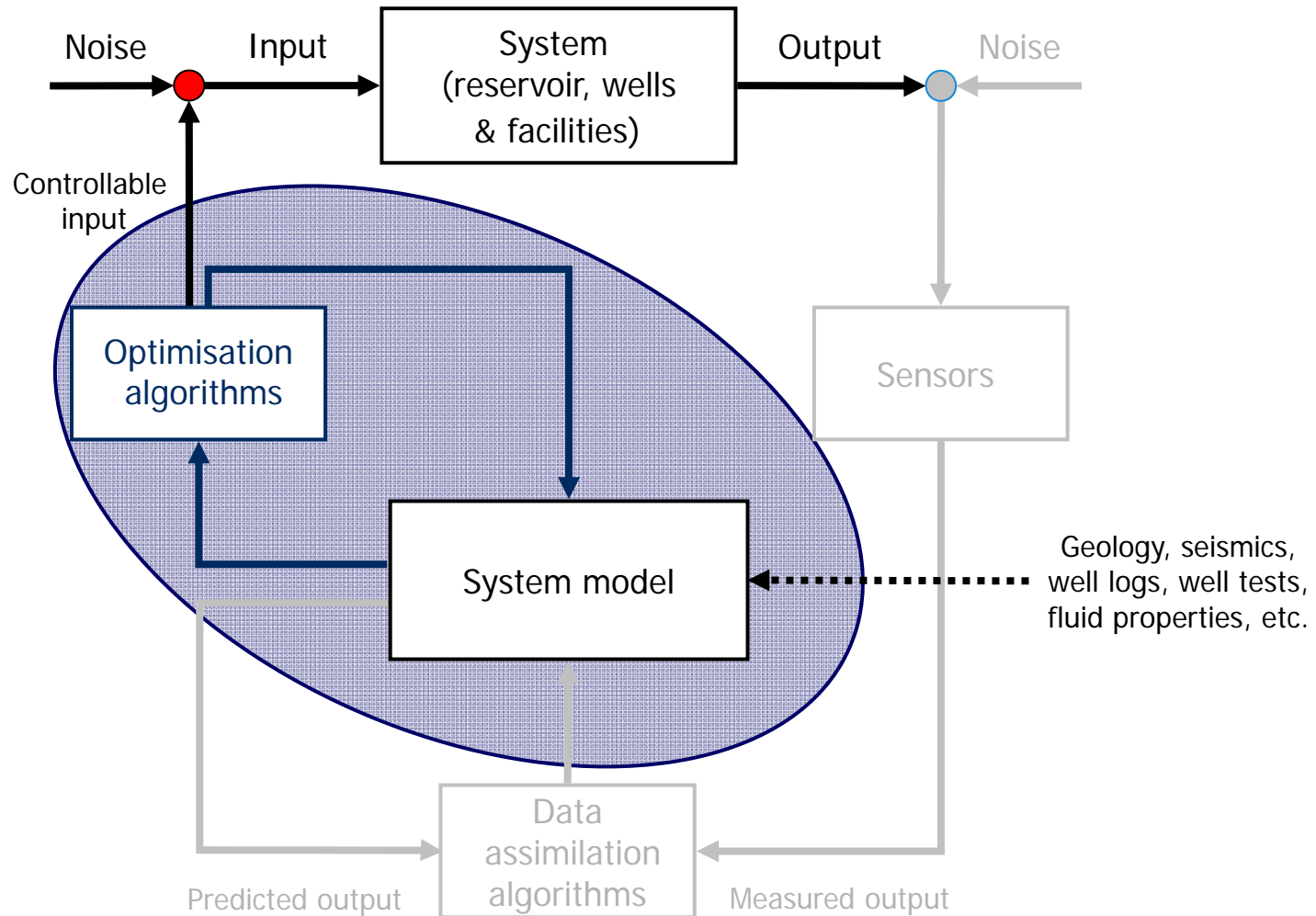
Geoscience-focused

- Maximize subsurface knowledge
- Relevant for field development planning
- Geological model(s) at the core

Production-focused

- Maximize financial outcome
- Relevant for surveillance and intervention
- Flow model(s) at the core

Open-loop flooding optimisation



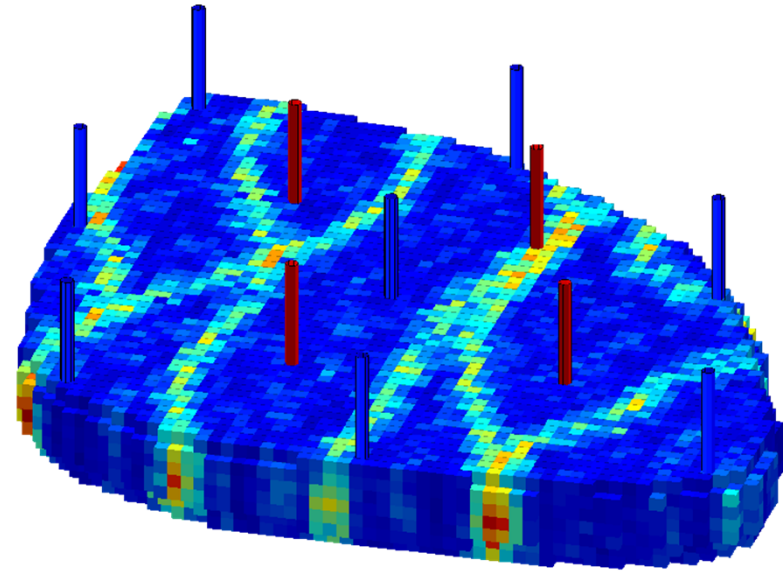
Optimisation techniques

- Global versus local
- Gradient-based versus gradient-free
- Constrained versus non-constrained
- 'Classical' versus 'non-classical' (genetic algorithms, simulated annealing, particle swarms, etc.)
- We use 'adjoint-based optimal control theory'
 - Gradient-based – local optimum
 - Computational effort independent of number of controls
 - Objective function: ultimate recovery or monetary value
 - Controls: injection/production rates, pressures or valve openings
 - Beautiful, but code-intrusive and requires lots of programming

Anyway, the magic isn't in the method

12-well example

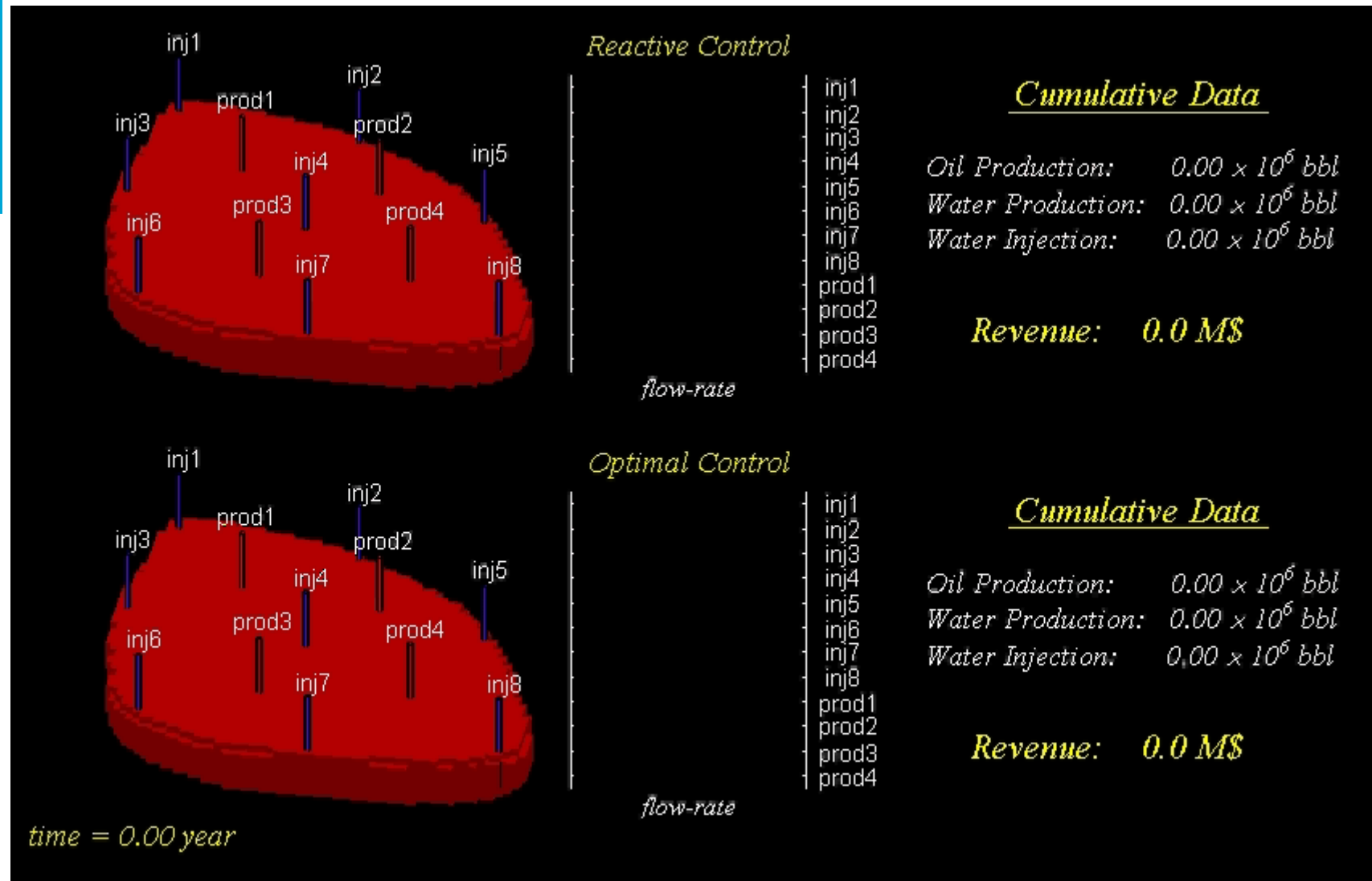
- 3D reservoir
- High-permeability channels
- 8 injectors, rate-controlled
- 4 producers, BHP-controlled
- Production period of 10 years
- 12 wells x 10 x 12 time steps gives 1440 optimization parameters
- Optimisation of monetary value J



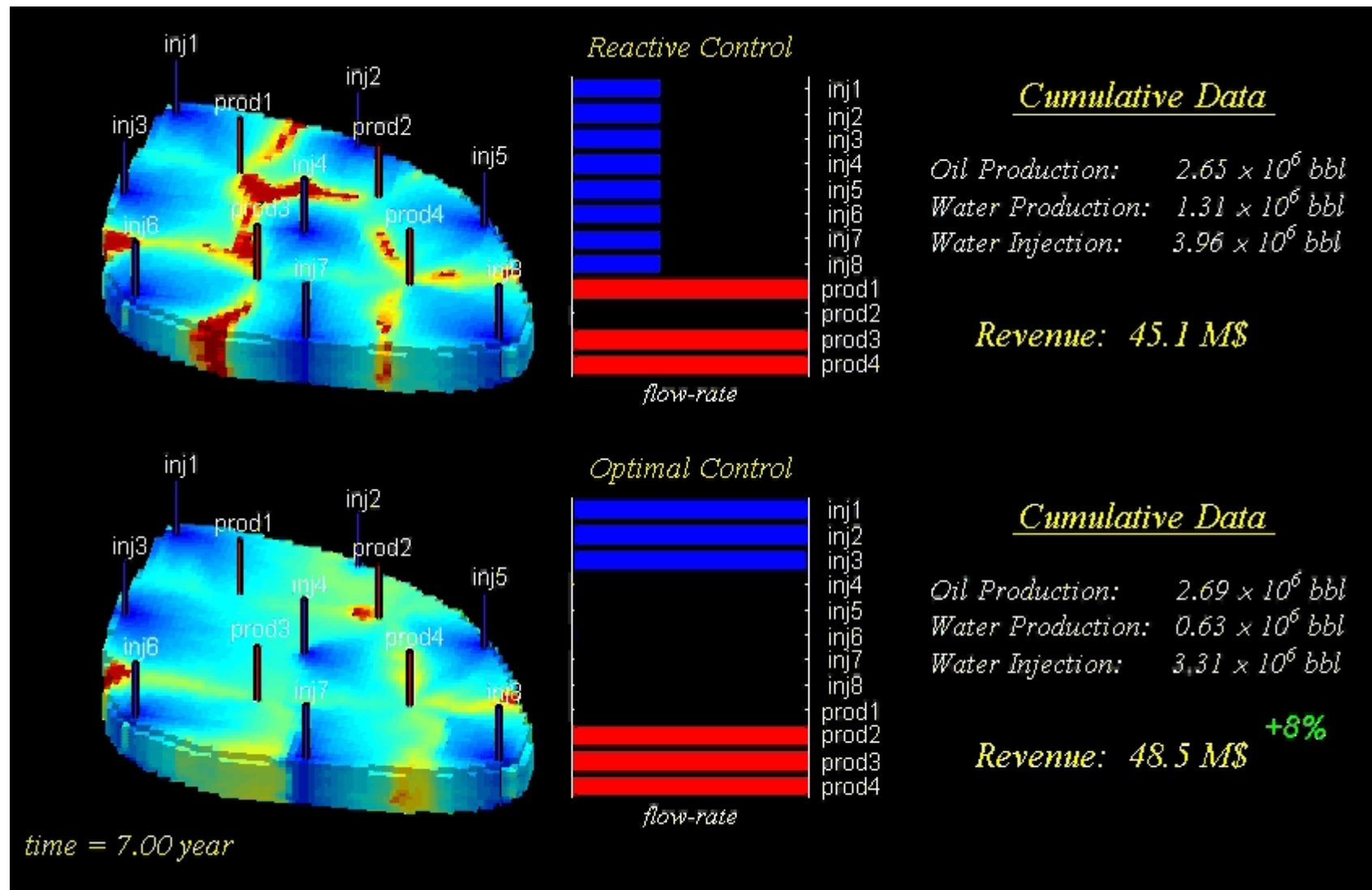
Van Essen et al., 2006

$$J = (\text{value of oil} - \text{costs of water produced/injected})$$

12-well example

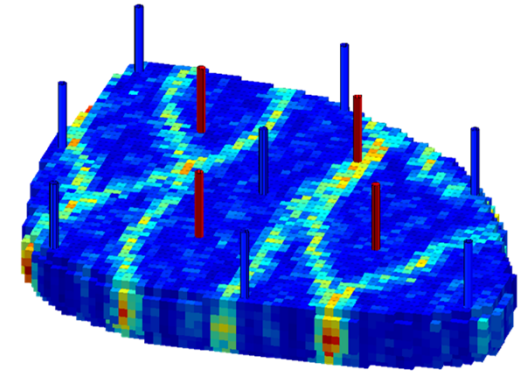


12-well example

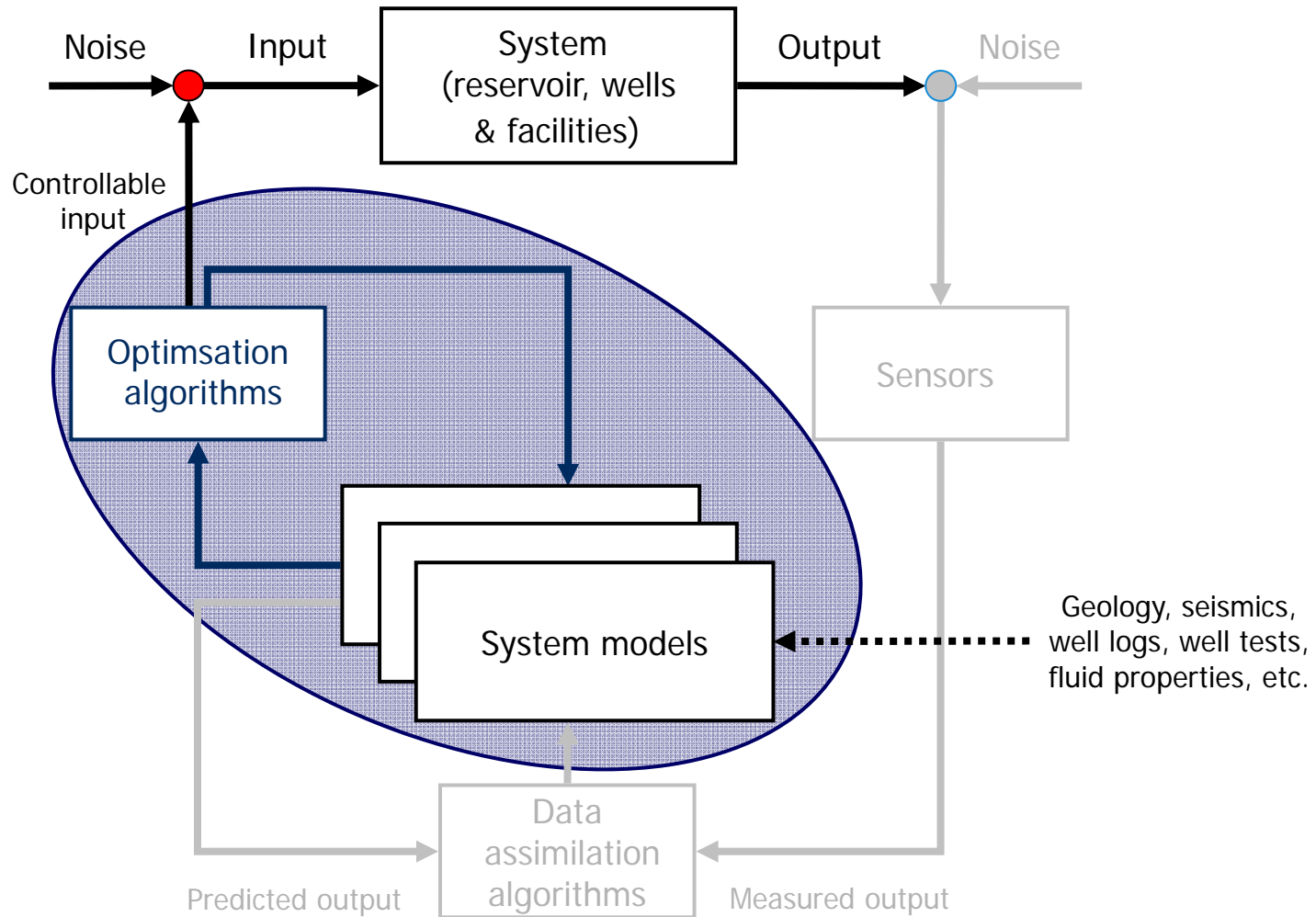


Why this wouldn't work

- Real wells are sparse and far apart
- Real wells have more complicated constraints
- Field management is usually production-focused
- Long-term optimisation may jeopardize short-term profit
- Optimal inputs cannot be implemented (too dynamic)
- Production engineers don't trust reservoir models anyway
- **We do not know the reservoir!**

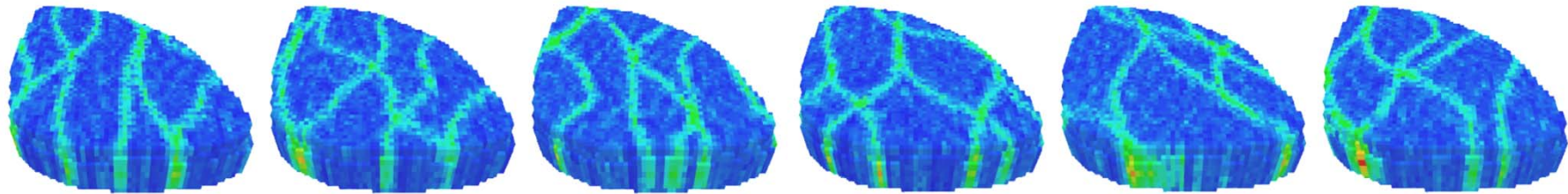


Robust optimisation



Robust optimization

- Use ensemble of realizations (typically 100)

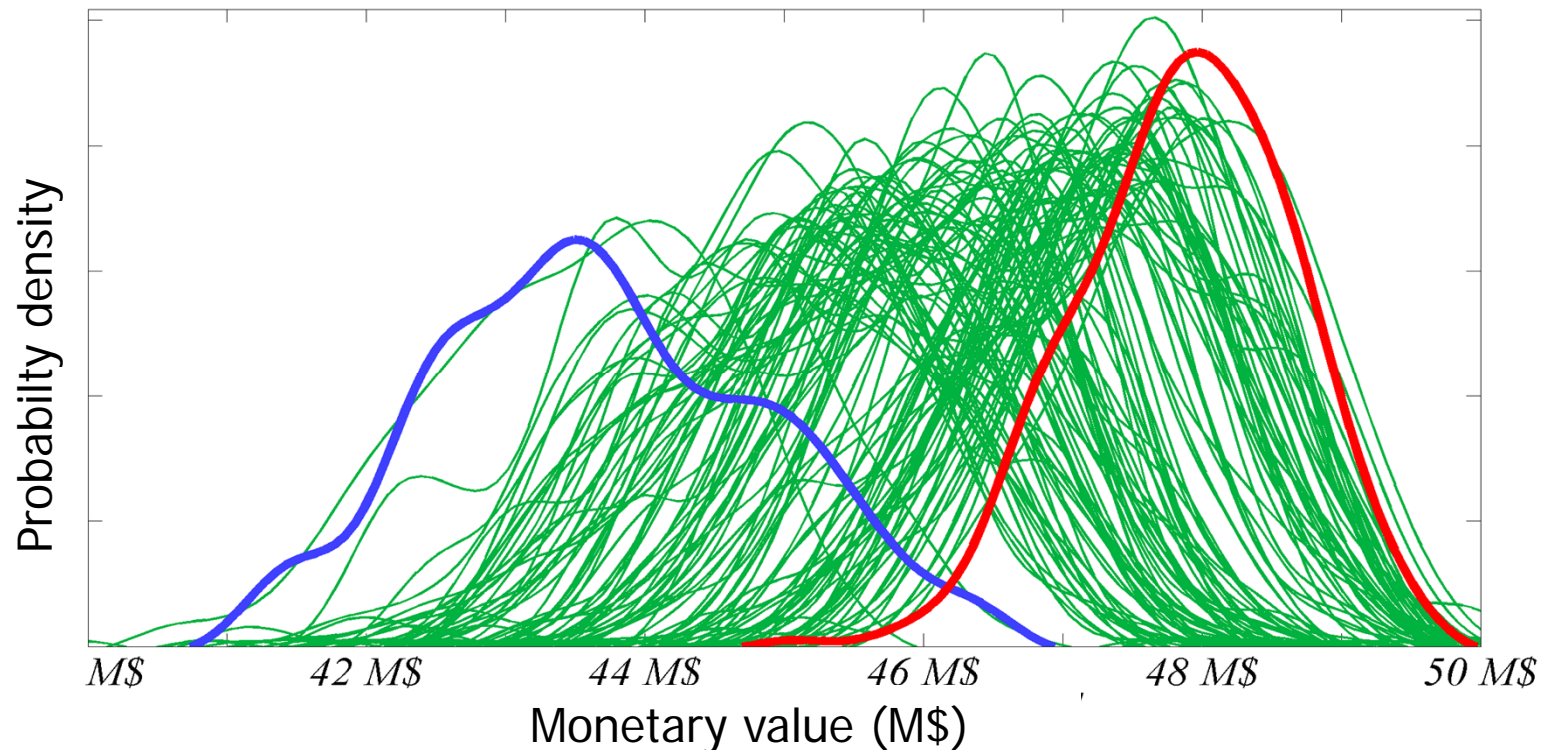


Van Essen et al., 2006

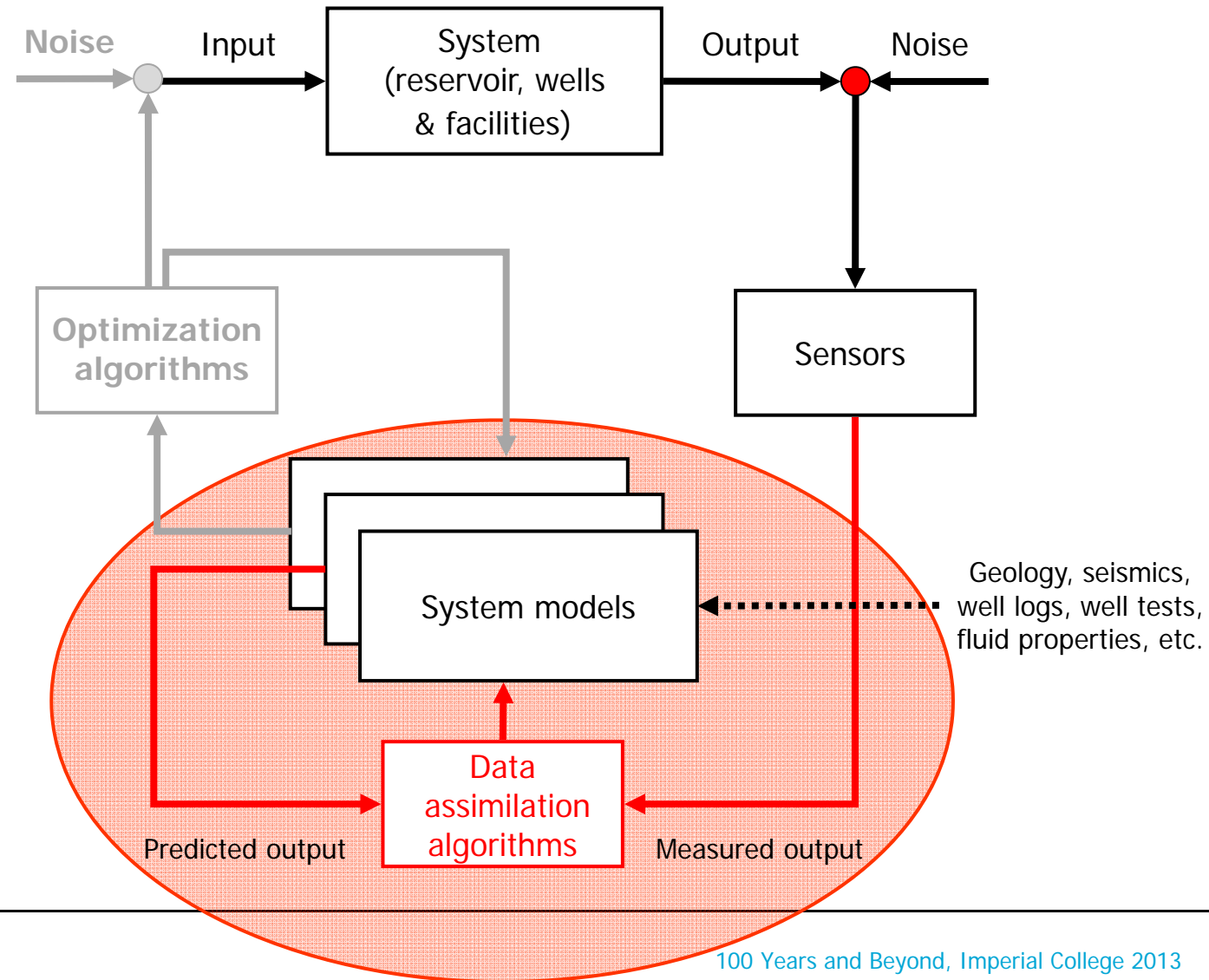
- Optimize expected value over ensemble
- Single strategy, not 100!
- If necessary include risk aversion (utility function)
- Computationally intensive

Robust optimisation results

3 control strategies applied to set of 100 realisations:
reactive control, nominal optimisation, robust optimisation



Computer-assisted history matching



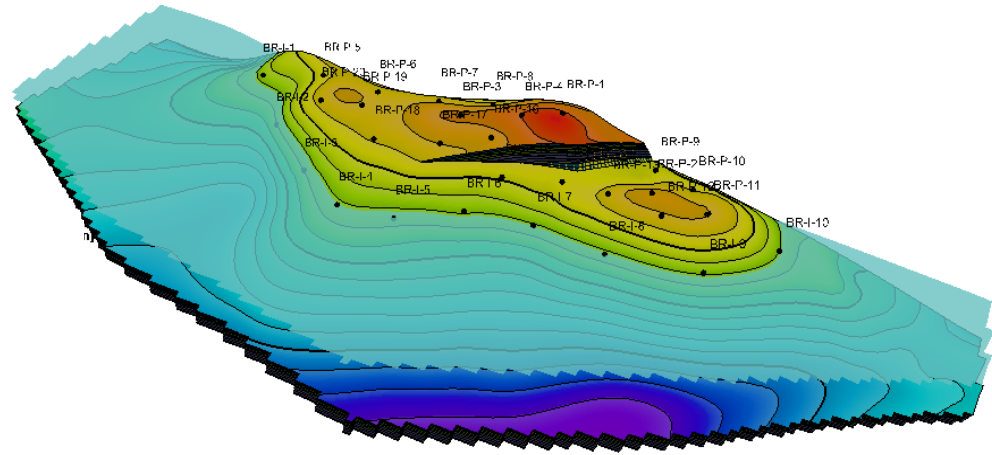
Computer-assisted history matching (data assimilation)

- Uncertain parameters: permeabilities, porosities, fluid properties, aquifers, fault positions, horizon depths ...
- Data: production (oil, water, pressure), 4D seismics, ...
- Very ill-posed problem: many parameters, little info
- Variational methods – Bayesian framework:
- Ensemble Kalman filtering – sequential methods
- Reservoir-specific methods (e.g. streamlines)
- ‘Non-classical’ methods – simulated annealing, GAs, ...
- Monte Carlo methods – MCMC with proxies

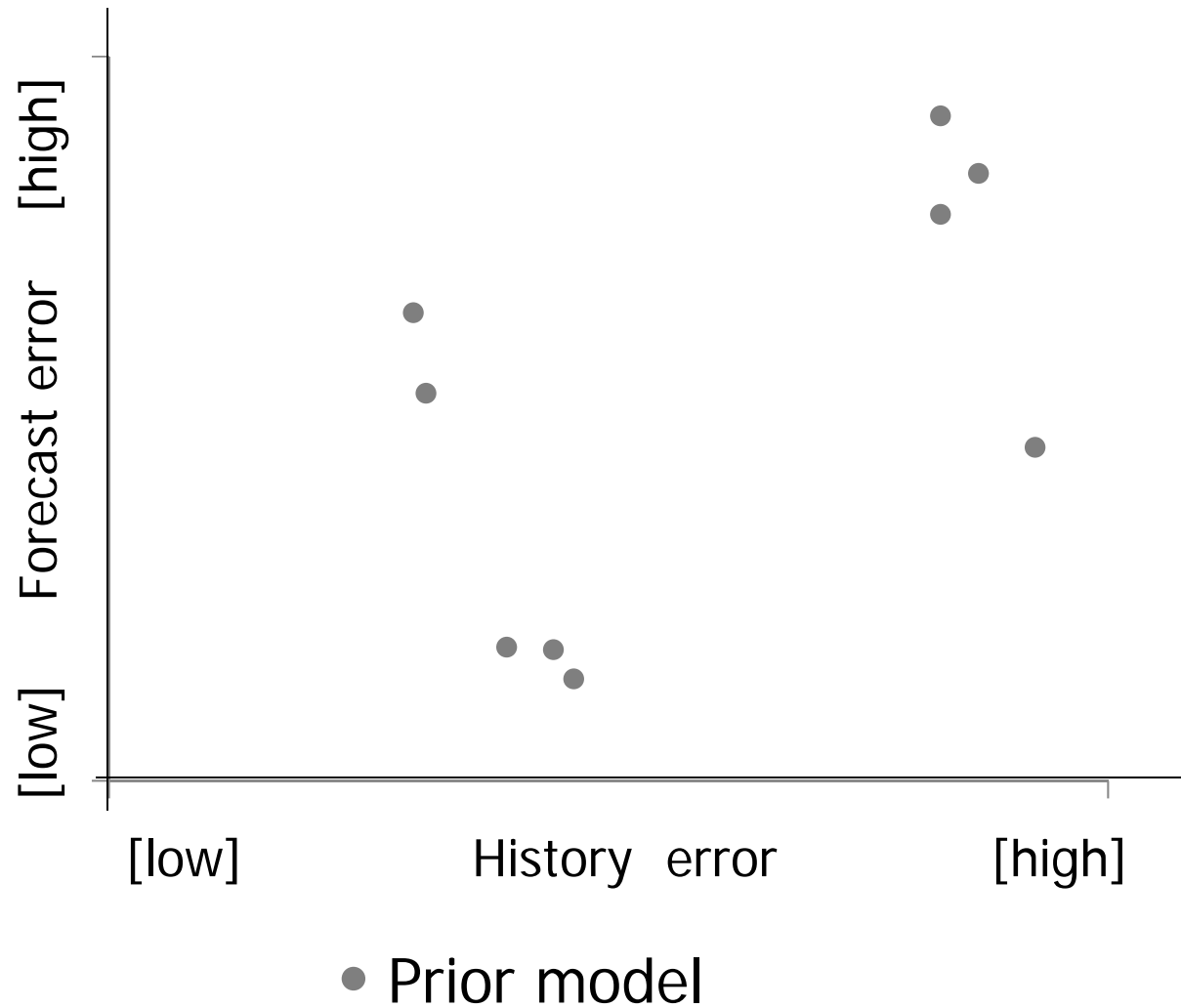
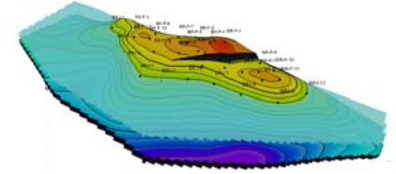
Also here, the magic isn't in the method

Example, Brugge field

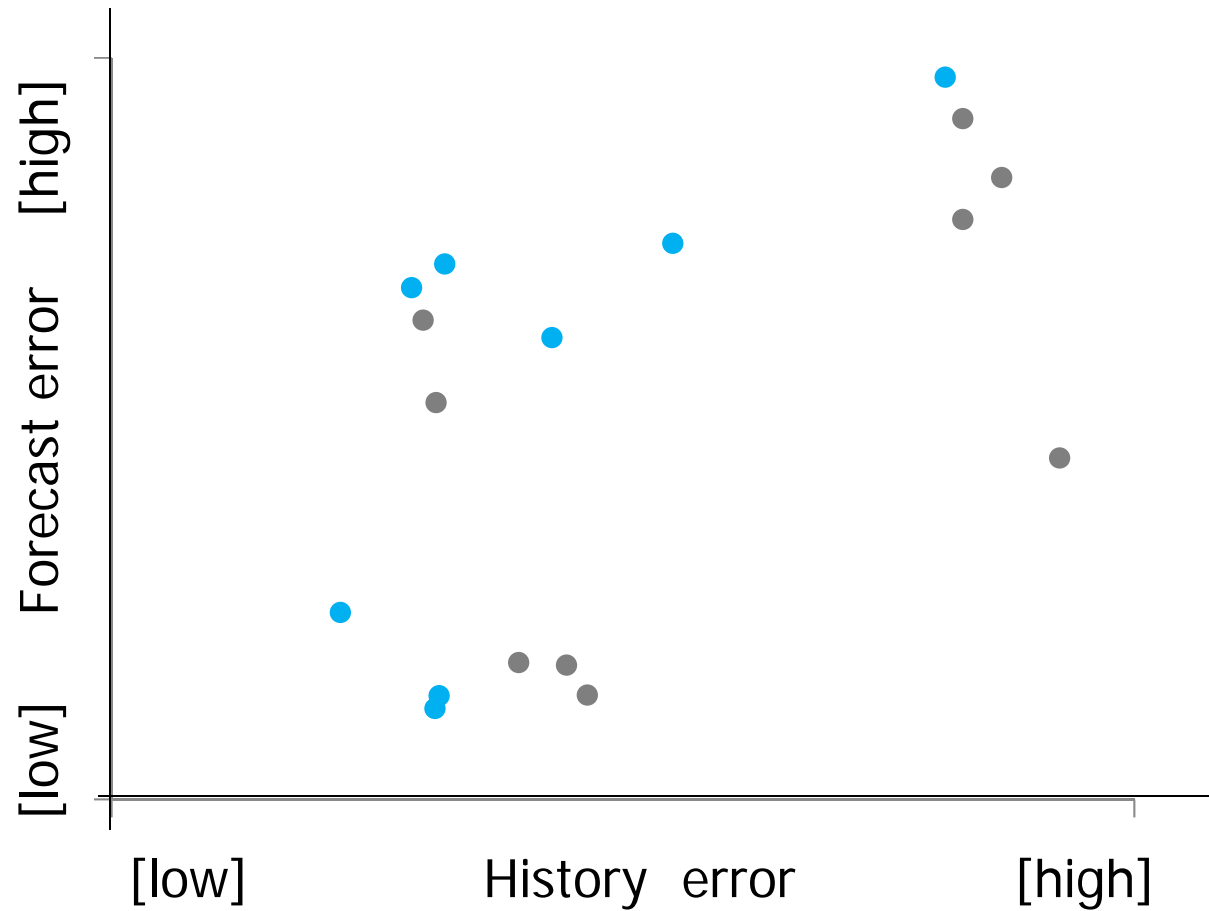
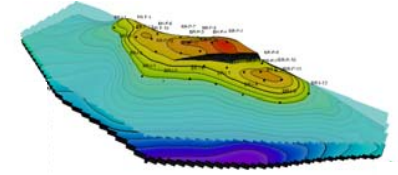
- Brugge field
(SPE workshop on CLRM)
- 10 water injectors
- 20 smart producers
- Production data until 10 yrs
- '4D seismics' after 5 and 10 years
- 104 prior models (we used 9)
- Optimisation over remaining 20 years
- Question: effect of adding 4D seismics on production forecast?
- Measures: root-mean squared difference between historic (10 yrs) and future (20 yrs) production data (oil, water rates)



Effect of adding 4D seismics (1)

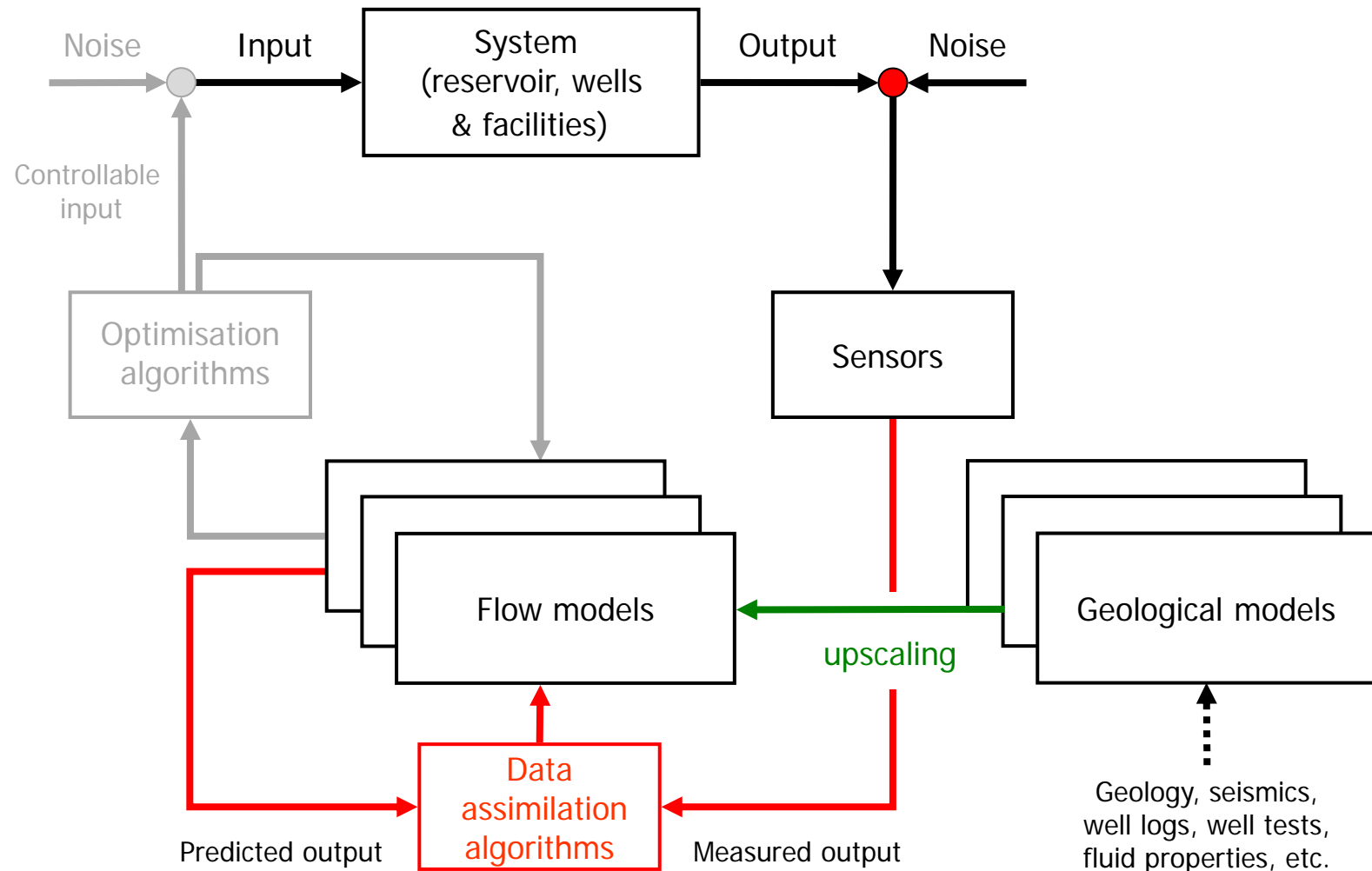


Effect of adding 4D seismics (3)

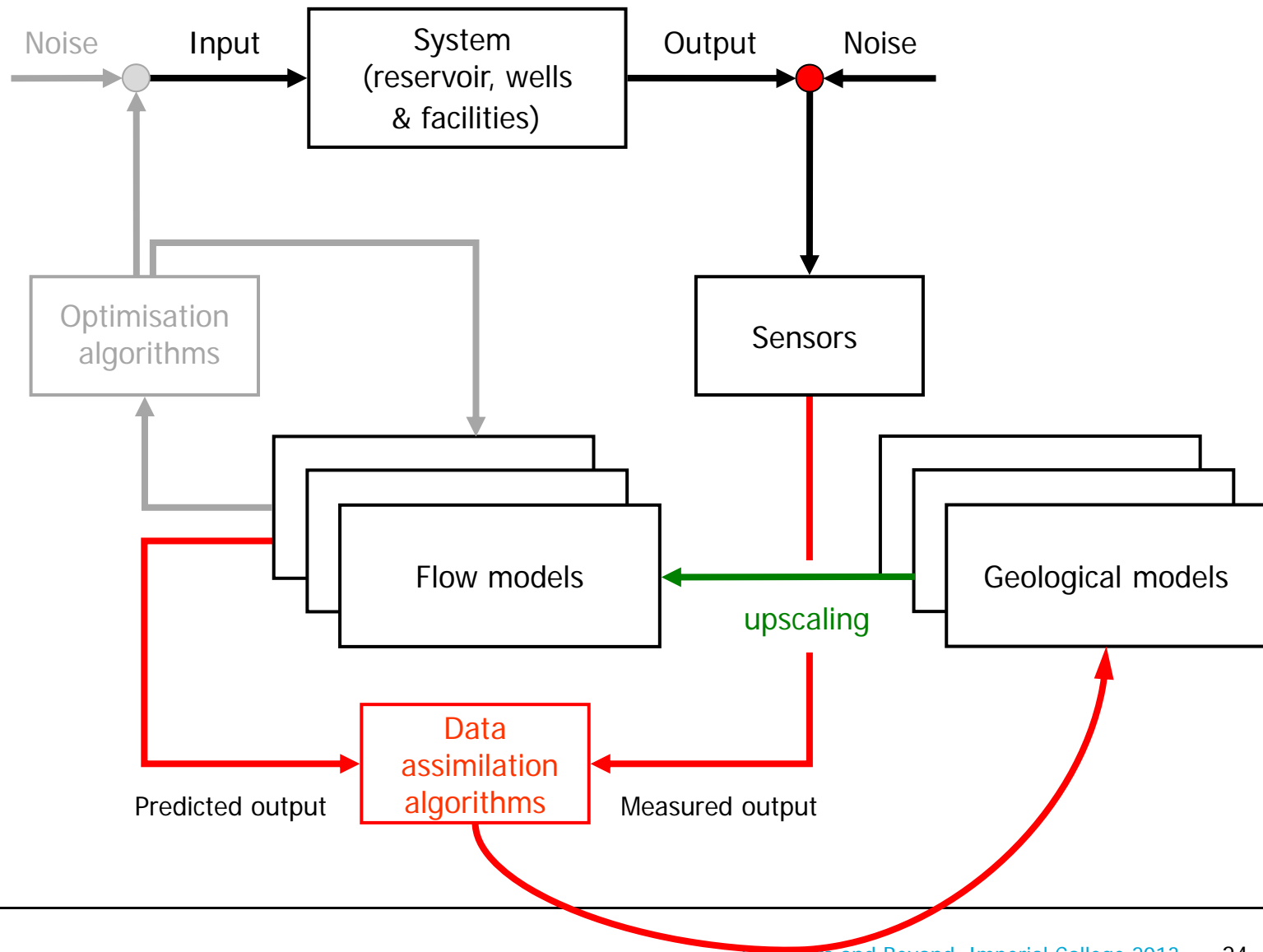


- After assimilating 4D seismic data

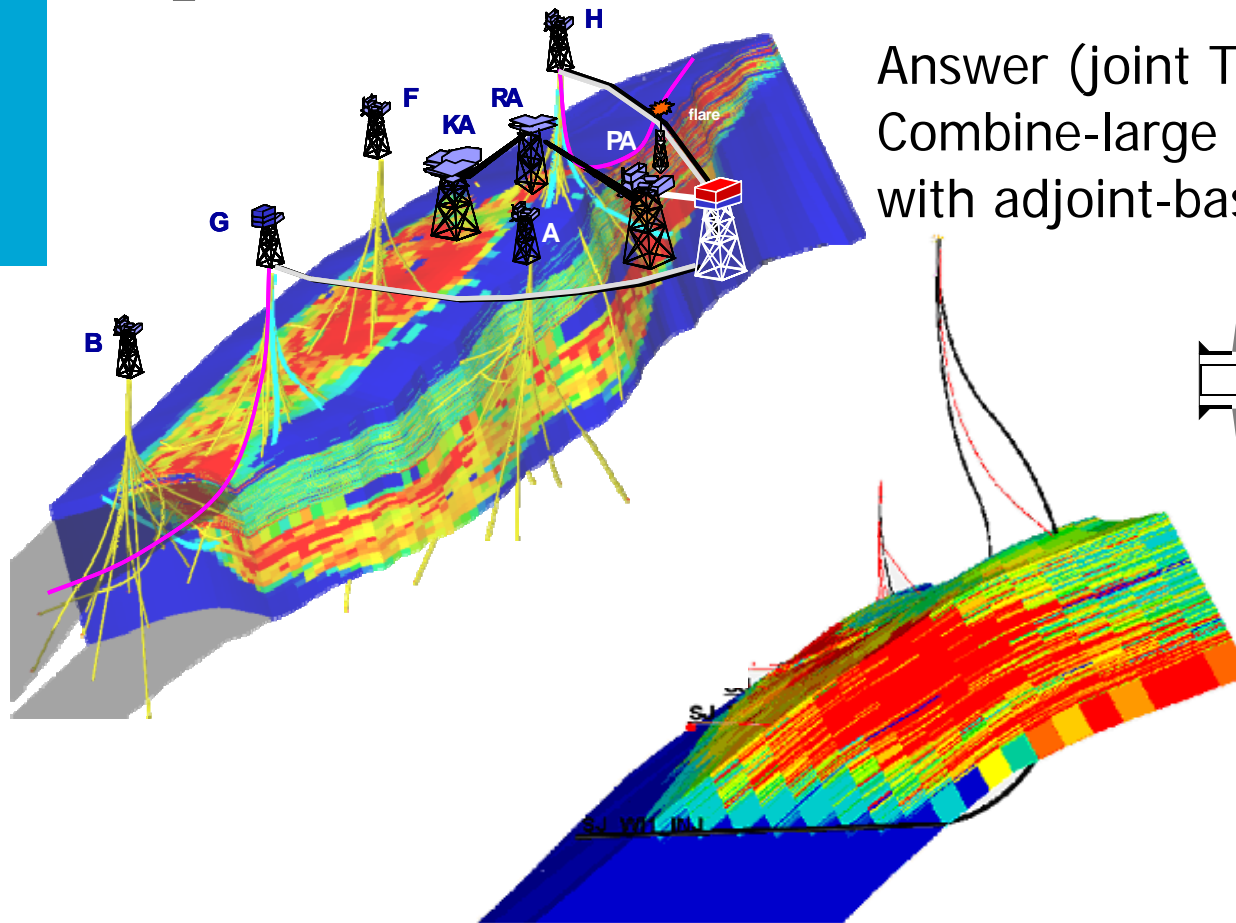
Conventional history matching



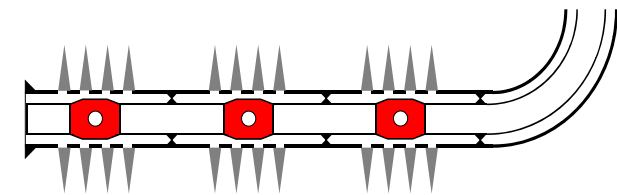
Big-loop history matching (2)



Optimization of 'smart' horizontal wells



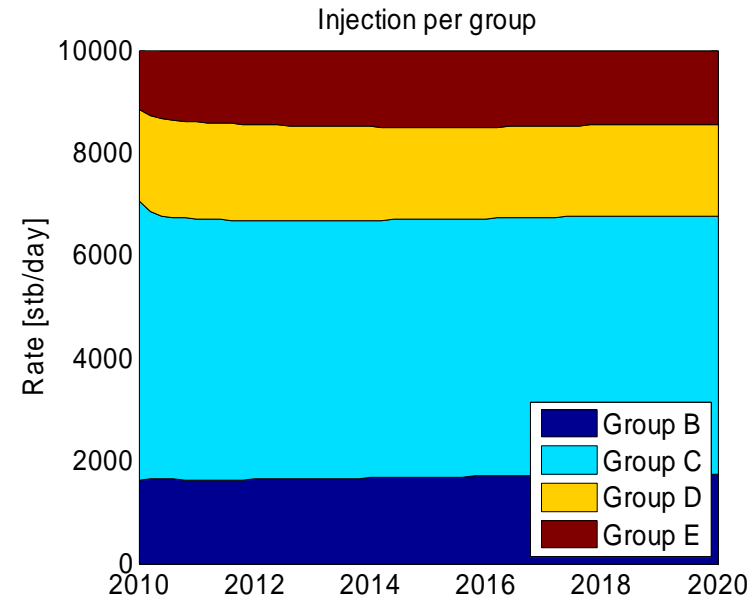
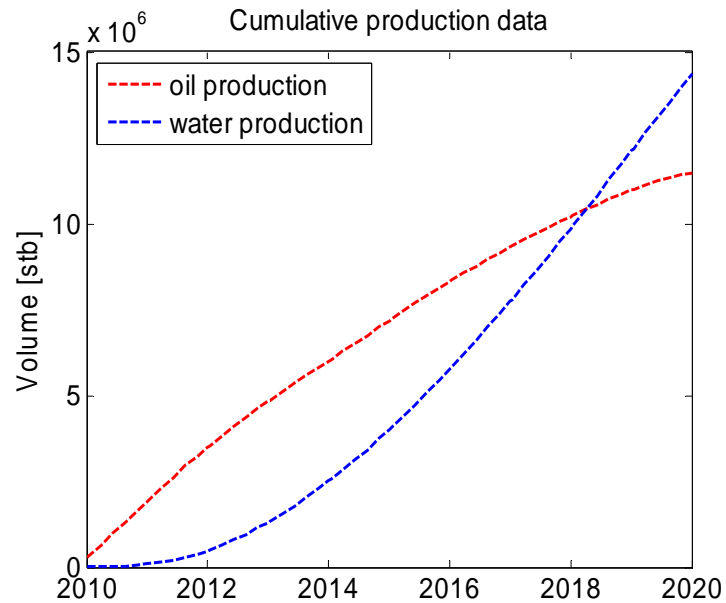
Answer (joint TU Delft – Shell research):
Combine-large scale reservoir simulation
with adjoint-based optimisation.



Question from Shell: How to optimise the valve settings
over time for a 'smart' horizontal water injection well?

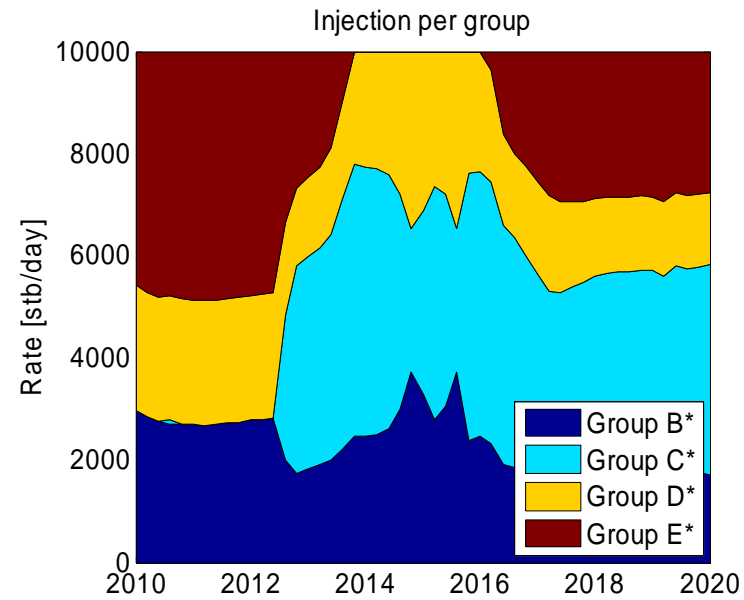
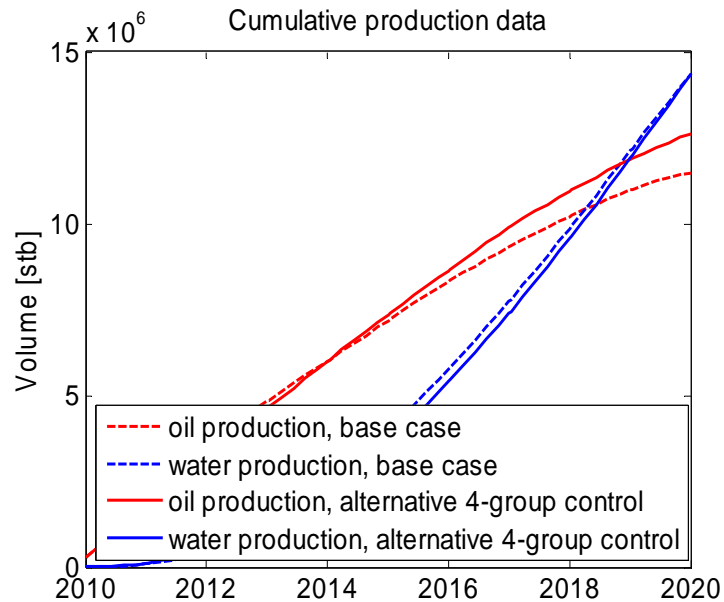


Base case results



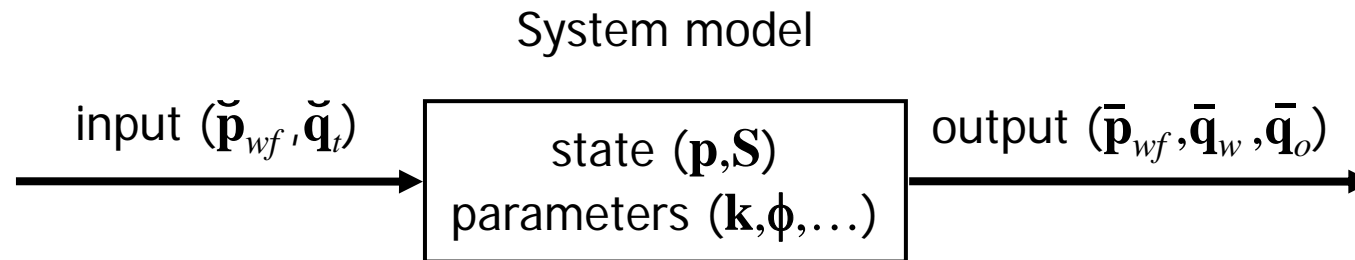
- Grouping based on geological features
- Cumulative oil production: 11,47 MMstb

Alternative 4-group control



- Cumulative oil production: 12,62 MMstb
- Increase of 10,0% (1,15 MMstb)

System-theoretical concepts



- **Controllability** of a dynamic system is the ability to influence the **states** through manipulation of the **inputs**.
- **Observability** of a dynamic system is the ability to determine the **states** through observation of the **outputs**.
- **Identifiability** of a dynamic system is the ability to determine the **parameters** from the **input-output behavior**.
- Well-defined theory for linear systems. More difficult for nonlinear ones.

System theory – main findings so far

- Controllability, observability and identifiability are **very** limited
- Reservoir dynamics 'lives' in a state space of a much smaller dimension than the number of model grid blocks
- Linear case (pressures only): typical number of relevant pressure states: $2 \times \#$ of wells
- **For fixed wells: the (few) identifiable parameter patterns correspond just to the (few) controllable state patterns**
- Scope for reduced-order modeling to speed up iterative optimisation, history matching, upscaling?
 - First attempts: POD – disappointing speed-ups
 - Successful: TPWL (Durlowsky et al.)
 - Other approaches: DEIM, sparse representations, ... in progress

System theory – main findings so far

- Controllability, observability and identifiability are **very** limited
- Reservoir dynamics 'lives' in a state space of a much smaller dimension than the number of model grid blocks
- Linear case (pressures only): typical number of relevant pressure states: $2 \times \#$ of wells
- **For fixed wells: the (few) identifiable parameter patterns correspond just to the (few) controllable state patterns**

So, do we still need geology?

System theory – main findings so far

Yes, we very much need geology!



System theory – main findings so far

Yes, we very much need geology!

- Interpreting the 'history matched' results requires geological insight
- Understanding optimisation results also requires geological insight
- Well location-optimisation requires a geological model
- However, we need to focus on the relevant geology:
 - Which geological features are identifiable?
 - Which geological features influence controllability?

Conclusions, questions, more work

- Specific optimisation methods less important than workflow & human interpretation of results
- Use of multiple models to capture uncertainties is essential
- Reservoir dynamics lives in low-order space – so what?
- Control-relevant geology – how do we define it?
- **Developments: well location/trajectory optimisation, infill drilling scheduling, EOR optimisation, big loop, model maturation, structural uncertainties, multiple data sources (4-D seismics, gravity, EM, passive seismics, ...)**

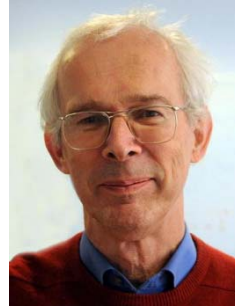
Acknowledgments

- Collaborators:

Okko Bosgrat

Arnold Heemink

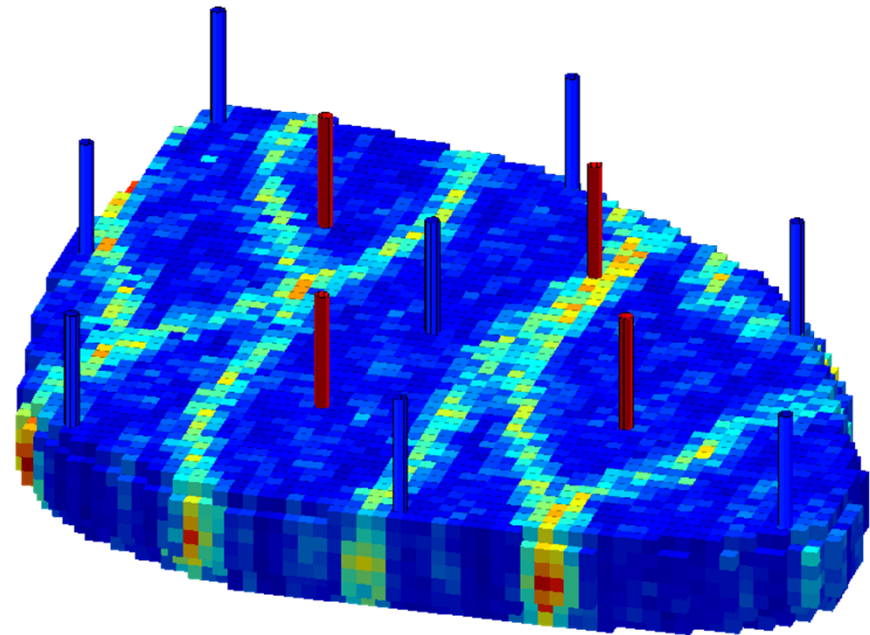
Paul Van den Hof



and many other colleagues and students of

- TU Delft – Department of Geoscience and Engineering
 - TU Delft – Delft Center for Systems and Control
 - TU Delft – Delft Institute for Applied Mathematics
 - TU Eindhoven – Department of Electrical Engineering
 - TNO – Built Environment and Geosciences
- Sponsors: Shell (Recovery Factory program)
ENI, Petrobras, Statoil (ISAPP program)

Questions?



www.citg.tudelft.nl/smart