

Fr CO2 06

## Impact Of CO<sub>2</sub>-WAG Design Optimisation On Coupled CO<sub>2</sub>-EOR And Storage Projects In Carbonate Reservoirs

H. Rodrigues<sup>1\*</sup>, E. Mackay<sup>1</sup>, D. Arnold<sup>1</sup>

<sup>1</sup>Heriot-Watt University

### Summary

---

CO<sub>2</sub>-WAG injection has been applied in offshore Brazilian carbonate reservoirs aiming to improve oil recovery and promote a safe destination to CO<sub>2</sub> naturally being produced alongside with hydrocarbon gas. A gas re-utilisation strategy can potentially lead to multiple benefits: residual oil saturation reduction, maintenance of reservoir pressure, avoidance of gas flaring and development of the infrastructure and expertise necessary to make CO<sub>2</sub> storage more accessible once oil production is complete, paving the path for a low carbon future, whereas mature basins can be a potential hub for Carbon Capture, Utilisation and Storage (CCUS). This study aims to develop a methodology to design CO<sub>2</sub>-WAG projects that not only achieve a high Net Present Value (NPV) but also maximizes the capacity and safety of geological CO<sub>2</sub> storage.

## Introduction

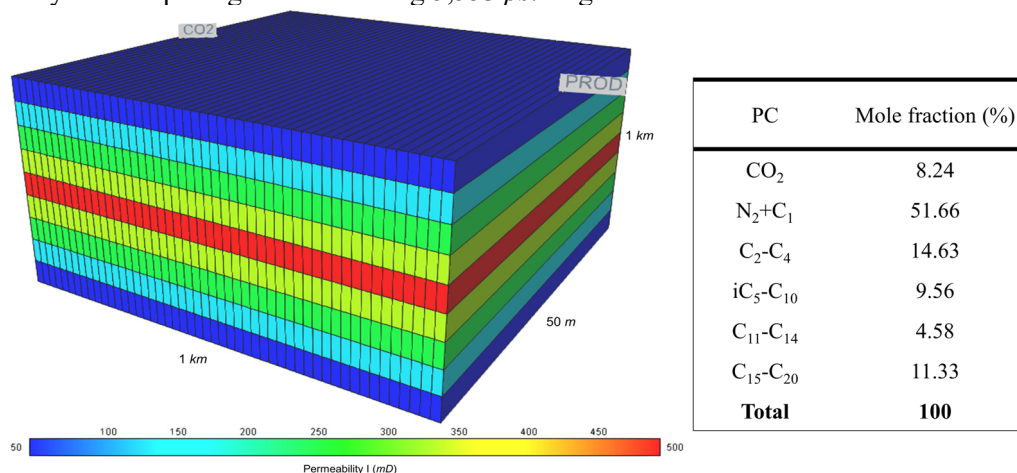
CO<sub>2</sub>-WAG is a promising recovery method for supergiant oilfields located in the Brazilian Pre-Salt Cluster (BPSC). The high pressure and low temperature reservoir conditions combined with a crude oil mainly formed of light components make these reservoirs suitable for miscible displacement techniques. In this context, the CO<sub>2</sub> source is the reservoir itself, since its original oil contains a considerable amount of CO<sub>2</sub> contaminant, about 8 to 15% of the solution gas (Pizarro & Branco, 2012), and a long distance to the shore (around 300 km) restrains CO<sub>2</sub> transportation of any sort.

Injected CO<sub>2</sub> will tend to be very mobile at high saturation, which requires an effective design of WAG operational parameters for control of the CO<sub>2</sub> front (better sweep) and delay of its breakthrough in the production wells, especially in heterogeneous carbonate reservoirs. Improving the geological storage of CO<sub>2</sub> recycled for EOR purposes represents an opportunity not only to increase oil productivity but also to mitigate the carbon footprint of current oilfield projects and prevent flow assurance hazards (inorganic scale, wax, asphaltene and hydrate formation) and corrosion issues. Therefore, it is in the best interest of operators to determine CO<sub>2</sub>-WAG design parameters that accommodates both the project's Net Present Value (NPV) and CO<sub>2</sub> storage efficiency (CSE).

## Methodology

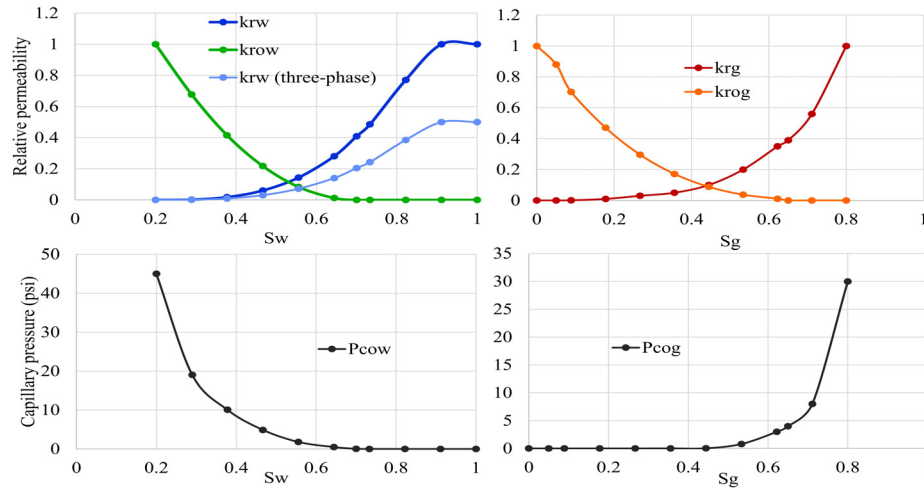
A synthetic 9-layer 2D reservoir model with horizontal resolution of 50 grid-cells was simulated in CMG's compositional reservoir simulator, GEM 2017.10. The middle layer presents a high horizontal permeability value of 500 *mD* which monotonically decreases towards the extreme layers, to a minimum of 50 *mD*. The permeability distribution of the bottom half is mirroring the top half. Porosity of 8% and *kv/kh* equal to 0.1 were applied. Initial reservoir pressure and temperature are 8,032 *psi* and 140 °F, respectively.

A 24 pseudo-components (PC) light oil from Moortgat *et al.* (2010) was lumped into 6 PC using CMG's EoS software, WinProp 2017.10. Minimum miscibility pressure (MMP) of CO<sub>2</sub> in this oil was estimated to be 4,500 *psi*, by simulating 1D slim-tube test procedures. Bubble point pressure was estimated by WinProp's algorithm as being 5,553 *psi*. Figure 1 summarises reservoir data.



**Figure 1** Reservoir horizontal permeability and initial oil composition.

A three phase hysteresis model (Figure 2) was included to allow water and gas relative permeability reductions due to repeated WAG injection cycles (Larsen and Skauge, 1998). The gas (non-wetting phase) hysteresis model follows the theory of Land and Carlson, while the water (wetting phase) hysteresis is interpolated between two- and three-phase relative permeability curves, where the latter happens after gas flooding. Stone's first model is applied for three-phase oil relative permeability.



**Figure 2** Relative permeability curves and capillary pressure data.

Geochemical reactions were also included in order to track inorganic scale deposition near wells and to account for additional CO<sub>2</sub> trapping mechanisms: solubility trapping (when CO<sub>2</sub> dissolves in brine), ionic trapping (dissociation in carbonate and bicarbonate ions) and mineral trapping. Calcite is the only mineral include and it represents 80% of the initial bulk volume of rock.

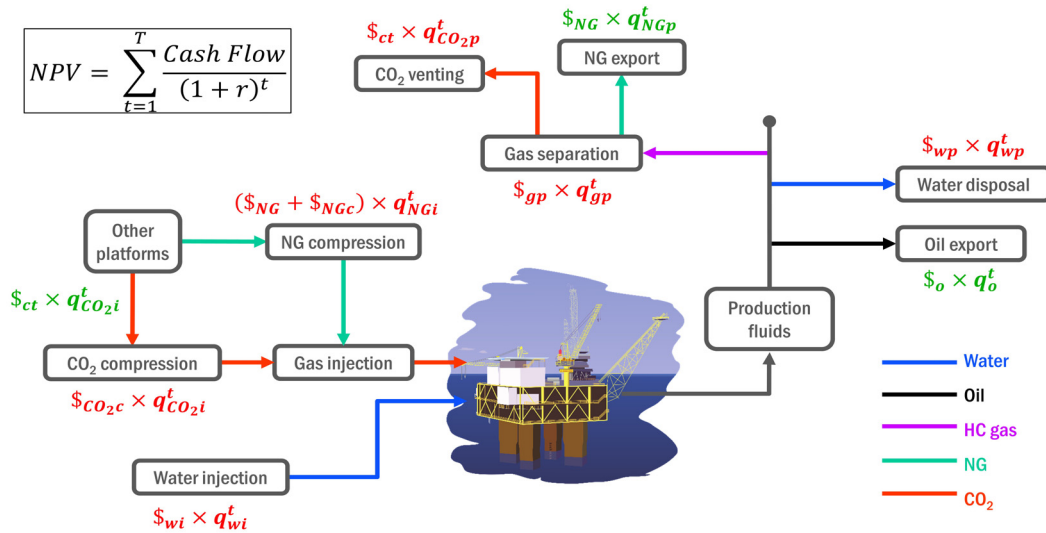
The injection well is controlled by injection rate (assuming Darcy's velocity of 0.5 ft/d) while the producer is controlled using a bottom hole pressure (BHP) constraint of 5,700 psi. A total of 1PV of fluids is injected throughout a period of almost 13 years. No previous waterflood is performed and the WAG scheme always start with a gas slug, inasmuch as a first contact miscible gasflood could potentially result in a lower residual oil saturation. Low-sulphate seawater is used for water slugs. An equivalent continuous CO<sub>2</sub> injection case was simulated for comparison purposes.

Two optimisation studies were carried out with distinctive objective functions: the first one aimed at maximising the project's NPV, a conventional approach for EOR applications, while the second study focused on the maximisation of CSE, here defined as the percentage of injected CO<sub>2</sub> that remains in the reservoir. CMG CMOST Designed Exploration Control Evolution (DECE) algorithm is applied and required 508 experiments to find the optimum NPV and 207 for the CSE optimum. The key input variables to be designed are shown in Table 1 alongside their respective ranges of possibilities, calculated according to field experience and literature review.

CO <sub>2</sub> -WAG design variables	Range	
	Low	High
CO <sub>2</sub> concentration in injection stream	20%	80%
CO <sub>2</sub> half-cycle (days)	3	464
Water half-cycle (days)	3	2320

**Table 1** CO<sub>2</sub>-WAG design variables and ranges of investigation.

Figure 3 shows a schematic drawing of the economic model and assumptions for the NPV calculation, where  $r$  is the yearly discount rate (10%),  $t$  is the time step and  $T$  is the total time. The cash flow term is given by the sum of the cost (red) and revenue (green) terms shown, where  $\$o$  and  $\$NG$  are the oil and natural gas prices after royalties, taxes and operating deductions (assumed as \$50/STB and \$7.96/million Btu, respectively);  $\$wp$  is the water handling cost (\$1.5/STB);  $\$gp$  denotes the gas separation costs (\$23.3/tCO<sub>2</sub>);  $\$ct$  is the carbon tax (\$60/ tCO<sub>2</sub>);  $\$CO2c$  and  $\$NGc$  stands for the CO<sub>2</sub> and NG compression costs (\$0.1527/tonne of either gas);  $\$wi$  is the water injection cost, including desulfation treatment (\$2/STB);  $q_o^t$ ,  $q_{wp}^t$ ,  $q_{gp}^t$ ,  $q_{NGp}^t$  and  $q_{CO2p}^t$  is the oil, water, gas, NG (methane) and CO<sub>2</sub> production rates, respectively; subscript  $i$  refers to injection. Appropriate conversion factors are applied. Cost values based on Ettehadtavakkol (2013).



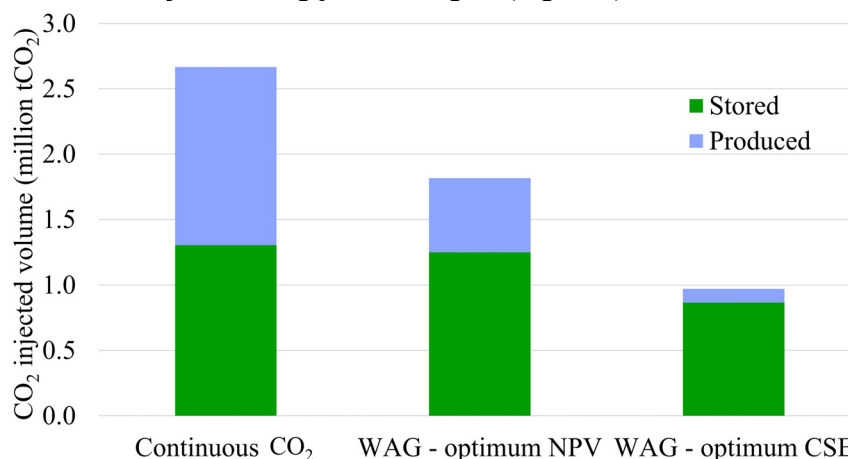
**Figure 3** Economic model schematic diagram.

It is assumed that all the CO<sub>2</sub> produced is vented, which results in a carbon tax payment, but the reinjection of CO<sub>2</sub> is a revenue that acts as a “refund” of taxes in case CO<sub>2</sub> re-utilization takes place. Note that the CO<sub>2</sub> and NG comes from neighbour platforms solely in order to eliminate possible supply restrictions.

## Results and discussions

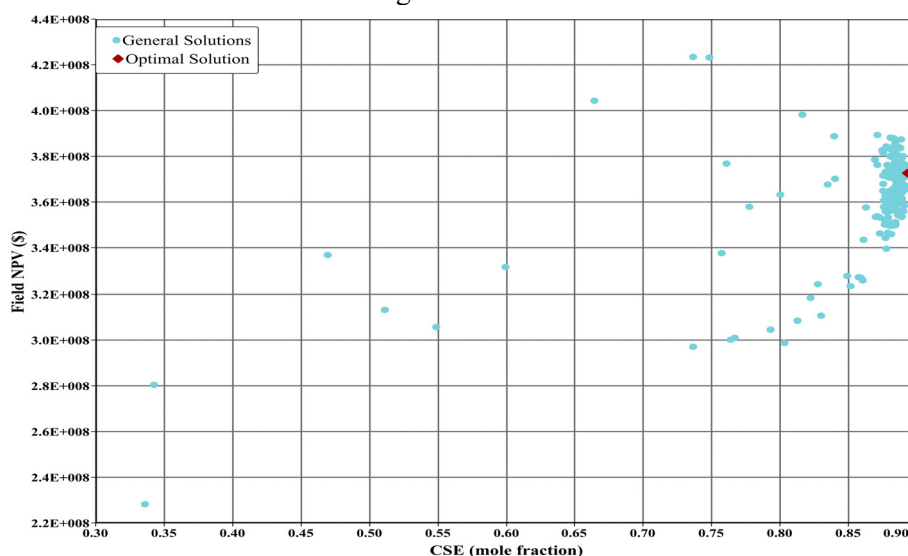
The first study determined that a WAG ratio of 0.53:1 (volume of water per gas injected, in reservoir conditions), a CO<sub>2</sub> purity of 80% (the remaining percentage being NG) and every WAG cycle composed by 137 days of CO<sub>2</sub>-rich gas followed by 72.5 days of seawater (23 cycles in total) would yield the maximum NPV for this reservoir. On the other hand, if a maximum CSE is aimed, a WAG ratio of 1.95:1, with the same CO<sub>2</sub> injection concentration and half-cycles of 102 days of CO<sub>2</sub>-rich gas followed by 200 days of seawater should be applied (16 cycles in total), according to the second study. The maximised NPV was 16.52% larger than the one associated with the optimum CSE, while the former’s oil recovery was 14% better than the latter’s.

Regarding CSE, as expected, the optimum CSE case presented a higher storage efficiency compared to the optimum NPV case (89.3% versus 69%, respectively), although counterintuitively the optimum NPV case stored a total mass 44.3% larger than the optimum CSE. The lower efficiency on the optimum NPV case was due to a higher production of CO<sub>2</sub> while its larger total storage is a result of bigger gas volumes injected. The CO<sub>2</sub> recycle ratio is even higher in the continuous CO<sub>2</sub> case, with more than half of the CO<sub>2</sub> injected being produced again (Figure 4).



**Figure 4** Destination of CO<sub>2</sub> injected for the two optimum cases and continuous CO<sub>2</sub> injection.

If this was a pure CCS project, a continuous CO<sub>2</sub> would yield the largest amount of CO<sub>2</sub> stored, even with seawater promoting hydrogeological storage. However, since production wells are operating, the optimum design is dependent on how efficiently the mobility control fluid (seawater) can hold back the CO<sub>2</sub> front and avoid over-production of gas, especially in high permeability zones and reservoir top layers (due to buoyance effects). For this reason, the optimum CSE involves injecting two times more water than gas to reduce flow segregation. The choice of design would depend on the operator's priority and operational constraints (supply and produced gas handling capacity). This trade-off between NPV and CSE can be observed in Figure 5.



**Figure 4** Field NPV versus CO<sub>2</sub> storage efficiency in the second study (maximisation of CSE).

## Conclusions

Results of this study showed the impact of application of an optimised WAG design on CO<sub>2</sub> mobility control and promotion of a more uniform macroscopic sweep that yields higher NPV and oil recovery values. It was observed that higher concentration of CO<sub>2</sub> in the injection gas and delay of CO<sub>2</sub> breakthrough using certain WAG ratios improves both NPV and CSE. Optimum CSE does not guarantee the maximum total amount of CO<sub>2</sub> storage. In the light of CCUS applications, not only in this particular project, the optimum NPV case (WAG ratio of around 0.5:1) seems to be the most advantageous, since it yields the highest profitability and a larger total CO<sub>2</sub> storage, although with the onus of producing larger amount of gas to be dealt with.

## Acknowledgements

The authors would like to gratefully acknowledge the scholarship support from CNPq and Galp Energia, as well as CMG for software license provisions. Energi Simulation is thanked for funding the chair in Reactive Flow Simulation at Heriot-Watt University held by Eric Mackay.

## References

- Ettehadtavakkol, A., 2013. CO<sub>2</sub> EOR-storage design optimization under uncertainty. PhD Thesis. The University of Texas at Austin.
- Moortgat, J., Firoozabadi, A., Li, Z. and Espósito, R., 2010. Experimental coreflooding and numerical modeling of CO<sub>2</sub> injection with gravity and diffusion effects. SPE ATCE, Florence, Italy (pp. 19-22).
- Larsen, J.A and Skauge A, Methodology for Numerical Simulation with Cycle-Dependent Relative Permeabilities, SPE Journal, June 1998. SPE Paper # 38456.