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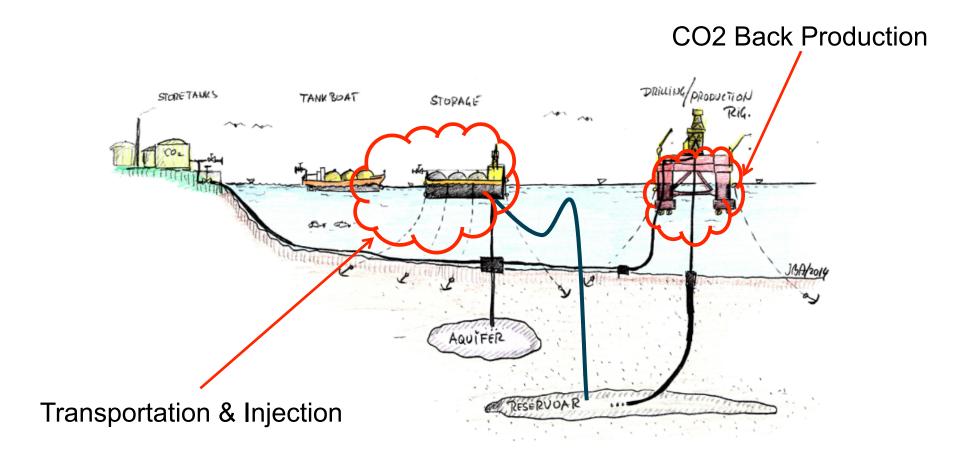


Status & Next Steps Offshore CO2 EOR

DOE – OED: CO2 Storage Task Group Meeting Bergen, 9th of May 2016

Pål H. Nøkleby Business Development Manager EOR Solutions

Main Areas That Differ Offshore to Onshore





Challenges Related to Offshore CO2 EOR

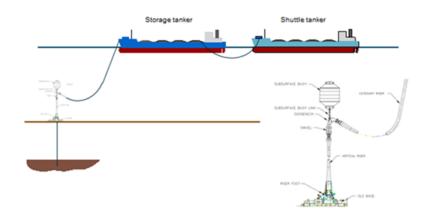
- No CO₂ supply chain established –
 limited availability assumed need for big volumes over time
- Non-optimized well locations
- No existing pipelines
- Facilities and wells not corrosion resistant
- Limited weight and space available for topsides separation
 - Extremely costly retrofits or additional installations
- High cost of CO2 at wellhead
- Higher cost level than onshore
 - Offshore operation costs
 - Loss of production due to shut down in retrofit period
- Logistics between onshore CO₂ source and offshore



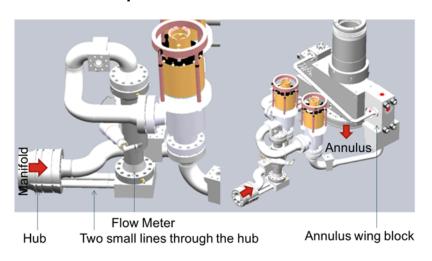


Offloading & Injection Systems

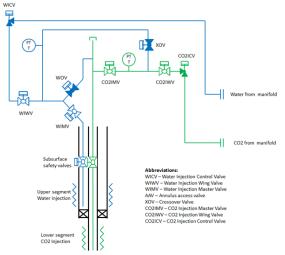
Offshore off/unloading & injection



XMT Adaption

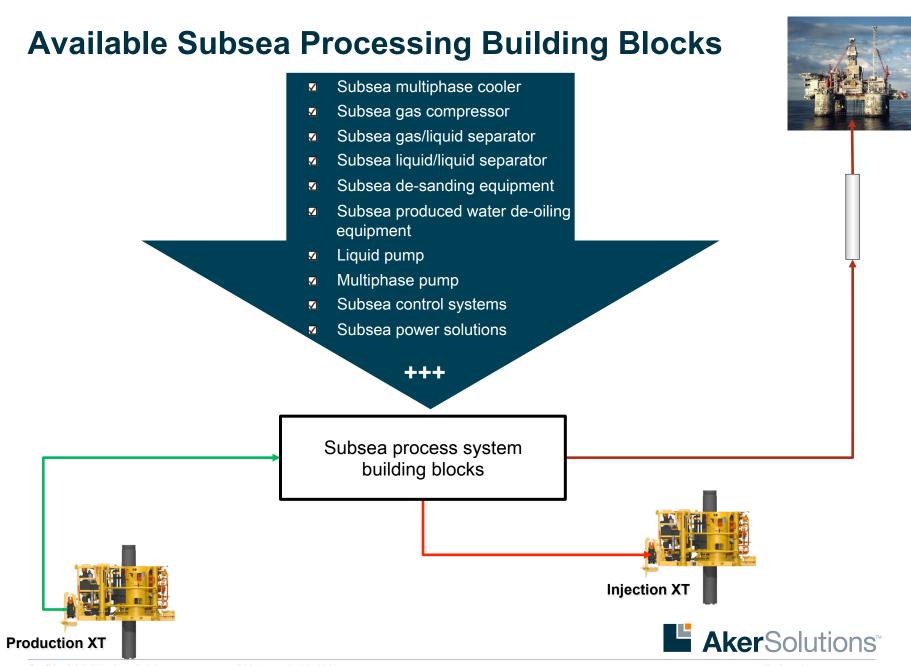


Well Completion





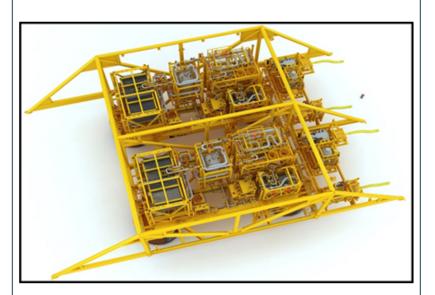
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Two Important Subsea Building Blocks

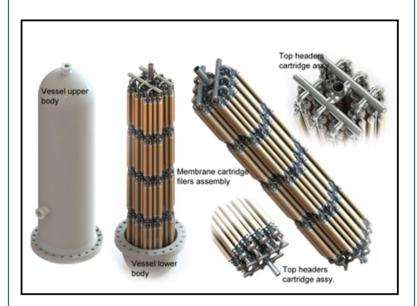
Compression System



2010 - 2015 Asgard:

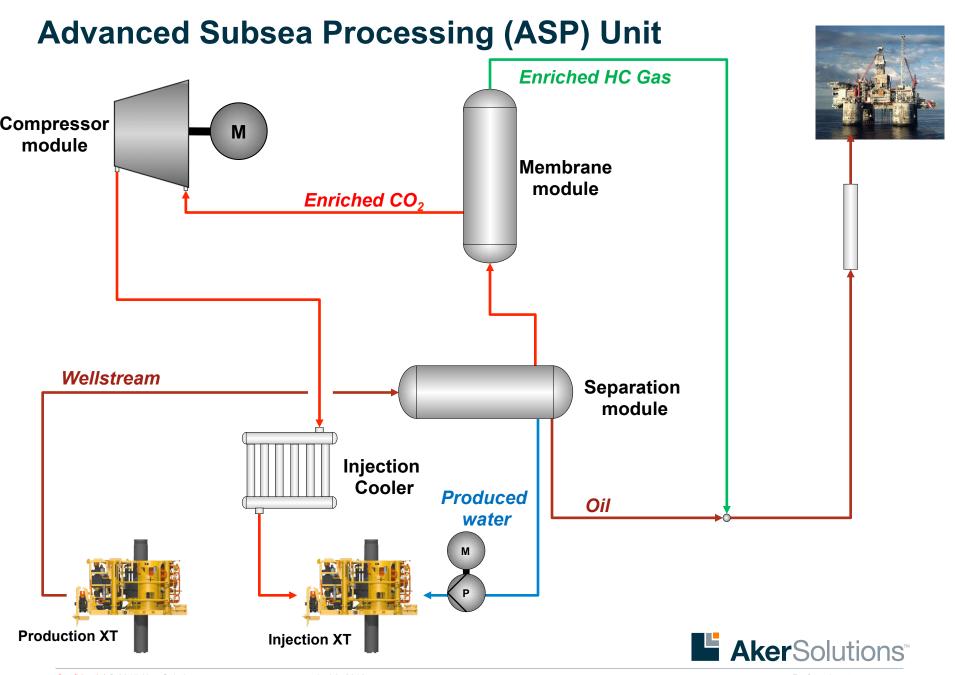
- 21 MSm³/d flow rate
- 2 x 11.5 MW compressor power
- 300 m water depth
- 40 km step-out distance
- Topside Variable Speed Drives, Circuit breakers and UPS
- Delivered by Aker Solutions

Compact membrane packing



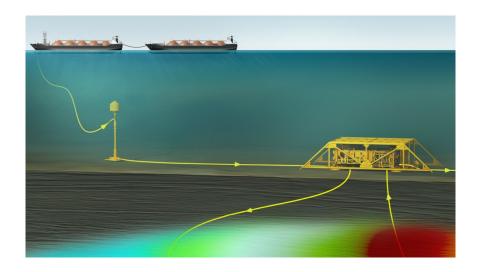
- Onshore stacking not feasible subsea
- Compact packing arrangement developed by AKSO

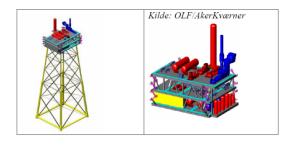




Offshore CO2 EOR Challenges - Mitigations

- No CO2 supply
 - Pipeline
 - Ship supply
- Space limitations on platforms
 - Subsea installation
- Weight limitations
 - Subsea installation
- Power availability
 - Less power needed than gas injection, heavier fluid
- Corrosion issues
 - 13% Cr needed standard for subsea wells
- High cost when modifications done topsides
 - Short/no downtime with subsea installation
- HSE concern by sudden topside release
 - No issue subsea

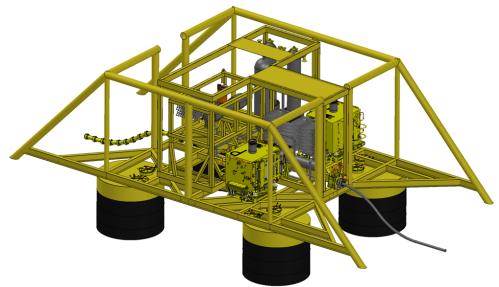






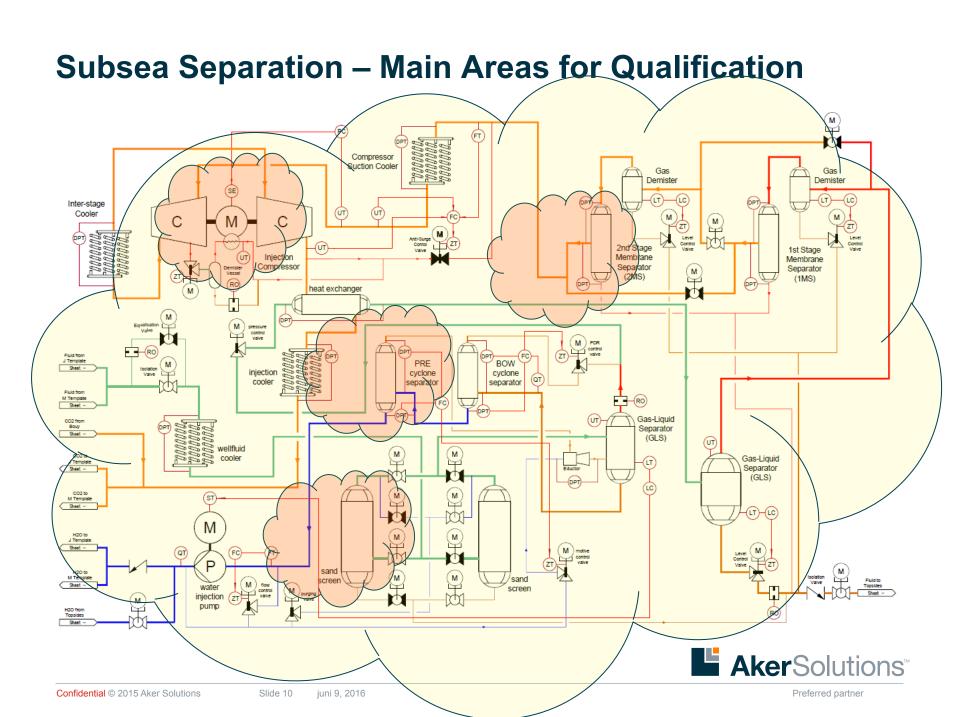
Other Aspects Subsea Technology Concept

- Reduced installation costs subsea separation
- Overlap of EOR production with conventional oil production
- Small subsea facilities serving segments in large reservoir
- Facilities available for injection of CO2 for permanent storage as a final CCS stage
- Retrievable modules –
 limited operational time reuse





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Åsgard Compressor Module – Single Motor-Compressor





Original design



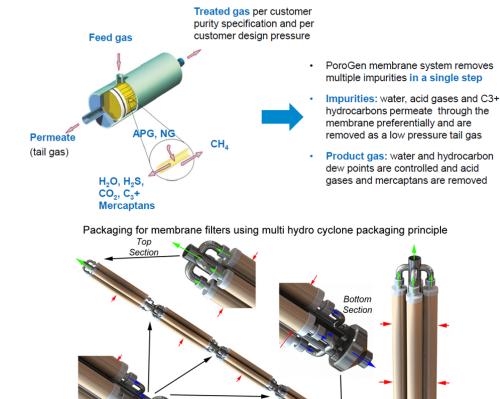
Modified, lighter design



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Qualification Membrane Bulk Separation of CO2

Preferable subsea conditions outside regular operational window
 Flow Distribution in PEEK-Sep Membrane Module



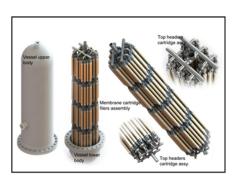
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16 Cartridge String

AkerSolutions[™]

Technology Gaps – Future Work

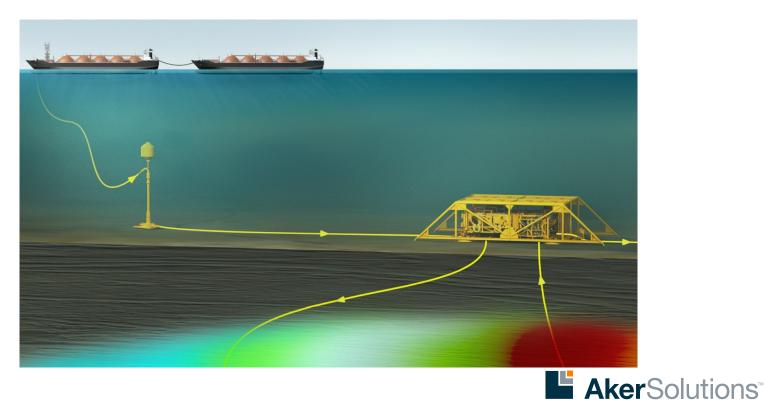
- Injection system qualification
 - Improved thermodynamic and dynamic models, Flow Assurance
 - Injection solutions, XMT, well completions allowing SWAG/WAG and return/reinjection
- Compressor solution
 - Service in wet CO2 environment
 - Low duty range (pilot)
- Compact membrane separation
 - Qualify membrane qualities for relevant operational conditions
 - Qualify compact arrangement for subsea service
- Reservoir simulations
 - Optimize flooding conditions
 - Blow down conditions
- Process design analysis
 - Update process solutions, lay out and cost





SUMMARY

- A subsea based well separation concept of a CO2 flooded offshore oil reservoir might represent an enabling technical and economical solution to offshore CO2 EOR
- Some systems along the injection chain and processing chain need qualification and further assessment



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Funding Challenges

- Sort out possibilities within cofunding
 - Learning from projects (all task teams)
 - List projects where funding have worked
 - Opportunities \ limitations: Joint calls etc

New opportunities, ideas

- CSDC initiative beyond preproject: plan in place, need to continue working issues
- knowledge sharing projects / moderate funding needs
- Workshops («chatham house light») on critical issues-Cooperation\piggy back opportunities (Need further refinement)
 - How could co2-eor offshore pilot break barriers? And how to get there...
 - CO2-EOR: Learnings from onshore to offshore....
 - CO2-storage operators workshop on MVA: learings from large scale project operators (focus on cost efficiency, «what is needed», proven effective, regulatory requirements)
 - Offshore/subsea technology innovation (---like subsea capture technology, power production...)
 - Material selection, CO2 composition etc: for «cross cutting»