

Pre-Drill Prediction of Hydrocarbon Charge: Microseepage-Based Prediction of Charge and Post-survey Drilling Results

Dietmar (Deet) Schumacher, Geo-Microbial Technologies, Inc., Ochelata OK, USA
deet@gmtgeochem.com

GeoConvention 2012: Vision

Abstract

It has been well documented that most oil and gas accumulations leak hydrocarbons, that this leakage (or microseepage) is predominantly vertical, and that this leakage can be detected and mapped using any of several geochemical and non-seismic geophysical methods. While seismic data are unsurpassed for imaging trap and reservoir geometry, in many geological settings seismic data yield no information about whether a trap is charged with hydrocarbons.

Hydrocarbon microseepage data can provide direct evidence for the probable hydrocarbon charge of the lead or prospect. In order to quantify the reliability of hydrocarbon microseepage data for pre-drill predictions of hydrocarbon charge, we have compiled published microseepage survey results for more than 2700 exploration wells with the results of subsequent drilling. These prospects are located in both frontier basins and mature basins, onshore and offshore, and occur in a wide variety of geologic settings. Target depths ranged from 300 meters to more than 4900 meters and covered the full spectrum of trap styles. Prospects were surveyed using a variety of microseepage survey methods including free soil gas, integrative soil gas, microbial, iodine, radiometrics, and micromagnetics. Of wells drilled on prospects associated with positive microseepage anomalies 82% were completed as commercial discoveries. In contrast, only 11% of wells drilled on prospects without an associated microseepage anomaly resulted in discoveries. These results clearly document that hydrocarbon microseepage data – when properly acquired, interpreted, and integrated with conventional exploration data – can reliably predict hydrocarbon charge in advance of drilling.

Introduction

Seismic data are unsurpassed for providing stratigraphic and structural information, and for imaging trap and reservoir geometry. However, in many geologic settings, seismic data yield little or no information about whether a trap is charged with hydrocarbons. In other settings, the acquisition of seismic data is difficult and extremely costly, or the quality of such seismic data is poor due to unfavorable geology or surface conditions. Detailed surface geochemical surveys document that hydrocarbon microseepage from oil and gas accumulations is common and widespread, is predominantly vertical, and is dynamic (Klusman, 1993; Schumacher and Abrams, 1996; Klusman, 2002).

The surface manifestations of hydrocarbon seepage can take many forms, including (1) anomalous hydrocarbon concentrations in soils, sediments, waters, and atmosphere; (2) microbiological anomalies; (3) mineralogic changes such as the formation of calcite, pyrite, uranium, elemental sulfur, and certain magnetic iron oxides and sulfides; (4) bleaching of red beds; (5) clay mineral changes; (6) acoustic anomalies; (7) electrochemical changes; (8) radiation anomalies; and (9) biogeochemical and geobotanical anomalies (Schumacher, 1996; 1999). These varied expressions of hydrocarbon seepage have led to the development of an equally diverse number of hydrocarbon detection methods. Some of these methods are geochemical, some are non-seismic geophysical methods, and some come under the category of remote sensing (Klusman, 1993; Tedesco, 1995; Schumacher, 1999; Schumacher and LeSchack, 2002). A detailed discussion of these methods is beyond the scope of this paper, but a list of the more commonly used hydrocarbon detection methods are listed below.

REMOTE SENSING, SATELLITE IMAGERY ANALYSIS

Detect hydrocarbon-induced alteration of soils and sediment; oil slicks; atmospheric anomalies

AEROMAGNETICS, MICROMAGNETICS

Detects seep-induced magnetic anomalies in shallow subsurface

SOIL GAS, ADSORBED SOIL GAS

Measures concentration and composition of hydrocarbon gases in soils and sediments

MICROBIOLOGICAL

Measures concentration and distribution of hydrocarbon-utilizing bacteria

BIOGEOCHEMICAL, GEOBOTANICAL

Measures trace elements, vegetation stress

Prospect Evaluation and Risking

Peter Rose (2001) discussed five critical geologic attributes that must be satisfied in order for a prospect to result in an oil or gas discovery: These risk factors are:

- Hydrocarbon source rocks
- Hydrocarbon migration and charge
- Reservoir rock
- Trapping (Closure)
- Containment (Preservation)

While each one of these factors or attributes must be properly developed in a prospect if one is to have a hydrocarbon discovery, there will be no oil or gas discovery without the presence of hydrocarbons in

the trap and reservoir. According to Rose (2001), post-drilling evaluations of dry holes tend to attribute most failures to incorrect structural interpretation and/or unanticipated poor reservoir quality. Only rarely is failure attributed to lack of hydrocarbon charge.

One could argue, however, that the cause for most of these dry holes is in fact due to a lack of hydrocarbon charge, whether this is due to a failure of hydrocarbons reaching the trap, or because the trap could not retain those hydrocarbons. It is the absence of significant hydrocarbons from the trap that has resulted in the dry hole, whether that absence is due to a poor quality reservoir, or inadequate seal, or a lack of closure.

Hydrocarbon microseepage data can provide direct evidence not only for the presence of mature source rocks and for hydrocarbon migration, but more importantly for the probable hydrocarbon charge of the lead or prospect. Such microseepage data -- when properly acquired, interpreted, and integrated with conventional exploration data -- can significantly reduce the exploration risk by focusing the explorer's attention on the most promising targets.

Results

In order to quantify the benefit of integrating hydrocarbon microseepage data with conventional geological and geophysical exploration data, we have compiled published microseepage survey results with the results of subsequent drilling (Table 1). These prospects are located in both frontier basins and mature basins, onshore and offshore, and occur in a wide variety of geologic settings. Target depths ranged from 300 meters to more than 4900 meters and covered the full spectrum of trap styles.. Prospects were surveyed using a variety of microseepage survey methods including free soil gas, integrative soil gas, microbial, iodine, radiometrics, and micromagnetics. A preliminary report of this study was presented at the AAPG International Meeting in Perth, Australia (Schumacher, 2007). Updated results of this comparison are summarized on Table 1 for more than 2700 exploration wells. The majority of these wells were drilled on conventionally developed prospects after completion of geochemical or non-seismic hydrocarbon detection surveys, however, the statistics for R. S. Foote's micromagnetic surveys include both pre-survey and post-survey wells.

An example from one of these studies is illustrated in Figure 1. Meyer et al. (1981) published an excellent but little known case history documenting vertical hydrocarbon microseepage from undisturbed structural traps. In the early 1980s, a series of microseepage surveys were conducted over 49 proposed well locations in the Denver Basin, U.S.A. Each prospect displays good four-way dip closure on a Cretaceous horizon, and each is located in a basin that has produced oil and gas for many decades. Soil samples were collected at 160m intervals within 800m of each proposed drilling site and analyzed for hydrocarbon-oxidizing microbes. All samples were analyzed prior to drilling, The 39 wells subsequently drilled, yielded three producers, three wells with non-commercial shows, and 33 dry holes. When compared with the drilling results, the soils overlying productive reservoirs contained microbial populations that were clearly anomalous and readily distinguishable from samples from non-productive sites. Of the ten prospects illustrated in Figure 1, only one was associated with a positive microseepage anomaly; it was the only one of the ten shown that resulted in a commercial discovery. Each of the 33 dry holes was associated with a negative microseepage anomaly.

A second well-documented study from among those in Table 1 is by Potter et al. (1996). Their exploration program involved soil gas geochemical surveys of 139 prospects located in both frontier

basins and mature basins, onshore and offshore, and in a variety of geologic settings and environments, and included the full range of trap styles. The 139 geochemical surveys led to the drilling of 141 wells in previously undrilled prospects. A total of 43 wells were drilled on prospects with negative microseepage anomalies, and 42 wells encountered no hydrocarbons. Of the 98 wells drilled in positive geochemical anomalies, 90 encountered reservoir hydrocarbons, and 74 of these (76%) were completed as commercial discoveries.

The results summarized on Table 1 are displayed graphically in the form of a pie chart on Figure 2. The surveys listed on Table 1 resulted in the drilling of 2774 wells of which 45% were completed as discoveries. Of the wells drilled on prospects associated with a positive hydrocarbon seepage anomaly, 82% resulted in discoveries. In contrast, only 11% of wells drilled on prospects without a microseepage anomaly yielded a discovery.

Conclusions

Hydrocarbon microseepage data – when properly acquired, interpreted, and integrated with conventional geologic and seismic data – leads to better prospect evaluation and risk assessment. How can one quantify the value added by hydrocarbon microseepage data when it is integrated with conventional exploration methods? In this presentation, we have compared the microseepage survey results with results of subsequent drilling. The results of this comparison are summarized for more than 2700 wells, all drilled on conventionally developed prospects after completion of geochemical or non-seismic hydrocarbon detection surveys. Prospects were surveyed using a variety of geochemical exploration methods including probe soil gas, microbial, radiometrics, and micromagnetics. Of wells drilled on prospects with positive microseepage anomalies, 82% were completed as commercial discoveries. In contrast, on 11% of wells drilled on prospects without an associated hydrocarbon microseepage anomaly resulted in discoveries. Had drilling decisions included serious consideration of the hydrocarbon microseepage data, exploration success rates would have more than doubled, and in some cases resulted in a ten-fold increase.

References

- Beghtel, F. W., D. O. Hitzman, and K. R. Sundberg, 1987, Microbial Oil Survey Technique (MOST) evaluation of new field wildcat wells in Kansas: Association of the Petroleum Explorationists Bulletin, v. 3, p. 1-14
- Curry, W. H. III, 1984, Evaluation of surface gamma radiation surveys for petroleum exploration in the deep Powder River basin, Wyoming, in M. J. Davidson and B. M. Gottlieb, eds., Unconventional Methods in the Exploration for Petroleum and Natural Gas, 3: Dallas, Texas, Southern Methodist University Press, p. 25-39
- Foote, R. S., 1996, Relationship of near-surface magnetic anomalies to oil- and gas-producing areas, in D. Schumacher and M. A. Abrams, eds., Hydrocarbon Migration and its Near-Surface Expression: American Association of Petroleum Geologists, Memoir 66, p. 111-126
- Hitzman, D. C., B. A. Rountree, J. D. Tucker, and S. Smith, 2002, Integrated microbial and 3D seismic surveys discover Park Springs (Conglomerate) field and track microseepage reduction, in D. Schumacher and L. A. LeSchack, eds., Surface Exploration Case Histories: Applications of geochemistry, magnetic, and remote sensing: American Association of Petroleum Geologists, Studies in Geology No. 48, and Society of Exploration Geophysicists, Geophysical Reference Series No. 11, p. 59-65

Jones, V. T., III, and R. J. LeBlanc, Jr., 2004, Moore-Johnson (Morrow) field, Greeley County, Kansas: A successful integration of surface soil gas geochemistry with subsurface geology and geophysics: American Association of Petroleum Geologists, Search and Discovery, Article 20022, 30 pp.

Klusman, R. W., 1993, Soil Gas and Related Methods for Natural Resource Exploration: John Wiley and Sons, Ltd., Chichester, UK, 483 pp

Klusman, R. W., 2002, The interpretation and display of surface geochemical data, in D. Schumacher and L. A. LeSchack, eds., Surface Exploration Case Histories: Applications of geochemistry, magnetic, and remote sensing: American Association of Petroleum Geologists, Studies in Geology No. 48, and Society of Exploration Geophysicists, Geophysical Reference Series No. 11, p. 1-24

Leaver, J. L., and M. R. Thomasson, 2002, Case studies relating soil iodine geochemistry to subsequent drilling results, in D. Schumacher and L. A. LeSchack, eds., Surface Exploration Case Histories: Applications of geochemistry, magnetic, and remote sensing: American Association of Petroleum Geologists, Studies in Geology No. 48, and Society of Exploration Geophysicists, Geophysical Reference Series No. 11, p. 41-57

LeSchack, L. A., and D. Van Alstine, 2002, High-resolution ground magnetic (HRGM) and radiometric surveys for hydrocarbon exploration: Six case histories in western Canada, in D. Schumacher and L. A. LeSchack, eds., Surface Exploration Case Histories: Applications of geochemistry, magnetic, and remote sensing: American Association of Petroleum Geologists, Studies in Geology No. 48, and Society of Exploration Geophysicists, Geophysical Reference Series No. 11, p. 67-15

Lopez, J. P., D. Hitzman, and J. Tucker, 2004, Combined microbial and seismic surveys predict oil and gas occurrences in Bolivia: Oil and Gas Journal, 24 October 1994, p. 68-70

Mello, M. R., F. T. T. Concalves, N. A. Babinski, and E. P. Miranda, 1996, Hydrocarbon prospecting in the Amazon rain forest: Application of surface geochemical, microbiological, and remote sensing methods, in D. Schumacher and A. Abrams, eds., Hydrocarbon Migration and its Near-Surface Expression: American Association of Petroleum Geologists, Memoir 66, p. 401-411

Meyer, W. T., J. S. Lovell, and M. Hale, 1983, Detection of concealed mineral and energy resources by vapor geochemistry, in I. Thornton and R. J. Howarth, eds., Applied Geochemistry in the 1980s: London, Graham and Trotman, p. 86-102

Potter, R. W., II, P. A. Harrington, A. H. Silliman, and J. H. Viellenave, 1996, Significance of geochemical anomalies in hydrocarbon exploration: one company's experience, in D. Schumacher and M. A. Abrams, eds., Hydrocarbon Migration and its Near-Surface Expression: American Association of Petroleum Geologists, Memoir 66, p. 431-439

Rose, P. R., 2001, Risk Analysis and Management of Petroleum Exploration Ventures: American Association of Petroleum Geologists Methods in Exploration Series, Number 12, 164 p

Schumacher, D., 1996, Hydrocarbon-induced alteration of soils and sediments, in D. Schumacher and M. A. Abrams, eds., Hydrocarbon Migration and its Near-Surface Expression: American Association of Petroleum Geologists, Memoir 66, p. 71-89

Schumacher, D., 1999, Surface geochemical exploration for petroleum, in T. Beaumont and N. Foster, eds., Exploring for Oil and Gas Traps: American Association of Petroleum Geologists, Treatise of Petroleum Geology Handbook, p. 18-1 to 18-27

Schumacher, D., 2007, Managing exploration risk: lessons learned from surface geochemical surveys and post-survey drilling results: American Association of Petroleum Geologists International Conference and Exhibition, Program with Abstracts, Perth, Australia.

Schumacher, D., and M. A. Abrams, eds., 1996, Hydrocarbon Migration and its Near-Surface Expression: American Association of Petroleum Geologists, Memoir 66, 445 pp

Schumacher, D., and R. S. Foote, 2006, Seepage-induced magnetic anomalies associated with oil and gas fields: onshore and offshore examples: American Association of Petroleum Geologists Annual Convention, Program with Abstracts, Houston, Texas, p. 96

Schumacher, D., and L. A. LeSchack, eds., 2002, Surface Exploration Case Histories: Applications of geochemistry, magnetic, and remote sensing: AAPG Studies in Geology No. 48 and SEG Geophysical Reference Series No. 11, 486 pp

Tedesco, S. A., 1995, Surface Geochemistry in Petroleum Exploration: Chapman and Hall, Inc., New York, 206 pp

Wagner, M., M. Wagner, J. Piske, and R. Smit, 2002, Case histories for microbial prospecting for oil and gas, onshore and offshore in northwest Europe, in D. Schumacher and L. A. LeSchack, eds., Surface Exploration Case Histories: Applications of geochemistry, magnetic, and remote sensing: AAPG Studies in Geology No. 48 and SEG Geophysical Reference Series No. 11, p. 453-479

Weart, R. C., and G. Heimberg, 1981, Exploration radiometrics: post-survey drilling results, in B. M. Gottlieb, ed., Unconventional Methods in the Exploration for Petroleum and Natural Gas, 2: Dallas, Texas, Southern Methodist University Press, p.116-123

Wyman, R. E., 2002, From skeptic to believer, in D. Schumacher and L. A. LeSchack, eds., Surface Exploration Case Histories: Applications of geochemistry, magnetic, and remote sensing: AAPG Studies in Geology No. 48 and SEG Geophysical Reference Series No. 11, Foreword, p. x-xi

Table 1: Pre-Drilling Microseepage Surveys and Post-Survey Drilling Results

Results of post-survey wells drilled on prospects associated with negative and positive geochemical anomalies. **“Dry” means dry or non-commercial; “Discovery” means the well resulted in a commercial discovery.**

<u>LOCATION</u>	<u>NEGATIVE ANOMALIES</u>	<u>POSITIVE ANOMALIES</u>
-----------------	---------------------------	---------------------------

Brazil, Amazon Basin	18/19 wells dry	6/16 wells discoveries
(Petrobras, microbial)	95%	38%

M. R. Mello et al., 1996, AAPG Memoir 66, p.401-411

USA – Denver Basin	33/33 wells dry	3/6 wells discoveries
(Barringer, microbial)	100%	50%

W. T. Meyer et al., 1983, Applied Geochemistry in the 1980s, p. 86-102

Western Canada	30/38 wells dry	10/14 wells discoveries
(Canadian Hunter, soil gas)	79%	71%

R. E. Wyman, 2002, Foreword to AAPG Studies in Geology, No. 48

USA – Kansas	14/24 wells dry	9/10 wells discoveries
(Axem/Murfin, soil gas)	58%	90%

V. Jones III and R. LeBlanc, 2004, AAPG Search and Discovery

USA – Kansas	55/68 wells dry	13/18 wells discoveries
(Phillips Petroleum, microbial)	81%	72%

F. W. Beghtel et al., 1987, APGE Bulletin, v. 3, p. 1-14

USA - Williston Basin	43/54 wells dry	30/39 wells discoveries
(Sun Oil, radiometrics)	80%	77%

R. C. Weart and G. Heimberg, 1981, SMU Unconventional Methods Symp. 2, p. 116-123

USA – Powder River Basin	18/31 wells dry	50/60 wells discoveries
(W. Curry, radiometrics)	58%	83%

W. H. Curry III, 1984, SMU Unconventional Methods Symp. 3, p. 25-39

USA and International	42/43 wells dry	74/98 wells discoveries
(Santa Fe Minerals, soil gas)	98%	76%

R. W. Potter et al., 1996, AAPG Memoir 66, p. 431-439

Argentina, San Jorge Bsn	0 wells drilled	155/164 wells discoveries
(Vintage Petroleum, soil gas)		95%

Personal communication, R. W. Potter, Vintage Petroleum

USA – CO, WY, ND, IL	53/58 wells dry	27/31 wells discoveries
(Thomasson Partners, iodine)	91%	87%

J. Leaver and M. Thomasson, 2002, AAPG Studies in Geology No. 48, p. 41-57

USA and International	20/23 wells dry	109/128 wells discoveries
(GMT, microbial)	87%	85%

J. Lopez et al., 1994, OGJ; D. Hitzman et al., 2002, AAPG Studies 48; GMT files

Northwest Europe	112/117 wells dry	83/103 wells discoveries
(Several companies, microbial)	96%	81%

M. Wagner et al., 2002, AAPG Studies in Geology, No. 48, p. 453-479

Canada - Alberta	8/11 wells dry	35/37 wells discoveries
(Topaz, micromagnetics)	73%	95%

L. A. LeSchack and D. Van Alstine, 2002, AAPG Studies in Geology, No. 48, p. 67-156

USA – Colorado, Kansas	353/404 wells dry*	212/283 wells discoveries*
(Foote, micromagnetics)	87%	75%

R. S. Foote, 1996, AAPG Memoir 66, p. 111-128

USA – Oklahoma	127/146 wells dry*	88/99 wells discoveries*
(Foote, micromagnetics)	87%	89%

R. S. Foote, 1996, AAPG Memoir 66, p. 111-128

USA – Utah	20/21 wells dry*	19/21 wells discoveries*
(Foote, micromagnetics)	95%	90%

R. S. Foote, 1996, AAPG Memoir 66, p. 111-128

USA – Alabama	297/312 wells dry*	52/67 wells discoveries*
(Foote, micromagnetics)	95%	78%

R. S. Foote, 1996, AAPG Memoir 66, p. 111-128

USA – Gulf of Mexico	27/28 wells dry*	125/150 wells discoveries*
(Foote, micromagnetics)	96%	83%

D. Schumacher and R. S. Foote, 2006, AAPG Annual Meeting, Houston, abstract volume, p. 96

***Note: R. S. Foote's statistics include both pre-survey wells and post-survey wells**

SUMMARY OF RESULTS	1267/1430 wells dry	1097/1344 wells discoveries
FOR ALL 2774 WELLS	89%	82%

USA, Denver Basin, Colorado

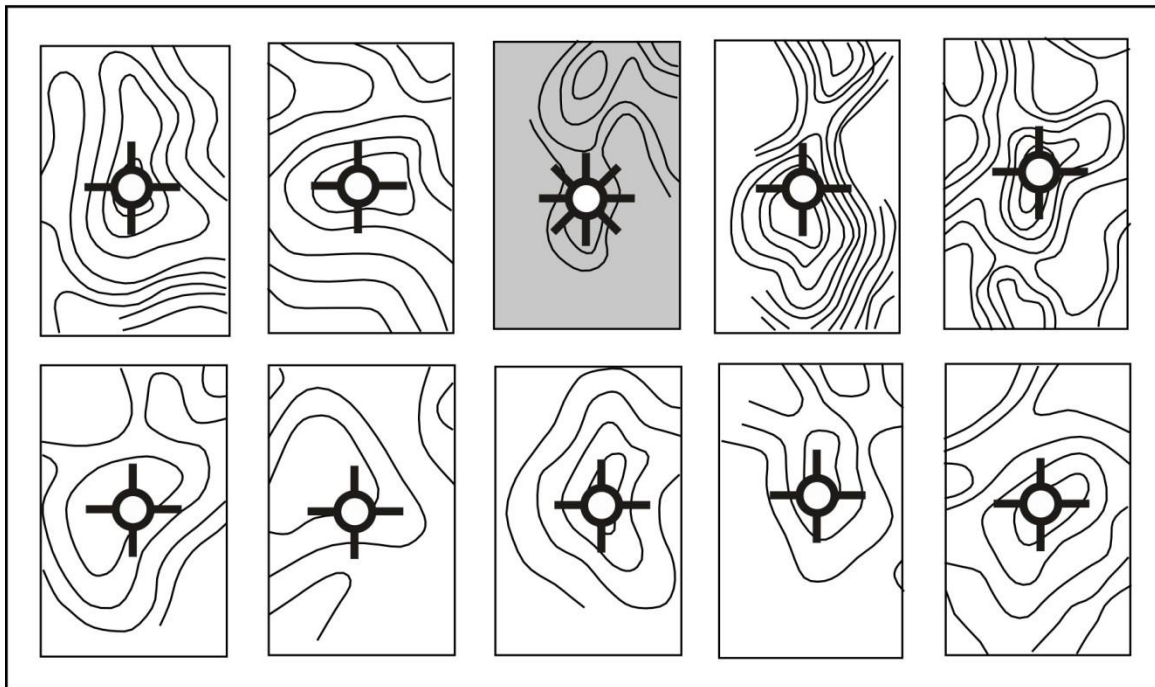


Figure 1. This figure illustrates ten seismic prospects from the Denver Basin in the western U.S.A. Each prospect displays good 4-way dip closure on a Cretaceous horizon, and each prospect was surveyed before drilling for

evidence of hydrocarbon microseepage using a microbial method. Only one prospect was associated with a positive microseepage anomaly, and it was the only one of the ten prospects shown to result in a commercial discovery. (Based on Meyer et al., 1983, and courtesy of Barringer Technologies)

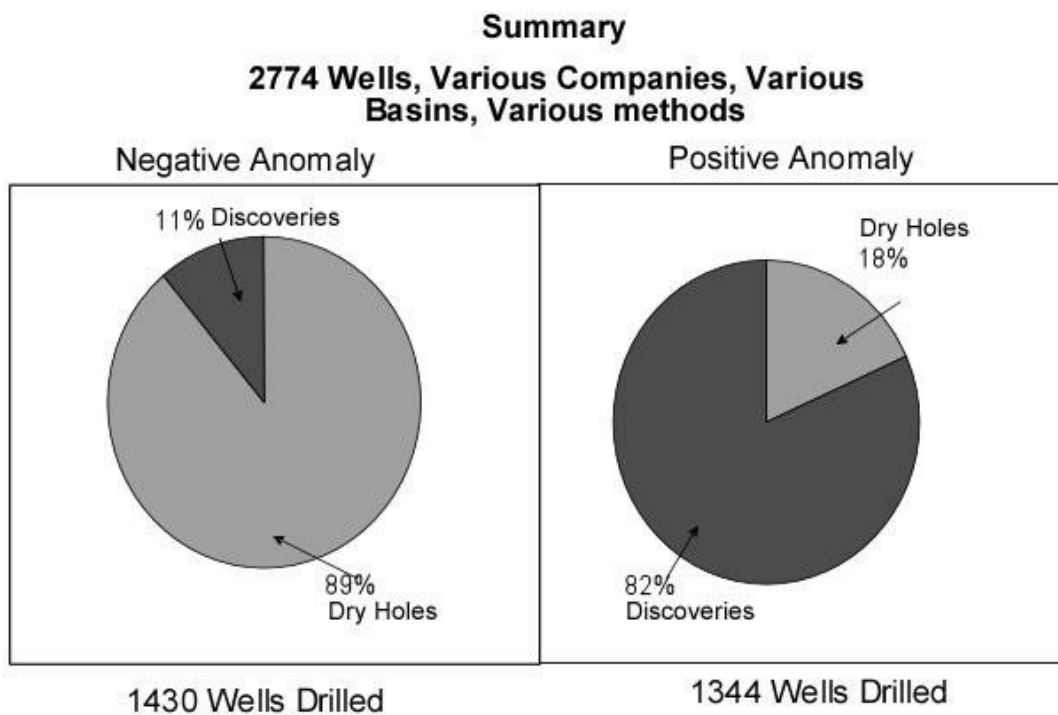


Figure 2. This figure displays graphically in the form of a pie chart the exploration success rates summarized in Table 1. Wells drilled on prospects associated with a positive hydrocarbon microseepage anomaly resulted in commercial discoveries 82% of the time; in contrast, only 11% of the wells drilled on prospects without a microseepage anomaly resulted in commercial discoveries.