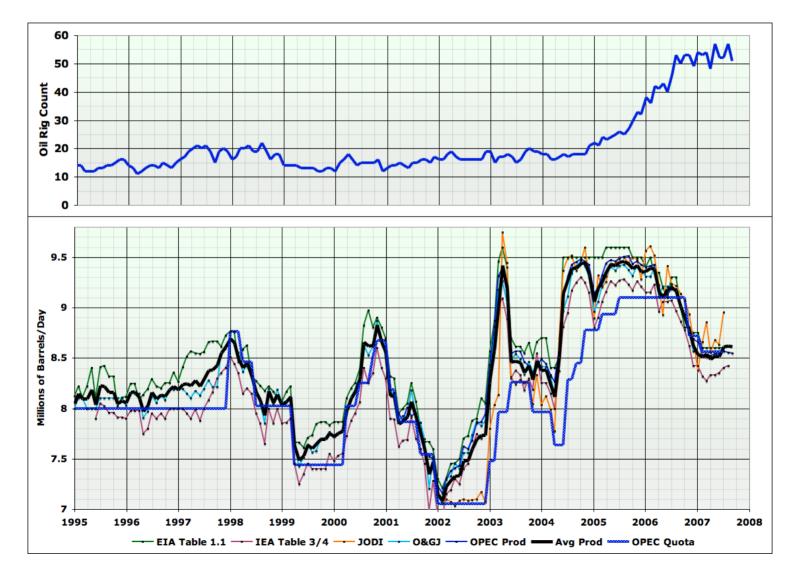
Status of North Ghawar

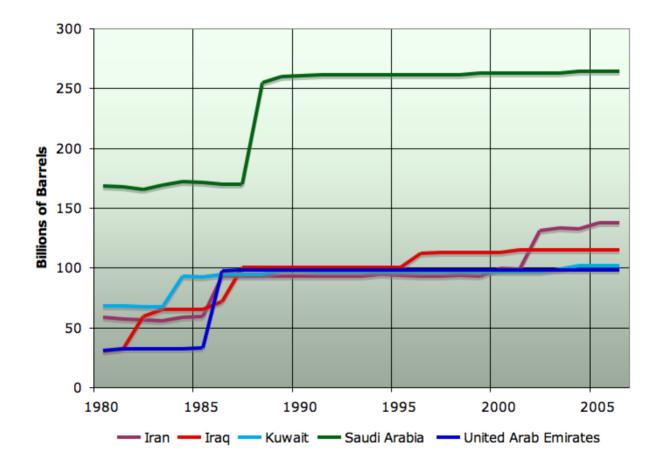
Stuart Staniford, Invicta Consulting

(joint work with Euan Mearns, Isotopic Ltd) <u>The Oil Drum</u> October 17th, 2007

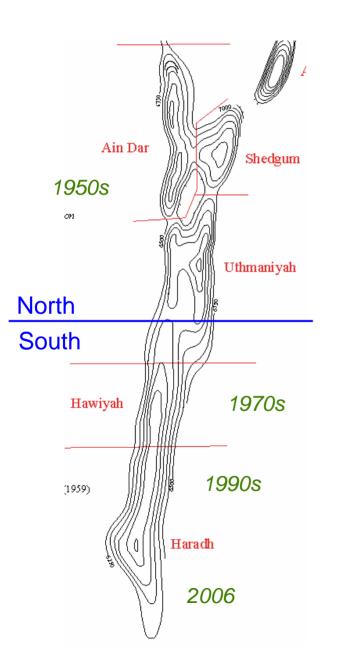
Does this...



Have anything to do with this?



Source: BP



Ghawar

- World's biggest oilfield
 By far
- 5 mbpd (at least to 2003)
 - 6% of global supply
- Over half of Saudi production
 - About a third of original reserves
- 225 km x 25 km
- Large technical literature
 - Dozens of papers

Calculating Original Reserve

- Reserve is a product of five factors
 - The area
 - Average net pay thickness
 - Average porosity
 - Oil saturation change in pore volume
 - Starts out mostly oil with some water
 - Ends up mostly water with some oil
 - Formation volume factor

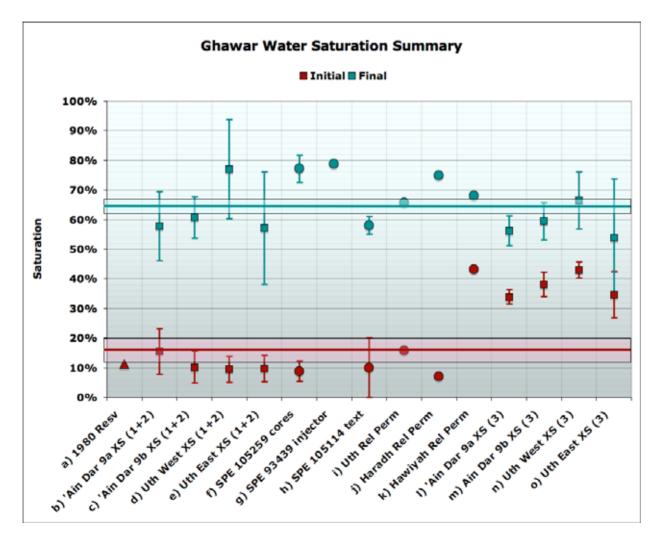
1980 Aramco Table

• Has porosity, net pay, and formation volume factor for major fields as of 1980

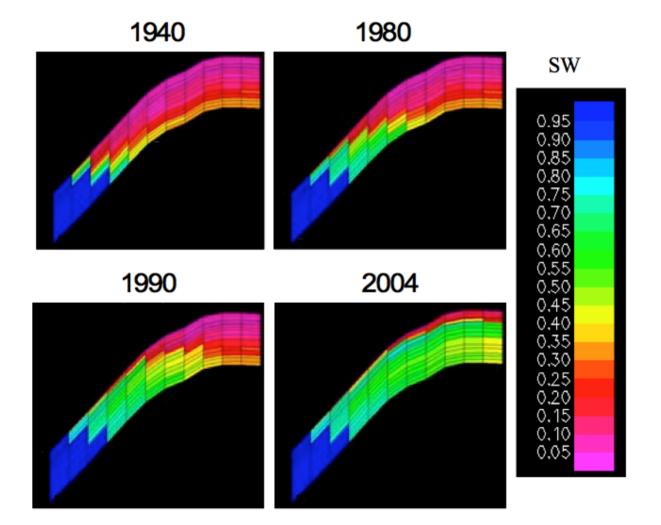
FIELD NAME	RESERVOIR NAME	RESERVOIR DATA					FLUID DATA				
		ORIGINAL OIL-WATER CONTACT (feet subsea)	AVG, NET THICK. (feet)	ORIGINAL PRESSURE AND DATUM		AVG. TEMP,	ORIG, SAT, PRESS.	ORIGINAL SOLUTION GAS-OIL RATIO	ORIG, FORM, VOL, FACTOR	VISCOSITY ORIGINAL RESERVOIR CONDITIONS	STOCK TANK GRAV.
				(psig)	(feet subsea)	(^Q F) (pr	(psia)	ia) (SCF/STB)	(RB/STB)	(centipoise)	(deg. API)
ABQAIQ	Arab—C Arab—D Hanifa	6,242 7,112/7,210* 6,946	30 227 260	2,934 3,395 3,485	5,900 8,500 6,800	215 215 220	593 2,560 2,196	130 860 737	1.142 1.528 1.434	2.12 0.36 0.47	28 37 37
ABU HADRIYA	Arab-A Arab-B Arab-C Hanifa Hadriya Fedhili	8,704 8,704 8,679 9,185 10,140 10,095/10,103*	29 23 80 64 100 60	4,208 4,208 4,235 4,517 4,843 5,019	8,500 8,500 8,500 9,140 9,720 9,857	215 215 218 227 240 240	218 218 287 790 2,550	57 57 57 110 260 875	1.081 1.081 1.063 1.091 1.190 1.315	1.70 1.70 1.70 1.80 0.75 0.62	34 34 28 32 35 36
ABU JIFAN	Arab-D	3,472	113	1,918	3,270	130	570	253	1.176	2.06	32
ABU SA'FAH	ArabC ArabD	6,409 6,685	98 310	N.D. 3,250	6,325 6,535	188 189	230 325	34 74	1.065 1.082	12.10 2.50	18 30
BAKR	U, Jubaila L. Jubaila Hanifa	9,292 9,444/9,453* 9,470	45 107 14	4,573 4,597 4,662	9,250 9,350 9,456	218 218 218	223 N.D. N.D.	60 60 100	1.083 1.150 1.150	2.62 2.60 2.80	30 30 31
BERRI	Arab-A Arab-B Arab-C Arab-D Hanita Hadriya Fadhili	7,458 7,478 7,418/7,437* 7,420 7,979/8,212* 8,730 9,132	44. 46 98 100 220 148 71	3,627 3,635 3,624 3,700 3,980 4,250 4,390	7,300 7,300 7,300 7,450 8,000 8,500 8,500 8,700	218 218 220 220 220 230 240	411 411 423 462 1,920 2,280 3,015	150 139 150 136 659 805 1,206	1.143 1.133 1.141 1.130 1.400 1.500 1.674	1.06/1.40 1.19/1.82 1.87 N.D. 0.50 0.42 0.29	36/33 35/32 32 31 39 38 41
DAMMAM	Arab-A & B Arab-C Arab-D	4,650 4,650 4,650	78 100 160	2,258 2,258 2,258	4,550 4,550 4,550	204 206 206	2,169 2,190 2,219	370 370 353	1.228 1.228 1.219	0.79 0.81 0.94	35 35 35
DHIB	Dhib	10,149#/10,204#	109	5,013	10,118	225=	290	79	1.091	1,79	31

Still need saturation change and area (from map)...

Saturation Change

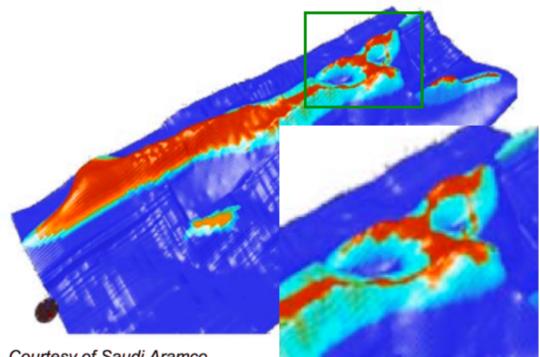


Saturation Evidence Example



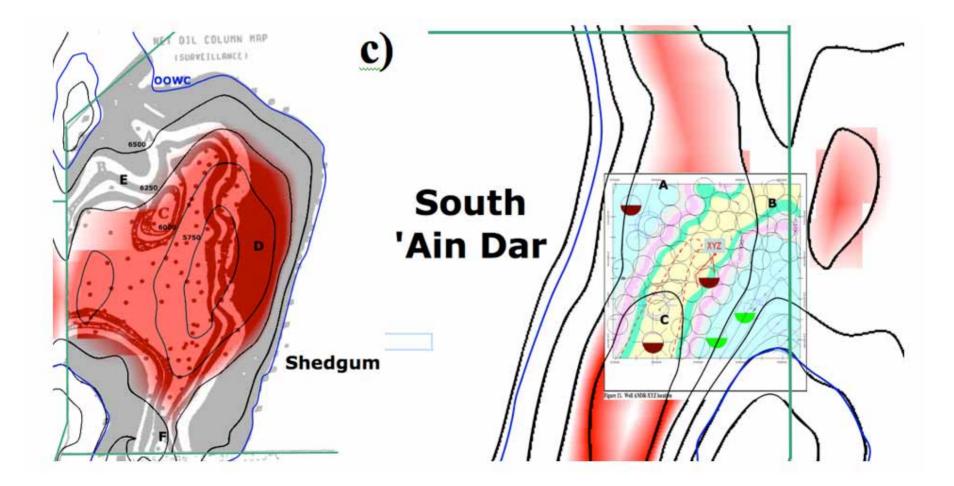
Supercluster picture

Ghawar Field Oil Saturation Plot



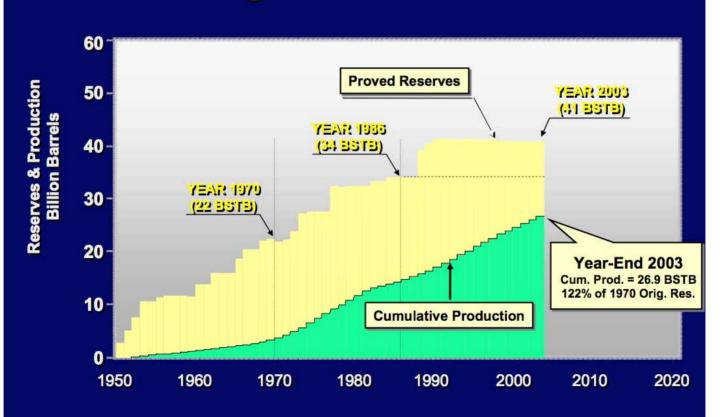
Courtesy of Saudi Aramco

Oil layer map evidence

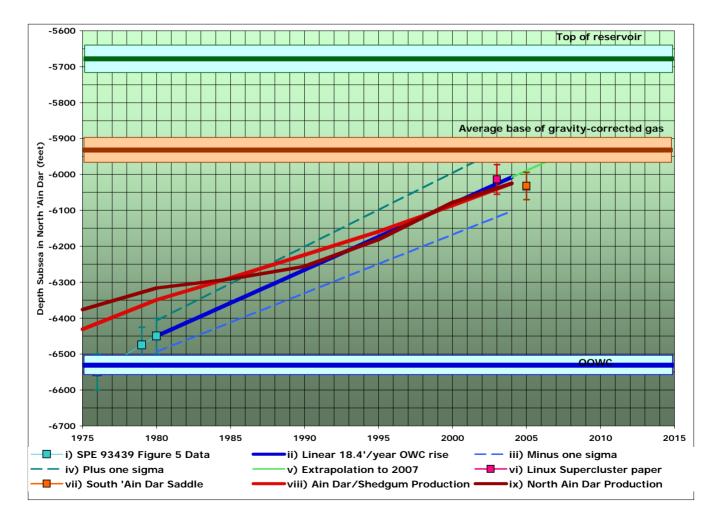


Cumulative Production

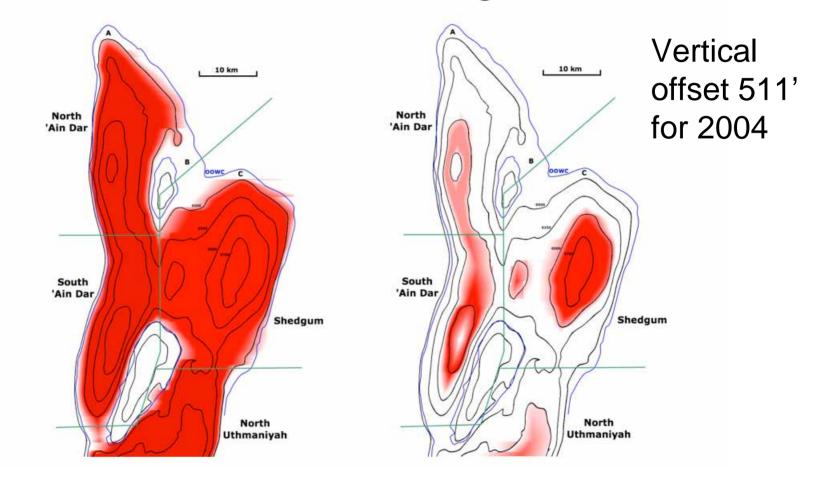
Reserves Appreciation 'Ain Dar Shedgum /Arab D



'Ain Dar/Shedgum OWC height

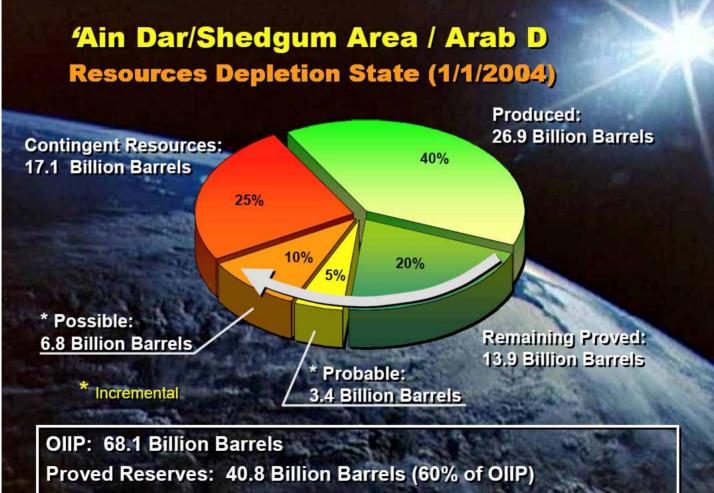


'Ain Dar/Shedgum



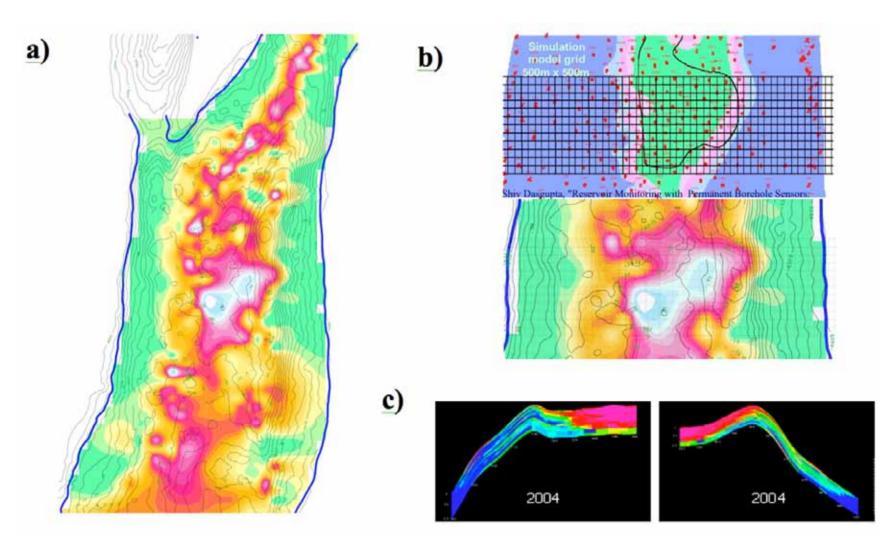
With no OOIP growth, we get 54 ± 4 gb (versus 68.1gb) That turns out to not be enough oil to make analysis consistent

'Ain Dar/Shedgum - official

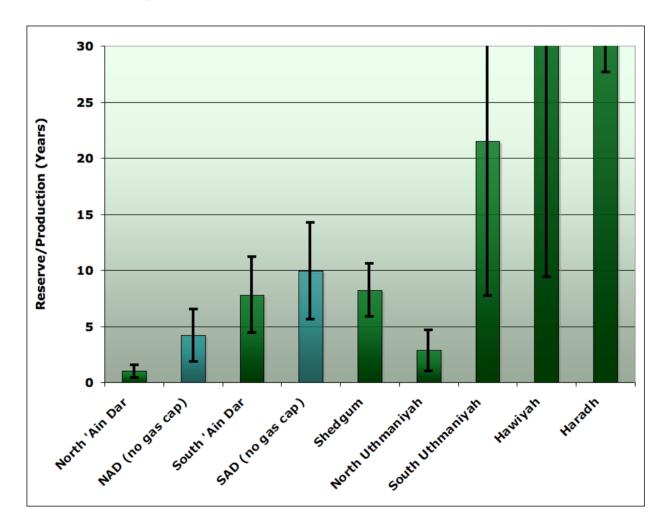


Estimated Ultimate Recovery: 51 Billion Barrels (75% of OIIP)

North Uthmaniyah

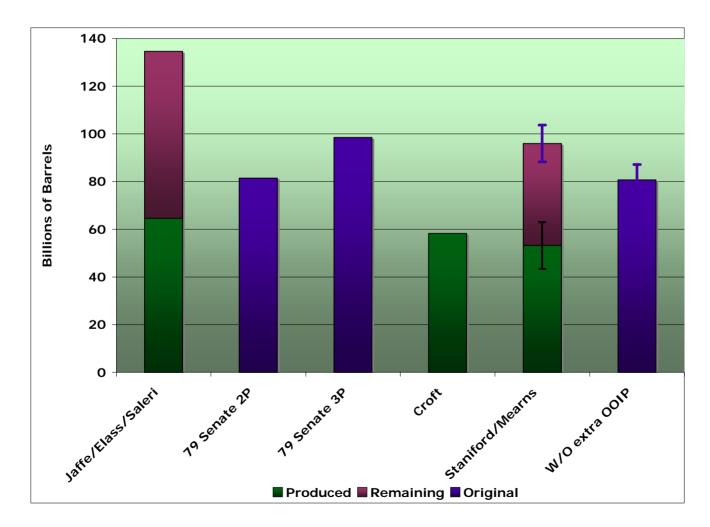


Impact on Production



"Reserve" is 2P exclusive of tertiary recovery

Ghawar Overall Comparison



What does this say about KSA

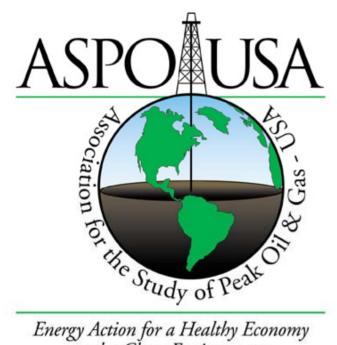
- Evidence for over-aggressive recovery claims – We estimate 52% versus 60-75% Aramco claims
- No evidence of any other factual distortion in technical papers/presentations
- Support for OOIP growth in ADS
- They say 700gb OOIP in total KSA
- Laherrere median recovery (giant fields): 40%
 - Gives 280gb EUR for KSA
 - With very large error bars
- 120gb cumulative production to date
 - Lot left (160gb), even if less than the 260gb they say.

Key Takeaways

- North Ghawar is heavily depleted
- May be impacting production now, certainly will be soon
- KSA reserve claims here are very likely overstated
- South Ghawar can produce for decades
- KSA as a whole probably has a lot of oil left.
 - Rough expectation is several more decades at production levels similar to recently.
 - Quite a lot of uncertainty
 - Then kaput.

2007 Houston World Oil Conference

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- Peak Oil Review
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