

# RESERVOIR MODEL VALIDATION

Clausthal University of Technology

Online Master Course SS 2020

## Abstract

An increasing number of reservoir modeling projects consider subsurface uncertainties as a mandatory input to support decision processes and risk assessments in reservoir management.

The purpose of this course is to introduce subsurface uncertainty management from modelling to prediction in reservoir simulation workflows. Technologies and workflow designs are discussed with a focus on practical reservoir simulation projects.

Sessions will introduce the theoretical background of uncertainty modelling processes, data analytics, optimization techniques and practical implementations of workflow designs.

Sessions are supported by tutorials which introduce the practical implementation of uncertainty quantitation and optimization techniques.

An extra session is added to give participants the opportunity to get familiar with a public benchmark project for field development optimization under uncertainty.

## Special Note

Due to the Corona pandemic 2020 this course will be held online following recommendations and guidelines from the Clausthal University of Technology. Major parts of the course content will be presented online during scheduled sessions which will allow a certain degree of interactions with attendees. Further details will be announced during the first lecture on Monday the 27<sup>th</sup> of April. An invitation to the first online session using the online platform BigBlueButton will be sent to all registered students via StudIP.

## Lectures on Reservoir Model Validation

### Introduction to Uncertainty Management, Data Analytics and Optimization Techniques



#### Lecturer

**Dr Ralf. Schulze-Riegert**

(Technology Expert Uncertainty&Optimization)

Date		
Location	Institute of Petroleum Engineering, Clausthal University of Technology Agricolastr. 10	
Dates	<b>Dates in 2020</b>	<b>Time</b>
	Monday 27 <sup>th</sup> April Tuesday 28 <sup>th</sup> April	13:00 – 17:00 10:00 – 12:00 13:00 – 15:00
	<b>Further lecture dates in May</b>	
	Tuesdays 5 <sup>th</sup> , 12 <sup>th</sup> May Fridays 8 <sup>th</sup> , 15 <sup>th</sup> May Extra tutorial day	13:00 – 15:00 10:00 – 12:00 date will be announced later
Lecturer	Dr. Ralf Schulze-Riegert, Schlumberger Norwegian Technology Center, Norway	

#### Bibliographical note:

Ralf Schulze-Riegert works at the Schlumberger Norwegian Technology Center, with a focus on optimization and uncertainty quantification in reservoir simulation. He holds a PhD degree in theoretical physics from the University of Hanover, Germany and worked in consulting positions for the Oil & Gas and automotive industries for 25 years. Since 2005 he has been a part-time lecturer at the Clausthal University of Technology, Germany, delivering a course on “Reservoir model validation, uncertainty management and optimization under uncertainty”.

In Schlumberger, Ralf Schulze-Riegert works in a global consulting group and advises project and product development teams on implementing practical workflow designs in reservoir uncertainty management studies. With application to reservoir simulation, he regularly presents and authors research findings and case studies.

## COURSE AGENDA

### Introduction to uncertainty management in subsurface modelling and simulation workflows

While risk reduction defines a key value of uncertainty quantification projects, execution challenges exist on various levels for real reservoir simulation projects which need to be managed. Uncertainty quantification workflows deliver estimates on expected future outcomes. The verification process is based on a non-trivial relationship between belief and evidence. Transparency and reproducibility are therefore key prerequisites for creating trust and adding value in result presentation as an input to reservoir management decision processes. Sessions and tutorials develop the conceptual background and will support the understanding of these objectives.

Sessions	Session
<b>Welcome and introduction / motivation</b>	
<b>1 Introduction to technologies used in uncertainty quantification and risk management</b> <ul style="list-style-type: none"> <li>• A review on probabilistic principals: A Bayesian formulation</li> <li>• Data analytics, machine learning, experimental design, Monte Carlo simulation</li> </ul>	
<b>2 Estimation of prediction uncertainty</b> <ul style="list-style-type: none"> <li>• Uncertainty Quantitation: <ul style="list-style-type: none"> <li>○ Overview subsurface uncertainties</li> <li>○ Propagation of uncertainties</li> <li>○ Workflow designs</li> </ul> </li> </ul> <b>Optimization techniques used in multiple-realization workflows</b> <ul style="list-style-type: none"> <li>• Optimization principles, parametrization concepts</li> <li>• Introduction to stochastic optimization techniques</li> <li>• Application and limitation</li> </ul>	
<b>3 Reservoir Model Validation: History Matching</b> <ul style="list-style-type: none"> <li>• Introduction to History Matching <ul style="list-style-type: none"> <li>○ Implementation of optimization techniques – an overview</li> <li>○ Systematic approach to history matching problems</li> <li>○ Example: RFT/SFT History Matching</li> </ul> </li> </ul> <b>Estimation of prediction uncertainty incl. historical data</b> <ul style="list-style-type: none"> <li>• Introduction to Markov Chain Monte Carlo workflows in History matching</li> <li>• Analysis of multiple-realization data</li> <li>• Discussion</li> </ul>	
<b>6 Field Development Optimization under Uncertainty</b> <ul style="list-style-type: none"> <li>• Basic concepts and application scenarios</li> <li>• Ensemble-based modelling for uncertainty assessment</li> <li>• Value of information</li> <li>• Efficient workflow design combining data analytics, machine learning, experimental design, sampling and optimization techniques</li> </ul>	
<b>7 Tutorial and training</b> <ul style="list-style-type: none"> <li>• SCAL data analysis: Calibration of relative permeability curves</li> <li>• The Olympus Challenge: Field development optimization under uncertainty <ul style="list-style-type: none"> <li>○ Multiple-Realization workflows, objectives and design</li> <li>○ Economical model coupled to simulation workflow</li> <li>○ Discrete and continuous parameters in optimization workflows</li> </ul> </li> </ul> <p>Participation in this session requires the attendance in the full course</p>	½ Day To be announced later

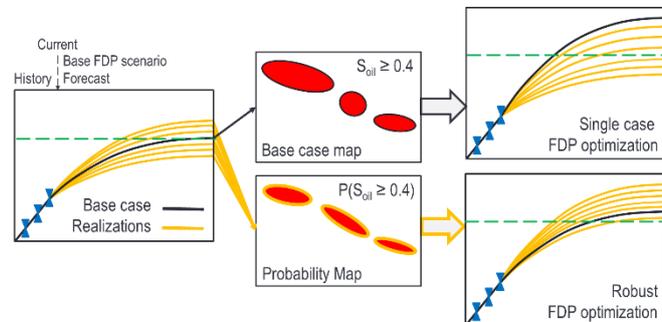
## FURTHER READING

Selected case examples which will be discussed during the lectures.

### Uncertainty quantification of a brownfield oil-rim field development plan

The diagram shows a conceptual workflow design for FDP optimization under uncertainty. Results are compared to a single base case workflow scenario.

Multiple-realizations are history matched and meet historical production data (left). Multiple realizations (orange lines) are compared to a base case model (black line) for a field development scenario. At the beginning of the forecast period the area of remaining oil saturation higher than 40% is shown for the baseline FDP scenario (upper middle). A probability map visualizes areas with a probability finding oil saturation higher than 40% based on all available multiple realizations (lower middle). An optimized FDP based on a single case shows a broad distribution of outcomes (upper right). An optimized FDP based on multiple realizations (lower right) is more robust and is expected to show a narrow distribution of outcomes targeting an overall lower risk potential.

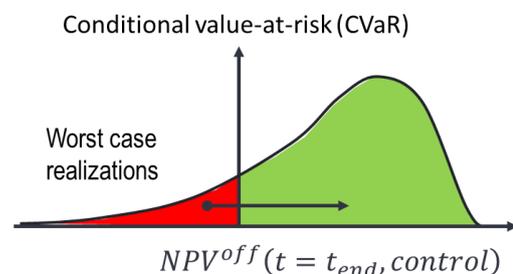


#### Reference:

Elharith M., Huey H.Y., Tewari R.D., Claire L., Fawzi N.S., Schulze Riegert R. (2019), Integrated modeling of a complex oil rim development scenario under subsurface uncertainty, Journal of Petroleum Exploration and Production Technology, doi.org/10.1007/s13202-019-0639-4

### Field development optimization under uncertainty – Olympus challenge.

Abstract: This work describes a structured approach to the OLYMPUS field development optimization challenge. The focus of the exercise was to design practical, robust workflows that can be implemented by reservoir engineers using existing data analytics, experimental design and optimization techniques. Probability maps are applied to interpret reservoir characteristics across an ensemble of equiprobable realizations. A sequential schedule optimization approach is presented to handle a large number of control parameters with a decreasing impact on economic performance due to discounting effects over the production cycle of the reservoir. Data analytics methods and hierarchical clustering are used for interpretation of results. The structured approach provided a manageable solution for improvement of reservoir performance including optimization under uncertainty of well controls, field development plan and combined strategies.



#### References:

Schulze-Riegert, R., Nwakile, M., Skripkin, S., Whymark, M., Baffoe, J., Geissenhoener, D., Anton, A., Meulengracht, C.S., Ng, K.J., Standardized Workflow Design For Field Development Plan Optimization Under Uncertainty, Comput Geosci (2019). doi.org/10.1007/s10596-019-09905-9

Fonseca, R.M., Della Rossa, E., Emerick, A.A., Hanea, R.G., Jansen, J.D.: Overview of the OLYMPUS Field Development Optimization Challenge. ECMOR XVI - 16th European Conference on the Mathematics of Oil Recovery. EAGE. (2018). doi.org/10.3997/2214-4609.201802246