FORKED WELLBORE COMPLETIONS IMPROVE DEVELOPMENT STRATEGY

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ABSTRACT

In recent years nearly half of the development wells drilled in the Southeast Geysers were, at best, capable of only marginal steam producing from their original production interval. Traditionally, this original hole "leg" was plugged and abandoned and the well directionally redrilled, usually from the casing shoe, to an alternate bottom-hole target. Often two or even three such redrills were required before an economically acceptable producer was realized. Northern California Power Agency (NCPA) has recently developed an innovative drilling technique whereby a subcommercial original hole producing interval is retained and its production is then combined with that obtained from the redrilled leg, resulting in a "forked" completion. Five such two-legged well completions have been attempted in the past year, all of which were successful. This technique has permitted the profitable exploitation of heretofore economically unattractive or marginal areas of the reservoir.

INTRODUCTION

In 1974 Shell Oil drilled a well which extended the Geysers dry steam reservoir 1-1/2 miles in a southeasterly direction. This discovery resulted in additional drilling and the construction of a 110 MW power plant by Northern California Power Agency (NCPA) which went on line in early 1983. September of that year the field was sold by Shell to Grace Geothermal, who operated it for two years. NCPA purchased the steam field from Grace in August 1985, at which time there were 20 production wells with a total steam potential of 2,128M#/HR (142MW). The primary reason for the purchase was that with a second 110MW plant nearing completion, it had become obvious that there would be insufficient available steam due to the manner in which Grace was conducting the development drilling program. NCPA immediately launched an accelerated three-rig drilling campaign which resulted in the full campaign which resulted in the full capacity operation of Plant #2 when it was completed in, May, 1986. Since that time drilling has been gradually scaled down until now there are sixty producing wells with a steam surplus of 25% based on 22 0 MW plant capacity. NORA proceedings of 20 MW plant capacity. plant capacity. NCPA presently operates one Agency-owned drilling rig which is engaged in maintaining this surplus by continued drilling and work-over operations.

BASIC DRILLING PROGRAM

As in most areas of The Geysers, dry steam is produced from what are considered to be randomly oriented fractures in a graywacke-greenstone section underlain by a felsite intrusive, which is also occasion-

ally productive. In the NCPA portion of the field the producing interval is competent to the extent that, eventhough producing from fractures, protective casing or liners are not required, and following initial cleanup, fill or bridging is not a consideration.

A typical producing well is directionally drilled from a multi-well site in accordance with the following basic program:

- 1. 20 in. casing is cemented in 26 in. mud drilled hole at 3 00 ft.
- 2. 13-3/8 in. casing is cemented in 17-1/2 in. mud drilled hole at 2200 ft. to 3700 ft, depending on the location of the well.
- 3. The producing interval is air drilled with 12-1/4 in. hole to a total depth that varies from 6000 ft. to a maximum of 10,000 ft.

NOTE: Occasionally for geologic or mechanical reasons (primarily lost circulation) a 9-5/8 in.liner of up to 1400 ft. in length may be required. In this case the producing interval is air drilled with 8-3/4 in.hole.

PREVIOUS DEVELOPMENT PHILOSOPHY

Although several dry holes were drilled by Shell, Grace and NCPA in attempting to define the productive limits of the reservoir, the early producing wells were completed with rig test flow potentials ranging from 90M#/HR to 300M#/HR. The general philosophy during the period of accelerated development was that if a well was not capable of at least 90M#/HR at 160 psig back pressure, that particular leg would be plugged and abandoned, usually to the 13-3/8 in casing shoe. This was done with the thought in mind that the well could then be directionally redrilled relatively inexpensively (ie \$500K) with the expectation that the new producing leg could reasonably be anticipated to produce at an "acceptable" rate. Based on this criteria, occasionally two and even three redrilled legs were required before a rig test of greater than 90M#/HR was realized.

CURRENT DEVELOPMENT PHILOSOPHY

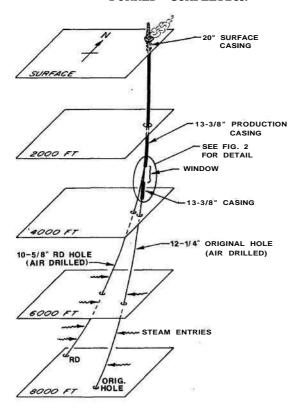
As development has progressed over the past two years and mass withdrawal from the reservoir has increased, the average flow potentials from new wells have gradually decreased to the point that an "acceptable" rig test flow rate is now considered to be in the 70M#/HR to 75M#/HR range. Additionally," an increased number of higher risk stepout or "edge" wells are now being drilled, with a corresponding increase in

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the number of producing legs that test in the 2 OM#/HR to 7 OMI/HR range. Further, the likelihood of abandoning these legs and redrilling with the expectation of encountering substantially increased steam flow in the second leg has also been reduced.

Faced with these conditions NCPA has developed an innovative drilling technique whereby production from a marginal or subcommercial leg can be combined with that from a second leg resulting in a "forked" completion. A schematic drawing of a typical forked well is shown as Fig 1. Within the past year five such completions have been attempted by NCPA, all of which were successful.

FIG. 1 SCHEMATIC OF A TYPICAL FORKED COMPLETION



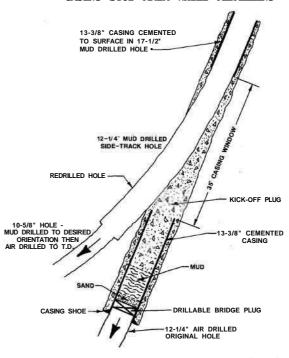
FORKED COMPLETION PROCEDURE

When the decision is made to fork a well, the following series of operations is undertaken in sequence:

- The original producing interval is isolated by setting a drillable bridge plug 100 ft. to 200 ft. above the 13³/8 in. casing shoe.
- 2. A section mill is then run and a "window" is cut in the 13-3/8 in. casing. The footage milled is critical, ie it must be of sufficient length to allow sidetracking without an excessive dogleg, but as short as possible in order to ease reentry into the original hole. A 35 ft. window has been found to be satisfactory from both stand points. The location of this window should be as deep as possible and yet allow enough "hole" to establish the redrill well course using a mud motor prior to air drilling the production interval.

- 3. A cement kick-off plug is set in the interval from 60 ft. to 7 5 ft. below the window to 150 ft. above it. After allowing adequate time for the cement to cure, it is drilled out to the top of the window.
- 4. The well is then sidetracked using a 12-1/4 in. bit, mud motor and 3 degree "kick-sub". It is important that the kick-sub be oriented such that the mud motor drills out the top or "high side" of the hole. After time-drilling approximately 20 ft. the 3 degree kick-sub is replaced with a 2 degree kick-sub in order to reduce dogleg severity. 12-1/4 in. hole is continued for an additional 100 ft. to 200 ft., at which time hole size is reduced to 10-5/8 in.
- 5. When the redrill well course is firmly established with regard to inclination and direction, the mud drilling fluid is "unloaded" and the hole is air drilled to total depth. Fig 2 schematically shows the configuration of both holes in the sidetrack area while air drilling the second leg.
- 6. The redrilled leg is then flow tested, at which time a Spinner-Pressure Temperature (SPT) log is run. If a log of the redrilled leg is desired, it is imperative that it be run at this time. This is because, after the original leg has been reopened, hole configuration usually precludes additional wire line operations in the redrill.
- 7. Reentering the original hole is the crucial step in the entire operation. A 12-1/4 in. bit is run on a 10 ih, drill collar below a 12 in. stabilizer. The drill collar is

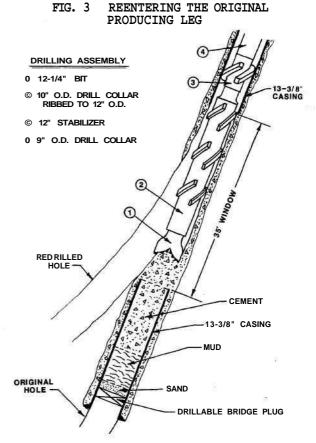
FIG. 2 DETAIL OF SIDE TRACK AND CASING STUB AREA WHILE REDRILLING

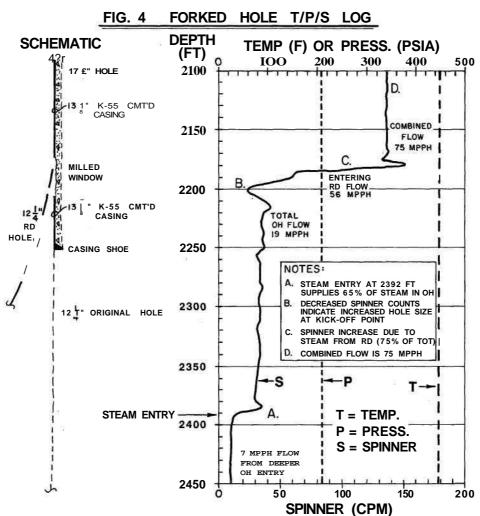


modified with three sets of spiral ribs providing an effective overall diameter of 12 in. Basically, this may be described as the most rigid drilling assembly that will pass through the 13-3/8 in. casing. Cement in the kick-off area is time-drilled to the top of the 13-3/8 in. casing stub. The remaining cement is drilled out of the casing and the bridge plug is drilled and/or pushed to bottom. If difficulty is encountered in reentering the 13-3/8 in. casing stub, a tapered mill has been used effectively to facilitate reentry. Fig 3 shows the drilling assembly and hole configuration immediately prior to reentry.

8. The combined flow from the two producing legs is then rig tested and an SPT log is rerun in order to finally determine the flow contribution from each leg. Since there is casing both above and below the entry point of the secondleg steam, the flow contribution from each leg can be accurately determined from the spinner log (see Fig 4).

Pertinent data relative to the five forked wells completed prior to June 1, 1988 are shown in Table 1.





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	ORIGINAL HOLE					REDRILLED LEG						COMBINED		
WELL NO.	PROD CSG. DEPTH (FT.M.D.)	TOTAL M:D. (FT):	'DEPTH V.D. (FT)	RIG TEST (M#/HR)	DRLG COST (\$M)	KICK-C	OFF PT. INCL (DEG)	T M.D. (FT)	OTAL D	SEP/O:H.	RIG TEST (M#/HR)	DRLG COST (\$M)	RIG TEST (M#/HR)	TOTAL COST (\$M)
1	3900	7632	7327	20.2	969	3668	23	7086	6698	1136	30.2	602	50.4	1,681
2	2253	8930	8711	43.4	1,028	2177	12-1/4	6491	6321	684	112.9	482	127.6	1,620
3	2410	8335	8195	47.2	976	2115	13-1/2	7118	6879	690	97.4	557	129.4	1,643
4	2510	7944;	7400	34:6	850	2348	31-3/4	7231	6833	574 ;	55.1	466	82.9	1,435
5	3514	8167	7901	40.1	1,076	3225	14-3/4	7138	6648	957	86.4	432	122.6	1,618

TABLE 1: Forked Well Data-Notes: MD = Measured Depth; VD = Vertical Depth; Incl = Hole Angle; Sep/O.H. = Horizontal Distance between redrill at total depth and original hole at a like vertical depth; Rig Test flow rates corrected to i60 psig.

RISKS AND CONSIDERATIONS

While NCPA has been successful in all five of the "forked" completions attempted to date, it is recognized that there is an element of risk associated with such an undertaking. To minimize this risk it is essential that, as the program is carried out, each step be given very close supervision and that on-site personnel are aware of both the importance and specific objective of each operation as well as potential problems and pitfalls.

An area which could easily prove to be a source of trouble is from the kick-Off point through the mud drilled portion of the redrilled hole where, by necessity, drastic changes in inclination and direction occur. Particularly while air drilling, it is of the utmost importance to continually monitor the condition of the drill pipe in order to eliminate any joints showing excessive wear.

A second potential source of problems is the reentry into the 13-3/8 in. casing stub at the bottom of the window* Extreme care must be exercised in time-drilling the remaining cement in the window and reentering the stub in order to avoid an unintentional second sidetrack and/or damaging the top of stub at the reentry point. Additionally, on trips subsequent to the initial reentry, rig personnel must be aware of th\$ potential danger of damaging or deforming the casing stub.

A third operation requiring close supervision is that of disposing of the drillable bridge plug set in the lower portion of the 13-3/8 in. casing. This is normally accomplished by a combination of air drilling, blowing portions of the plug to the surface, and pushing the remaining debris to bottom;

Recognizing the risk that mechanical prob^ lems associated with any One Of the above operations are a distinct possibility which could result in the complete loss of either or both producing legs, "forked" completions are never preprogrammed. Although provision is always made for the option should subcommercial production be realized, it is actually employed only under favorable geologic and mechanical conditions.

COST DATA AND ECONOMIC ANALYSIS

Based on actual costs and rig flow test data for all five "forked" completions/ an economic analysis was done. The following represents averaged data for the wells:

a. Completed Well costs:

Original Hole Single	
Completion:	\$1,090K
Conventional Redirill Single	
Completion:	\$1,522K
Forked Completion:	\$1,599K

Note: Completed Cost = Total Drilling Cost +\$110K allowance for installed surface production equipment.

b. Rig Flow Tests (corrected to 160 psig):

Original Hole	37.1M#/HR
Redrilled Leg	76.4M#/HR
Forked completion	102.6M#/HR

Using these average values together with a "net" steam price (ie adjusted for 12-1/2% landowners royalty, O&M costs> and property taxes) of \$0.996/1000# and a production schedule consistent with NCPA experience in the Southeast Geysers> profit indicators based on 1988 dollars with no escalation of either income or costs were calculated for the following:

- Case I single original hole completion, ie production schedule based on 37.1M#/HR flow test.
- Case II Conventional redrill completion ie original hole plugged and abandoried with production schedule based on 76.4M#/HR flow test.
- Case Hi "Forked" completion With production schedule based on 102.6M# /HR flow test.
- Case IV Single Original hole completion with production schedule based on 76.4M#/HR.

PROFIT INDICATOR	CASEI (SINGLE)	CASE II (CONV. R.D.)	CASE III (FORKED)	CASE IV (SINGLE)
PAY OUT	7.5 yrs	4.0 yrs	2.9 yrs	2.7 yrs
RATE OF RETURN	3.4%	14.9%	24.1%	27.9%
COST OF STEAM	<u>\$29.38</u> LB/HR	<u>\$19.92</u> LB/HR	<u>\$15.52</u> LB/HR	<u>\$14.27</u> LB/HR

TABLE 2: Economic comparison of single, conventional redrill, and forked well completions.

The results of this analysis are shown in Table 2. Case I profit indicators show that a 37M#/HR single completion is in fact unacceptable, ie 7-1/2 year Payout and 3.4% Rate of Return. A 76M#/HR conventional redrill (Case II) shows marginally acceptable profit indicators (4 yrs and 14.9%). The "forked" completion, however, (Case III) shows much more favorable profit indicators compared to the conventional redrill primarily because of an approximately 50% increase in production resulting from an increased investment of only 5% (ie \$1,599K-\$1,522K=\$77K).

Case IV shows profit indicators for an "acceptable" original hole single completion. For comparison purposes production from this hypothetical well was assumed to be the same as the averaged production from the redrilled legs of the five wells studied, ie 76.4M#/HR. If this rate were actually realized from the original hole, the well would be completed as is and no redrill would be undertaken. The purpose of this comparison is to show that Case III and Case IV profit indicators are virtually the same (Payout - 2 yrs 11 mos vs. 2 yrs 8 mos and Rate of Return-24.1% vs 27.9%).

CONCLUSIONS

As with many innovations in drilling technology and development strategy, the institution of the "forked" completion technique was dictated by operational and economic necessity. In view of present reservoir conditions, and since many of the locations now being drilled are of a "stepout" nature, changes in methods were required if the resource was to be completely developed in an efficient, cost-effective manner.

To date, given the geologic conditions of the Southeast Geysers and, with careful planning and execution, the "forked" completion has proven to be a significant, reliable, routinely available alternative.