



Maximizing the value of Real Time Well Construction Data

Real Time Performance Engineering

AADE Presentation

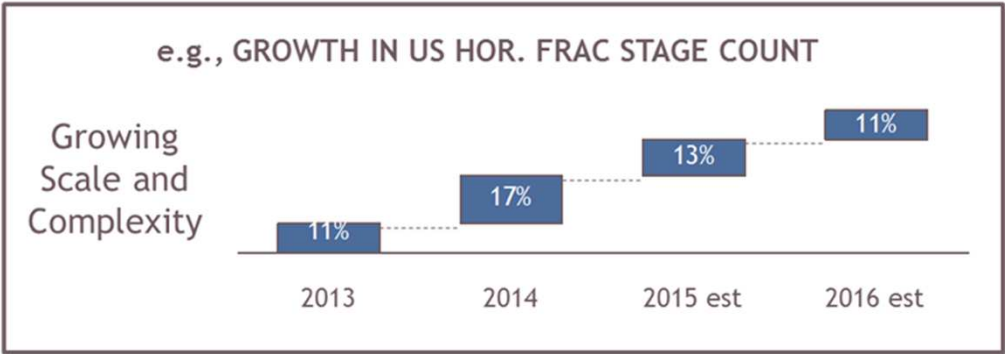
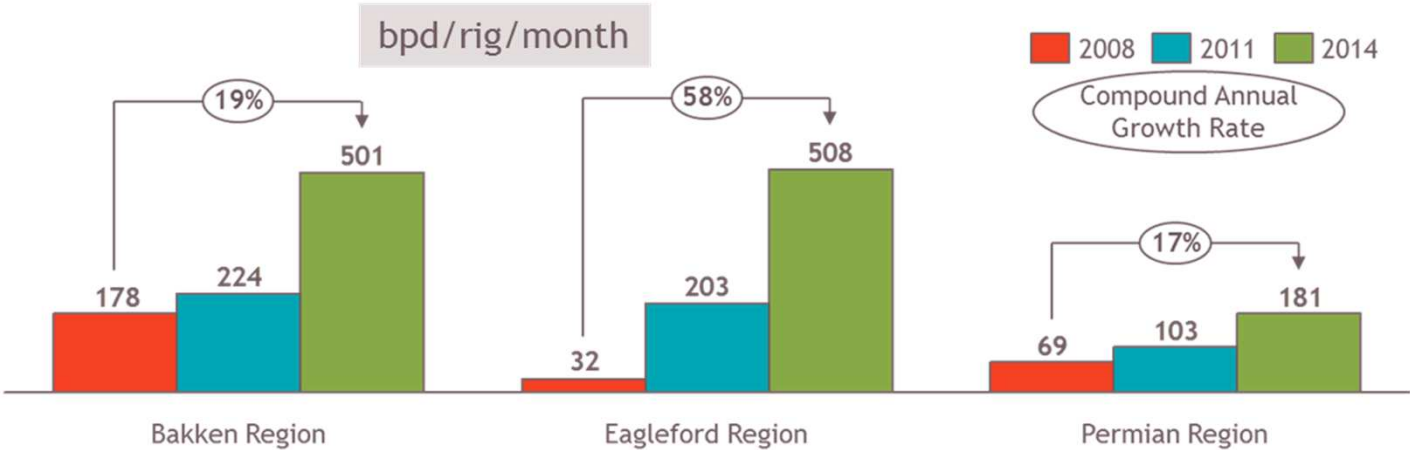
Oklahoma City, OK

11th Feb 2015

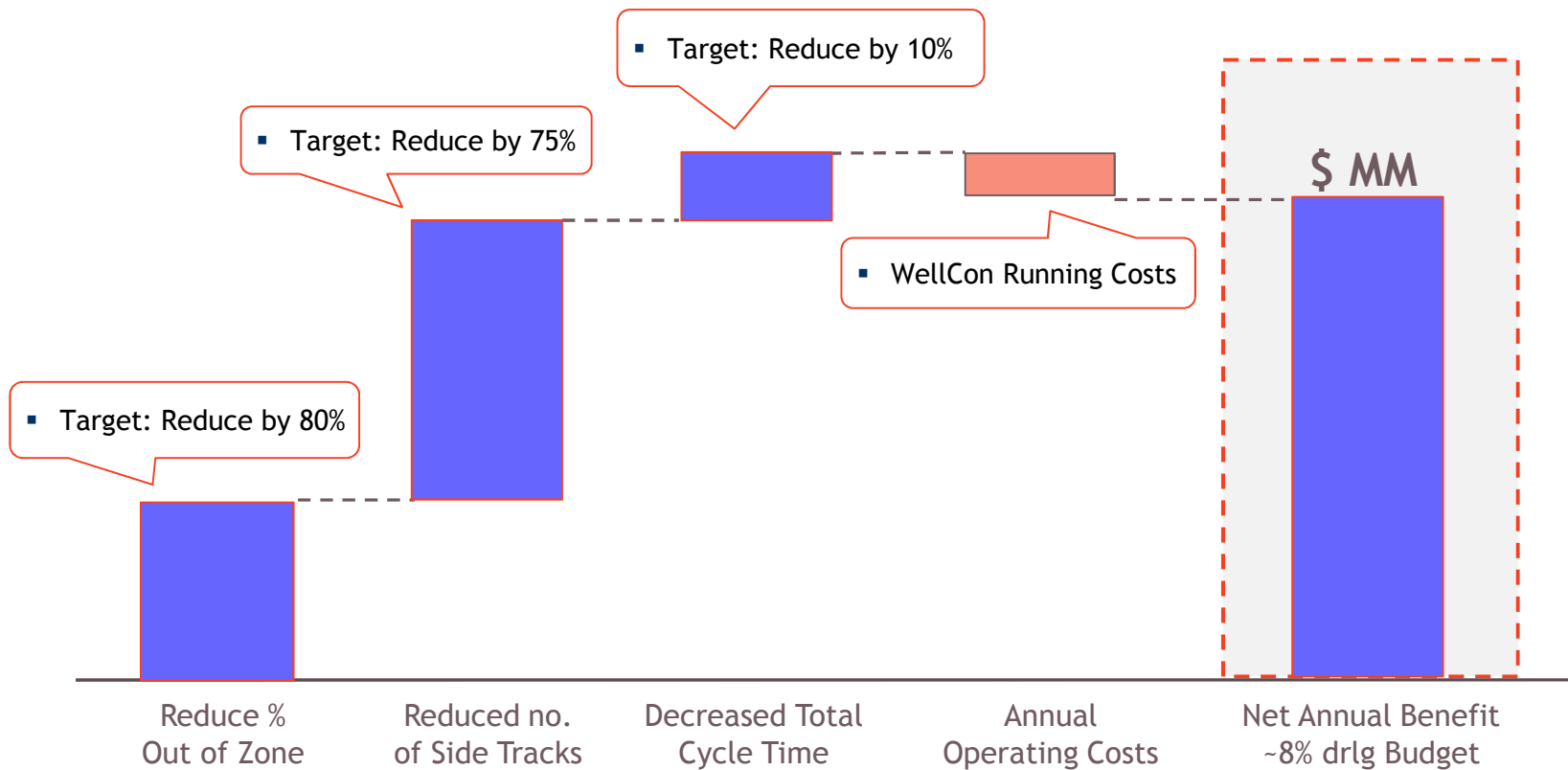


Background

- Unconventional industry has risen to the challenge of improving capital efficiency



Devon identified significant annual savings potential leveraging Real Time Drilling Data, 24/7



Within 1 yr we are achieving these goals

First step was to understand the type of decisions the center will be responsible for

WHAT ROLE SHOULD THE CENTER HAVE?



The ROLE will have knock on impact to the design of:

- PEOPLE: Organization, Roles and Responsibilities, Staffing, Career Path
- PROCESS: Protocols, Decision process, information flows
- TECHNOLOGY: Solutions, Tools, Collaborative space
- CHANGE MANAGEMENT: Speed, Risk & Investment

Guiding Principles

REAL TIME DECISION SUPPORT GUIDING PRINCIPLES

Implications

1

Leverage experience

- Free up experienced team members to highest value tasks
- Push automation & manage by exception

2

Enable collaboration

- Improve visualization
- Align objectives across silos
- Drive towards a clear definition of a “good well”

3

Drive data driven decision making

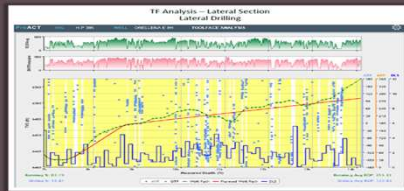
- Rely on objective evaluation of performance
- Provide consistent, swift analysis - Answer Products

Analytics → Insight → ACTION!

Action

Insight

Operational Capabilities:
Analytics



Foundational Capabilities:
Data flow



Business Capabilities:
Enablers



Experienced Ops Geologists &
Drilling Engineers

We have come a long way from this:

Unstructured data - no search capability



12 minutes to drill 32 ft - (160 ft/hr)

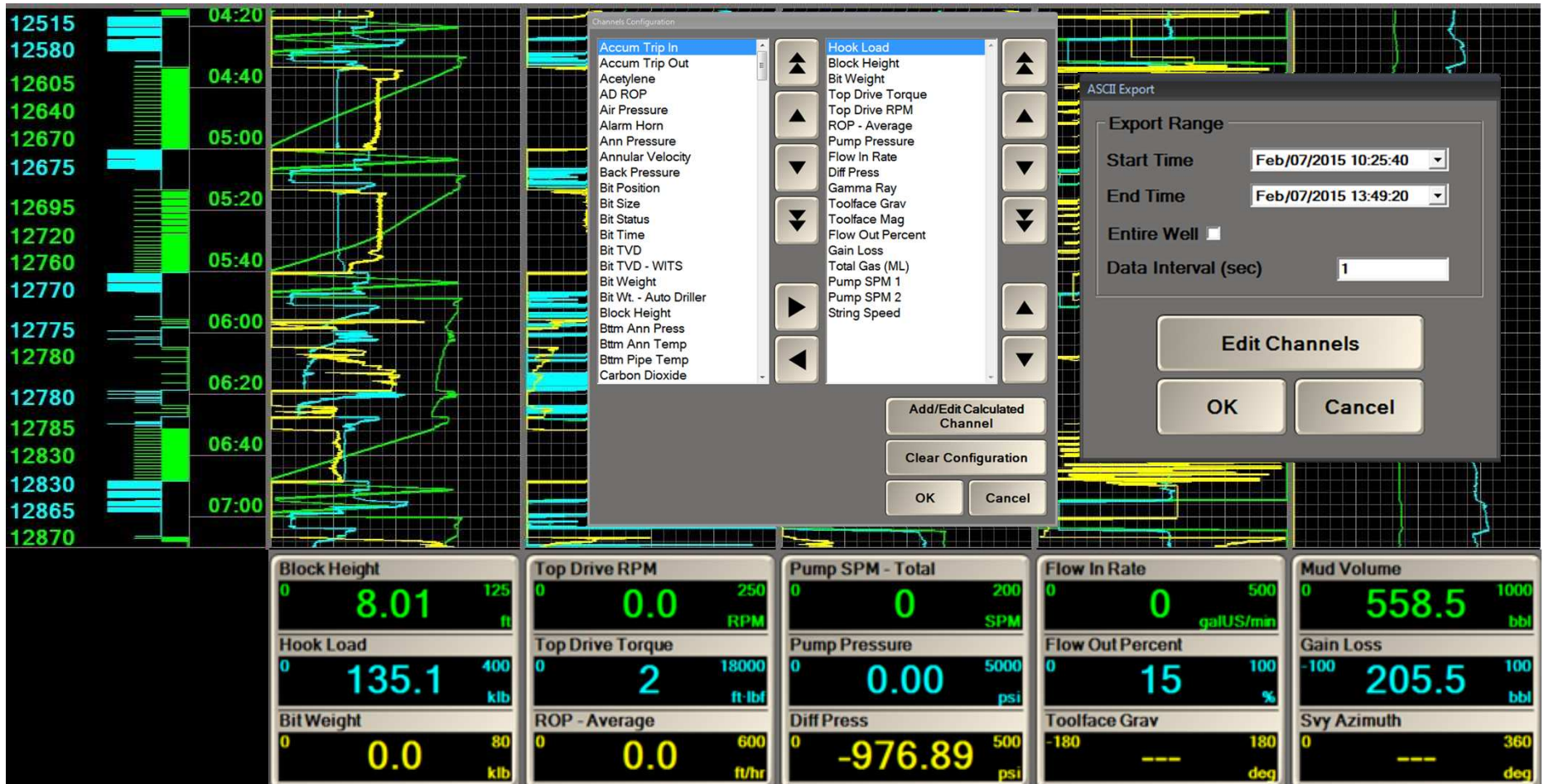
SD	*	Atm	Dr	TF	CL	From - To	RHA	22	1030.30
						5443	31.64	S	5435.15
28	1.6	1611.8	4.82			5475	30.31	D	5465.46
5440	1.5	1620.19	1.29	18.0	27.31	5505 - 5536	31.05	X	5496.51
						5536	31.43	S	5522.94
32			7.0			5567	31.40	D	5559.34
5534	3.8	159.39	2.45	20R	31	5599 - 5630	31.21	X	5590.55
2						5630	30.71	S	5621.26
29			7.64			5661	30.30	D	5651.56
5626	6.0	1670.9	2.99	20R	31	5691 - 5722	31.12	X	5682.68
4						5722	30.70	S	5713.38
31			9.95			5753	31.56	D	5744.94
5728	8.5	180.79	3.29	H	17	5784 - 5801	29.22	S	5774.16
4						5814	30.92	S	5805.13
21			9.15			5845	21.26	D	5836.39
5811	10.5	178.79	2.18			5876	31.17	X	5867.56
						5907	31.30	S	5898.86
						5938	30.40	D	5929.26
5904	10.9	175.89	.72			5969	30.53	X	5960.63
						6000	31.41	S	5992.04
						6032	31.20	D	6023.24
5998	10.7	184.95	1.82			6063	30.75	X	6053.99
						6093	30.35	D	6084.34

Directional Drillers Slide sheet

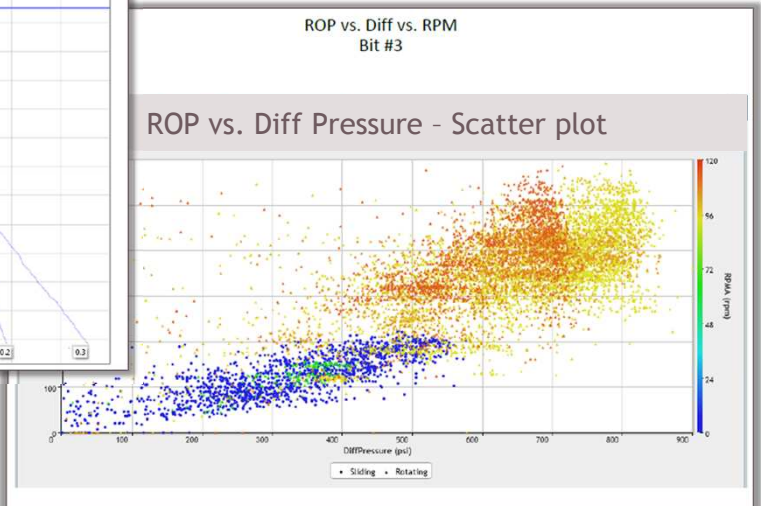
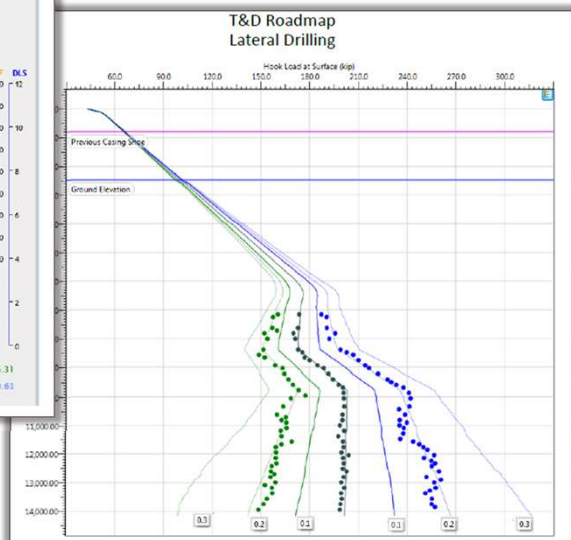
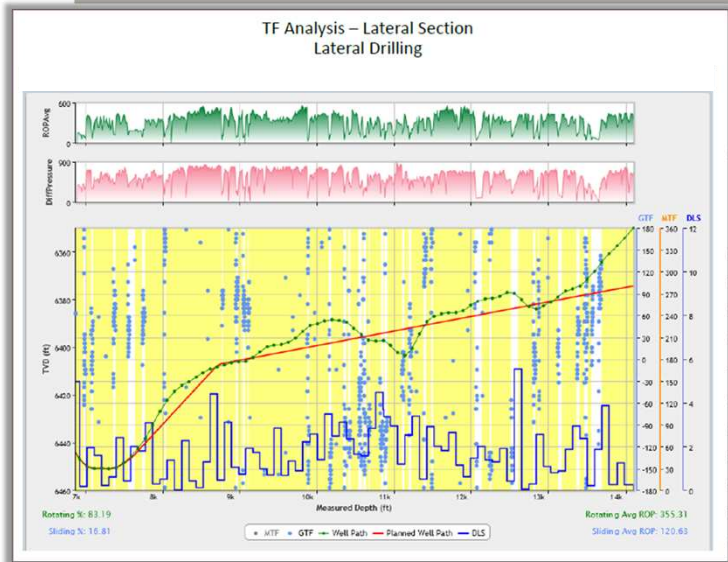
IADC - API Official Daily Report Form

Now we have Archived Digital Data

- Often downloaded ASCII and used in one off Spreadsheets, little process or learning

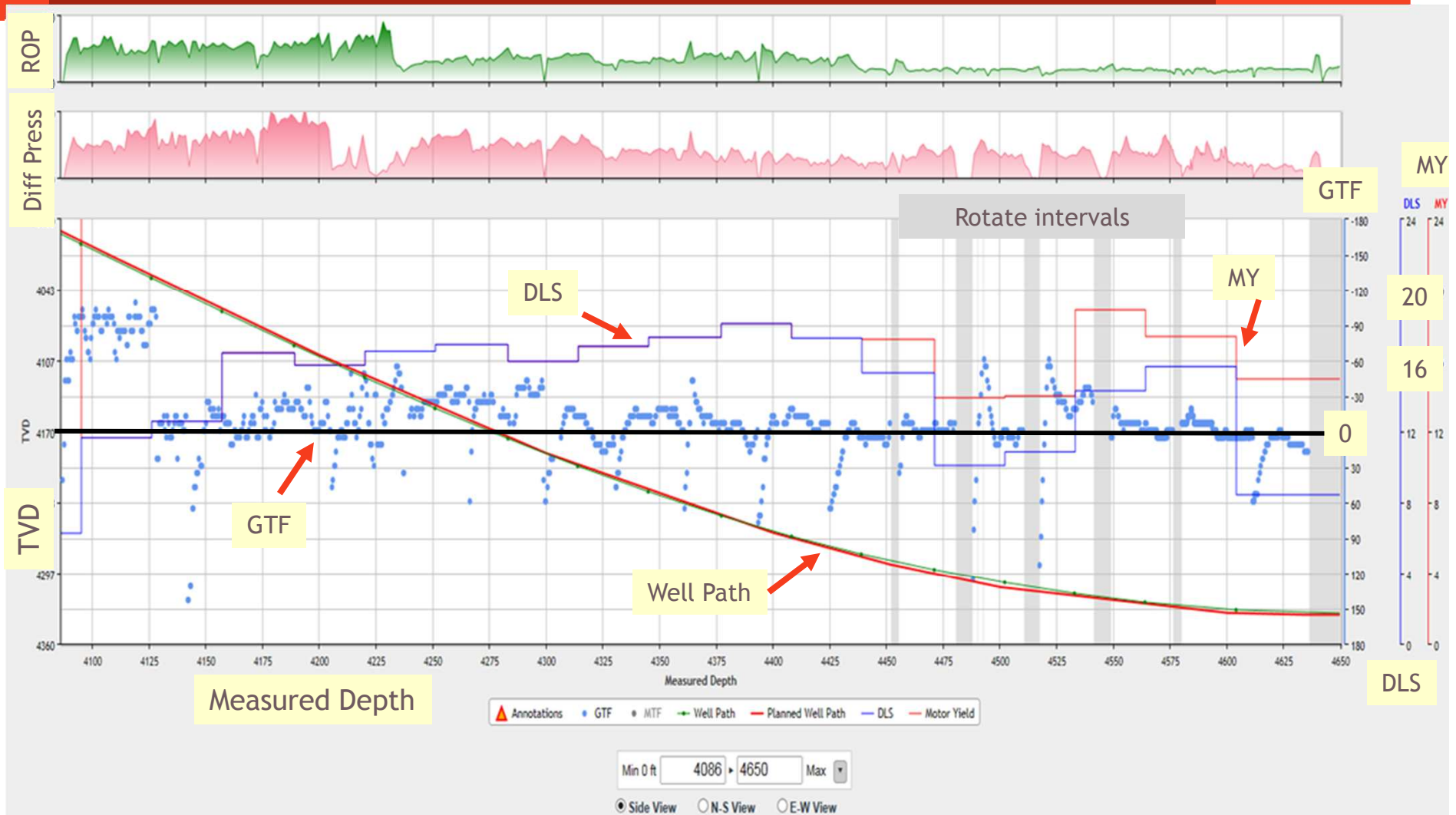


Visualization and Analytics tools - bring clarity



A picture is worth a thousand words

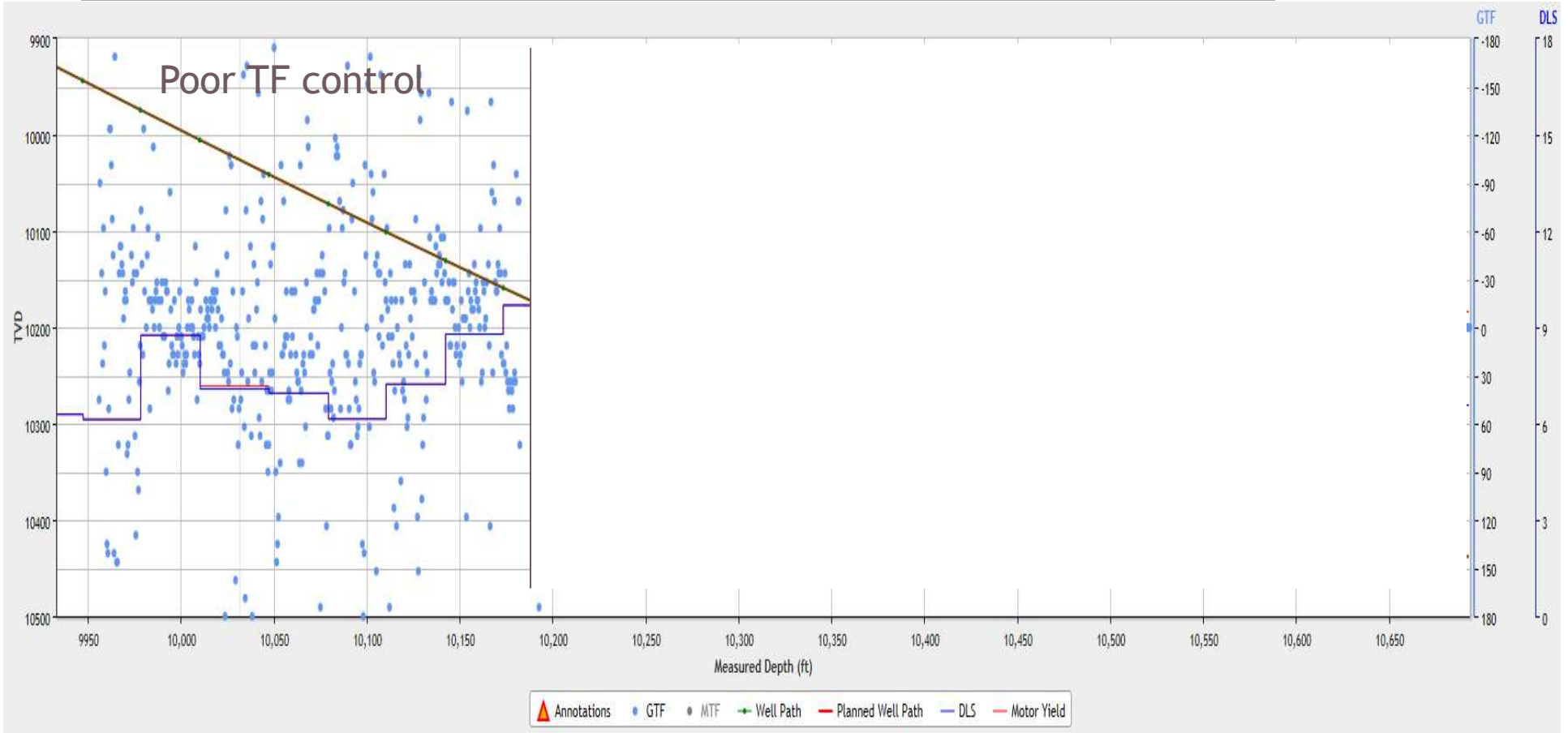
- Unplanned Trips in Curve



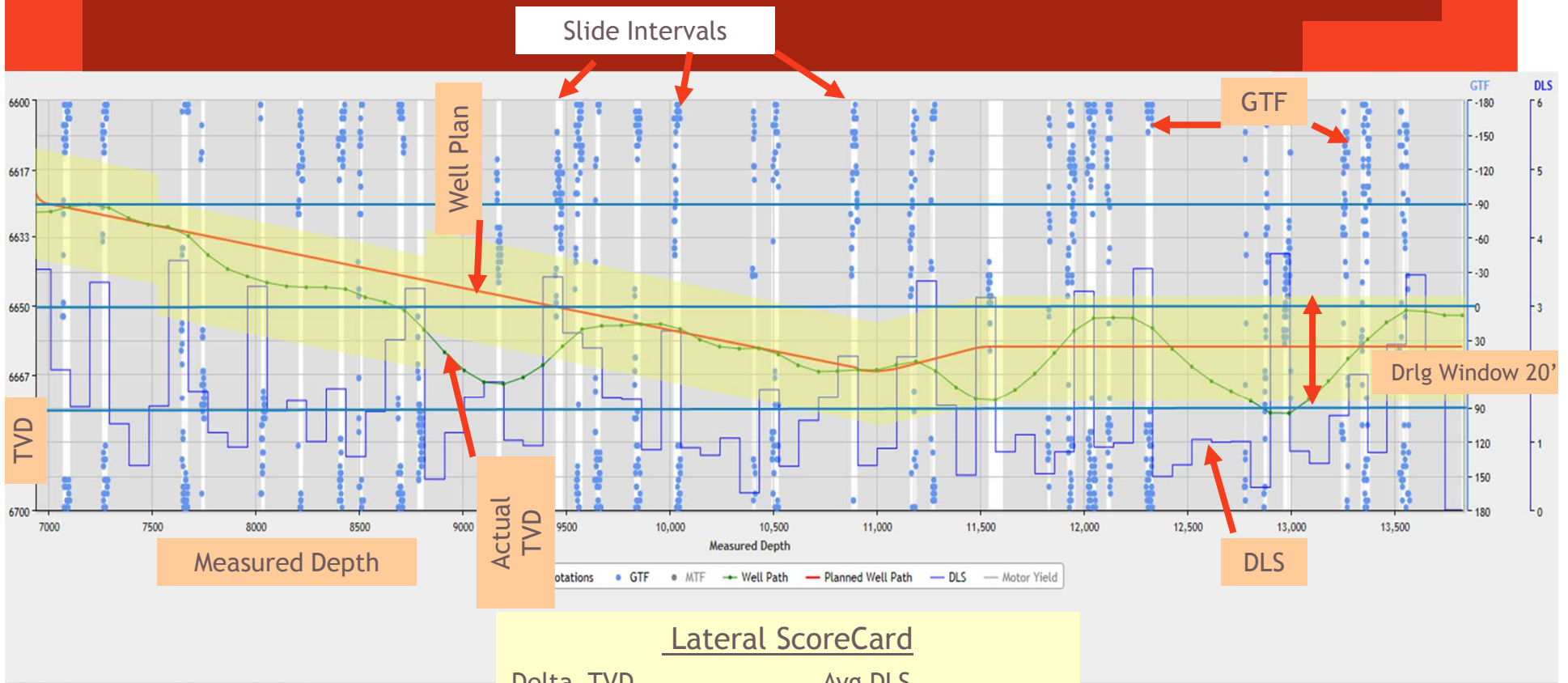
Rotating % - 7.9
Sliding % - 92.1

Rotating ROP - 29.7 ft/hr
Sliding ROP - 42.2 ft/hr

“Can’t building due to Formation, need to trip to dial up”



Lateral Directional Drilling Evaluation/Scorecard



Rotating % 87.01
 Sliding % 12.99
 Rotating Avg ROP 334.88
 Sliding Avg ROP 91.94

Lateral ScoreCard	
Delta TVD	Avg DLS
% in Geo Zone	% in Drlg Window
# of Plan Changes	# DLS >4 deg/100'
% Slide	Rotary B/D rate
# BHA's	Days to Drill
Slide ROP	Rotary ROP

Data latency increases potential for catastrophic events

Situation

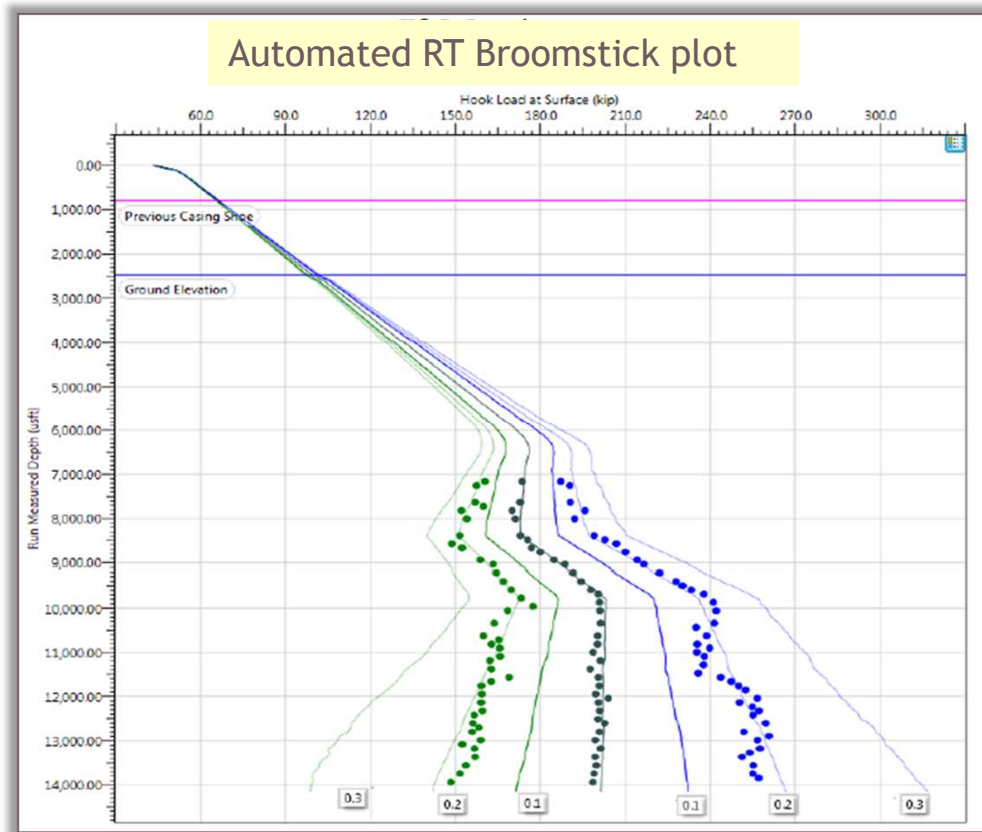
- Sporadic Pickup & Slackoff weights transmitted by rig once per day

Outcome

- Pack-off occurred
- Sidetrack ~16 days Lost time

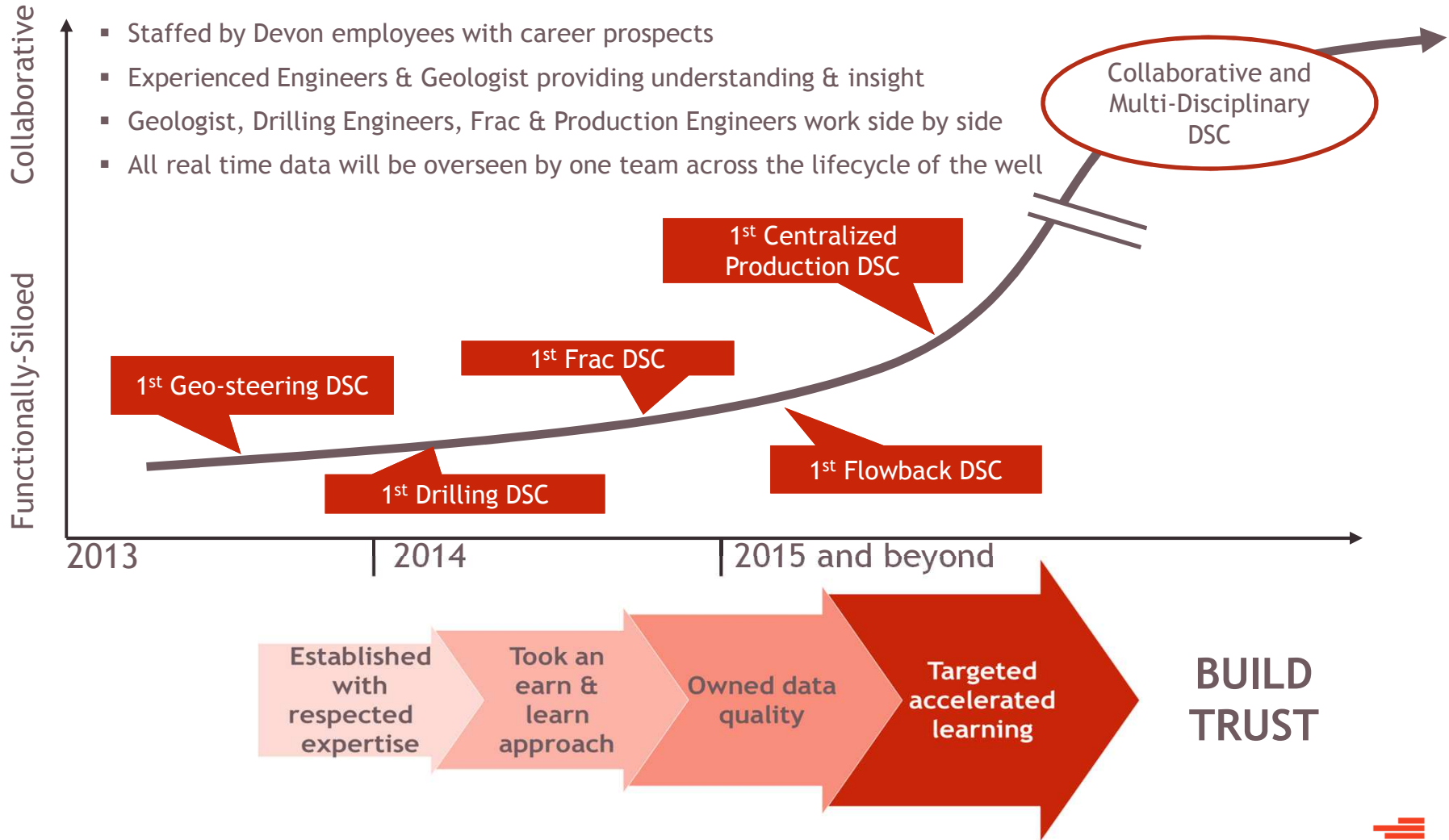
WellCon Action

- Automate - develop an answer product



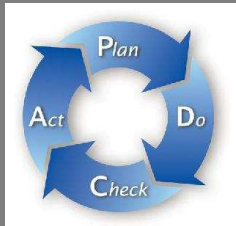
Designed to accelerate learning across the company

JOURNEY TOWARDS A COLLABORATIVE AND MULTI-DISCIPLINARY CENTER



“Massive training is required to instill the courage to break with tradition. Every activity and every job is a part of the process.”

W. Edwards Deming -
Father of the Continuous Improvement cycle



Design for collaboration

Questions?

