

Volume 16 Issue 3

Date: MAR. 2015

### The **Alaska Driller**

The Newsletter of The American Association of Drilling Engineers Anchorage, Alaska Chapter - PO Box 93538 Anchorage, AK 99509-3538

### **AADE AK Chapter MISSION**

To provide the forum for the dissemination of practical drilling technology to those employed or interested in the drilling industry.

A.A.D.E. Monthly Forum

When: Wednesday – March 18, 2015 RSVP by EoB
Mon 3/16/15

**Time:** 11:30-1:00

Where: BP Atrium level Conference Rooms A,B&C

900 East Benson Blvd.

Speakers: Schlumberger - Eron Singleton, Senior Geoscientist, SIS

Thru Tubing Solutions - Roger Schultz, Engineering Manager

Topic: CONTRACTORS FORUM

An overview of advances in Drilling Technology

Reservations: RSVP via 123 Signup

https://www.123signup.com/register?id=yhqnq

### From the President by Eric Dompeling, SolstenXP eric.dompeling@solstenxp.com

Our February Operators Forum was held at BPXA this past month and based on the attendance was huge success, well over 100 people turned out to hear about the state of the drilling industry in Alaska from a variety of Companies, both large and small.

The speakers for four operating Companies were; **Steven Ratcliff**, Cook Inlet Energy; **Randall Kanady**, ConocoPhillips Alaska; **Paul Mazzolini**, Hilcorp; and **Greg Mattson**, BP Exploration Alaska. Thank you Gentlemen, for your time and the presentations to the AADE members. Although Alaska activity is not what it once was, it is holding steady, and in this price climate

For those interested in **seeing the presentation** information we have obtained permission to place them all **on the AADE Alaska Chapter website** section. http://www.aade.org/chapters/alaska/presentations/

This month's lunch meeting is the Annual Contractors Forum, which has always proven to be the second best attended lunch meeting of the year, don't forget to RSVP early to make sure you get to hear from our speakers this year.

In many respects our industry is driven by the ability to innovate. Although new technology is



not always quickly adapted, once it has been proven it has a significant impact on the ability to drill for, and produce hydrocarbons. Our presenters this month might inspire the next opportunity.

### **Membership Renewal**

If you have not done so yet, please renew your AADE Membership for 2015 The membership is \$20 for the calendar year.

	Dec-13	Nov-14
Total Registered in 123SignUp	413	508
Members (current)	177	168
Student members (current)	39	39
Non-members	77	98

Mar-14	Mar-15
434	513
122	109
39	39
58	87

Registration: <a href="https://www.123signup.com/register?id=yhqng">https://www.123signup.com/register?id=yhqng</a>

### AADE National Report by Brandon Barnes, NOV Brandon.Barnes@nov.com

Alaska will be receiving 200 AADE Brochures from National Organization. The brochure's explain the mission, vision, and values of AADE and has a description of our initiatives; The Knowledge Box, our scholarship programs and our support for University programs and education. The brochures are intended as an outreach to the general public, to provide a greater understanding of what we do and general awareness of our organization.

The AADE has general liability insurance and Directors and Officers Liability insurance for all national board members, committee members, chapter officers and steering committee members.

The Houston Chapter recently held their annual Fin Feather or Fur Food Festival and now has an additional \$183,000 for the benefit of charities, University programs, and the Knowledge box.



### AADE Board of Director Elections 2015-16

The Alaska Chapter of AADE will be presenting candidates for the Board of Directors at the March meeting. This will provide AADE members an opportuinty to meet the individuals that will help guide the Alaska Chapter for the coming year.

The steering committee provides the direction of the chapter through active participation at board meetings, lunch meetings as well as fund raising event planning and management.

Following the March meeting, the ballots will be available on the AADE Website. Voting will be available until mid April, when the votes will be tallied and the composition of the Board will be announced at the April Meeting.

### 2015 AADE SCHOLARSHIP PROGRAM

The 2015 Alaska AADE Scholarship information and applications are attached, and also available via the link below. Applications must be received by **April 19, 2015.** Applications will be accepted via mail or email.

Please cascade this to anyone who might be interested in applying for these scholarships. Let me know if you have any questions, or if you would like to be removed from the mailing list.

Questions regarding this application can be sent to Garret Staudinger at: garret.staudinger@bp.com



AADE (Alaska) Scholarship-2015-Higl

http://www.aade.org/chapters/alaska/

### The Knowledge Box

**The Knowledge Box** is a traveling exhibit showcasing the many aspects of the oil and gas industry. The KBOX includes teacher resources, hands-on activities and interactive lessons correlated to State and National Science Standards. This educational curriculum follows the line with other national initiatives such as "Project Learning Tree", "Project Wild", and "Project Wet". With forestry, wildlife, and water resources covered, and education guide covering energy is a natural fit for the next national initiative - particularly an education guide that would cover all aspects of energy including engineering issues. The curriculum would be for all grade levels.

Contact Brandon Barnes, AADE National Representative for further information.



The enclosed is a reminder to the AADE Speakers and Membership that we abide by this policy at all times!

### **American Association of Drilling Engineers Antitrust Policy**

### **Background**

The antitrust laws of the United States were enacted to prevent companies, or groups of companies, from engaging in unfair trade practices. One aspect of these laws deals with companies working together to restrict competition (collusion). Industry associations, by nature, call for companies to work together on various issues. It is not illegal for competitors to work together, unless in doing so they are restricting competition within a given industry. Because of this, various government bodies that are charged with enforcing the antitrust laws keep careful watch over industry organizations such as the American Association of Drilling Engineers ("AADE"). That is why it is important that all AADE meetings be conducted to avoid even the appearance that members have done anything improper. It is the responsibility of each member to avoid raising improper topics for discussion.

REMEMBER: Both your company and you as an individual can be prosecuted for violations of antitrust laws. A conviction for violating antitrust law may result in stiff fines for the association and its individual members and their employers, jail sentences for individuals who participated in the violation, a consent decree under which the association must operate or a court order disbanding the association.

### **Antitrust Policy**

It is the policy of AADE to comply fully with all federal and state antitrust laws and neither AADE nor its facilities or systems may be used by any member for any improper or unlawful purpose.

Those participating in AADE activities at all levels, including work groups, project teams, steering committees, etc., need to proceed with caution to ensure against inadvertent violations of federal and state antitrust laws.

Agendas, minutes or other records of all meetings must be kept on file at AADE to document the topics discussed. The following topics should be strictly avoided in all discussions at AADE (a reminder will be read at the start of each meeting in the form of the attached statement):

Regarding your company's and/or your competitors:

**Do not** discuss current or future leasing or drilling plans that are not public record or unannounced.

Do not discuss any internal or confidential information on oil prices or forecasts.

**Do not** discuss confidential or proprietary leasing or drilling procedures or processes.

- **Do not** discuss leasing terms.
- **Do not** discuss controlling sales, leases or allocating properties.
- **Do not** discuss future leasing strategies.
- **Do not** discuss capacity or production forecasts.

Regarding your company's and/or your competitors' selection of their suppliers:

- **Do not** discuss refusing to deal with any company or supplier.
  - **Do not** discuss strategies or plans to award business or remove business from a specific company.
  - **Do not** discuss terms of sale of supplier contracts, supplier performance, or supplier bid rounds.

ding your company's and/or your competitors' trade secrets:

• **Do not** discuss trade secrets or confidential information of your company or any other member.



### **Student Section News**

3 Student abstracts were submitted by the University of Fairbanks, for the AADE Technical Conference, they were not selected for presentation. However, we wish to congratulate them on the effort put forth - Congratulations!

Max Martell - Heavy Oil Development in the Presence of Permafrost: An Innovative Approach

Nolan Youngmun - Optimized Drilling Program to Unlock Free Gas from a Gas Reservoir With Methane Hydrates - Barrow, Alaska

Ryan McLaughlin - Modeling Wellbore Heat Transfer into Permafrost for Improved Drilling and Protection of Infrastructure in the Arctic

• The AADE is in the planning stages of the annual student field trip to the Cook Inlet region this spring. More information to follow once the dates are finalized.

The UAF AADE Student Section recently opened the Drilling/Drilling Fluids Laboratory for the Fairbanks Community with displays and hands-on activities, during the Engineering Week on the UAF Campus.



AADE Student Section Secretary Ron Burgett (Left), and Treasurer Scott Begins (Right), answer questions from a young girl who wants to be an engineer!





UAF AADE Student Section President Cliff Enochs makes drilling mud (Chocolate Milkshake), for young aspiring engineers



The future Engineers enjoy hands on activities like building drilling rigs using Marshmallows and Toothpicks





The E-week event was a great success with over 600 individuals visiting the UAF Engineering Departments

## AADE Monthly Forum – Save the date

03/18/15

March: Contractors Forum, BP Atrium Conference A,B&C

Presentations from;

**Schlumberger and Thru Tubing Solutions** 

4/15/15

April: Forum - Speaker to Be Announced

5/20/15

MAY: Forum – Speaker to Be Announced

5/29/15

May: Fin Feather or Fur Food Festival



### **AADE National Technical Conference and Exhibition, April 8-9, 2015**

AADE Members,

The American Association of Drilling Engineers National will host a **Technical Conference** and **Exhibition** covering subjects considered to be improvements and innovations in drilling operations. This conference will be of interest to major and independent operators, service companies, drilling contractors, equipment and materials manufacturers. The conference will be held at the Henry B. Gonzalez Convention Center, San Antonio, Texas on **April 8-9, 2015**.

If your company is interested in participating in the event as a sponsor or an exhibitor, please use the link below to register.

http://www.aade.org/2015-national-technical-conference-and-exhibition/

For questions, please contact:

Arnold Garcia- Sponsors arnoldg@novadirectional.com

Chip Olds - Sponsors chipo@stabildrill.com

Sharon Sedwick - Chair Sharon@gategueardservices.com

Lisa Mainz - Exhibitors Imainz@aeaicc.com

Rooms may be booked at: Hyatt Regency San Antonio Riverwalk 123 Loyosa St. San Antonio Texas 78205 210-222-1234

Code: American Association of Drilling Engineers

### **Registration Information Coming Soon!**

For further information contact:

American Association of Drilling Engineers - Houston Chapter

Phone: 281.293.9800 Email: <a href="mailto:houston@aade.org">houston@aade.org</a> http://www.aade.org

PO Box 107 | Houston TX 77001-0107

Registration Powered by 123Signup



American Association of Drilling Engineers



### **Tips From the State of Alaska**

By: Guy Schwartz - guy.schwartz@alaska.gov 907.793.1226

**Permitting Statistics** (as of February 28, 2015)

Permits to Drill: 2015- **51** 2014- **36** Sundry Notices: 2015-**119** 2014-**122** 

# Maximum Anticipated Surface Pressure (MASP) calculation for Sundry Well work

A Rig or CTU workover operations should always include a calculation of the expected MASP with the sundry application as stated in 20 AAC 25.280(b)(4).

The standard surface pressure calculations is:

Bottom Hole Pressure (BHP) minus 0.1 psi/ft gas gradient back to surface.

However, alternative pressure calculations are permissible if you are in a developed pool/field with known fluid types, or the well has a long term shut in pressure.

If you are using an alternative pressure gradient back to surface, the calculation must be shown and state the assumptions you are using for the calculation. If the sundry operation includes perforating the well into an unknown pressure zone; a worst case pressure gradient/BHP should be submitted.

MASP calculations are used to determine what test pressures will be required for the BOPE equipment as part of the sundry application conditions of approval.

In general, even if the MASP is a near zero psi, the <u>minimum assigned test pressure</u> will always be at least 50% of the BOPE equipment rating.

Annular BOP are always 50% of rated pressure unless otherwise stated.

As always, contact an AOGCC representative with any questions.

Please share this column with others in your organization.



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### AADE Meeting News (Please post in Coffee Rooms)

Date: Wednesday, March 18, 2015

**Speaker:** Schlumberger

**Thru Tubing Solutions** 

**Topic:** THE CONTRACTOR FORUM - An

overview of advances in Drilling

**Technology** 

Time: 11:30 A.M. – 1:00 pm

Place: BP Conference Rooms A,B & C

900 East Benson

Cost: \$25 for all members before 3/16

\$30 after 3/16

**Attendance limited to 80 people** 

Reservations: AADE.org > Alaska

To register for any other event, click on calendar in 123signup and you will see a list of active events.



# Call for Cooking Team 13th Annual Fin, Feather or Fur Food Festival Friday, May 29, 2:30-7 p.m. Unique Machine

Get Your Team together and Let's get Cooking

This unique cook-off competition gives cooking teams a chance to show off their culinary skills, favorite recipes and showmanship. Help our local chapter raise funds to support scholarships and our local food charities.

For more information;

Michelle Steward: <u>michelle.steward@cenergyintl.com</u>
Mike Yore: <u>Michael.Yore@weatherford.com</u>

The Food Festival has raised money for the benefit of:

- Scholarships to ALASKAN college age young people
- Lectures series at UAF The AADE program supports presented by AK Oil and Gas industry people to educate and inform students of the types of work/jobs available.
- The **Knowledge Box Program** AADE provides educational materials and lesson plans for teachers in K-12 across the state of AK.
- Charitable Contributions Jim Crocket/Beans Cafe announced (in 2011)
  that the donation from AADE was 60% of their cash operating budget for
  that year! Astounding fact. Kid's kitchen and Downtown Soup Kitchen are
  two more of the charities that see huge benefit from our event.