

A Comparative Study of Gas Lift and Electrical Submersible Pump (ESP) for Production Optimization.

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Abstract

One of the key aspect of exploration and production (E&P) industry is the production Of hydrocarbon from underground reservoirs to the surface production and storage facilities via the wellbore. When a well is drilled, the reservoir fluid flows naturally with the primary energy of the reservoir but when it becomes necessary that oil fails to flow naturally, then an artificial lift system is installed to aid the flow by lowering the hydrostatic pressure inside the production tubing. This study presents a comparative study of gas lift and electrical submersible pump (ESP) for production optimization of UFET_3 well to select the best option for the field. PROSPER software was used to build a natural flowing case, gas lift and ESP to simulate different scenarios. The result obtained showed that the ESP system has a production rate of 4645.9 STB/day higher than the natural flowing case, gas lift has 785.7 STB/day higher than natural flowing case. In addition, ESP has a production rate of 3860.2 STB/day higher than gas lift. Considering economy, ESP generated the highest gross profit (\$4.882B) a difference of \$1.42M & \$1.8M from gas lift and natural flowing case respectively. But considering other factors like water cut and replacement of failed pumps, gas lift system was preferred for proper production optimization of the field. However, gas lift was chosen for UFET_3 well based on the availability of readily compressed gas, higher life time expectance and lower operational cost as compared with the ESP which had the highest production potential.

Keywords: Gas lift, ESP, artificial lift, natural flow, production optimization, PROSPER, economic and sensitivity analysis

1. INTRODUCTION

One of the key aspect of the exploration and production (E&P) companies is the production of the hydrocarbon from the underground reservoir to the surface production and storage facilities via the wellbore. Though the operation of the hydrocarbon is usually interdisciplinary or an integrated study comprising the geophysical, geology, petrophysical, drilling, completion, reservoir, production, economics, just to mention a few. There is a school of taught which states that all other aspects of petroleum engineering are dreamers, except the production team who are the real people because they get the contents of the reservoir for sale.

Hydrocarbon production spans three stages: primary, secondary and tertiary stages. The primary stage makes use of the natural energy inherent in the reservoir and if it becomes necessary that it cannot or it's no longer sufficient enough to lift the oil to the surface due to the hydrostatic head which denotes that an artificial lift system or assisted flow is required. According to Carlos et al (2013), artificial lift technology (gas lift or pumping system) is employed in oil field when the reservoirs have lost their natural means of producing its content to the surface production facilities. Ayatollahi et al., (2001) stated that selection of proper artificial lift method is critical to the long-term profitability of the oil well; a poor choice will lead to low production and high operating costs. Djikpesse et al (2010) presented a study on the optimization of gas lift system under facilities constraints and Pengjuand Michael (2004) developed an optimization algorithm for gas

lift to simulate oil reservoir in a long term basis. While Shauna et al (2000) have it that gas-liquid ratio is very important or critical in a stable oil production with just minimal fluctuation in the gas-liquid ratio for offshore applications in the gas lifted well design. Figure 1 represents a schematic of a gas lift system.

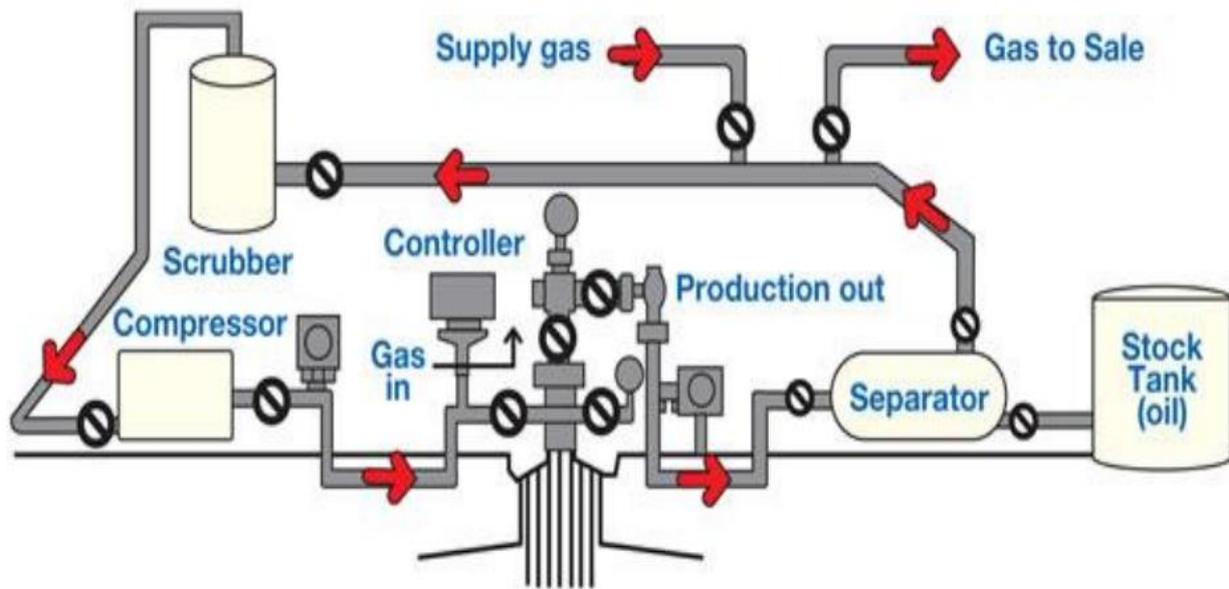


Figure 1: Schematic of Gas Lift System.

Naturally, it is difficult for oil and gas operators to remain in their peak production stage for a long period of time. Thus, they are faced with unnecessary decline in pressure, increase in water cut and reduction in well deliverability etc which directly affects the rate of production and this is a challenge to the oil and gas industry today. The decline may be as a result of loss or mismanagement of wells, excessive pressure drops along the production system, oversized or undersized tubing, and improper perforation method etc. A change in a single component of the production system may lead to a change in the pressure drop behavior of the other components since the various components are interactive.

Furthermore, when it becomes visible that the natural means of production is no longer sufficient, artificial lift is installed to

increases production but face some notable problems such as the number of wells drilled in the field, handling of solid/sand, handling of corrosion/scale, high GOR, water cut, flowing pressure and temperature limitation, well depth, space, production rate, flexibility, electrical power, economics etc. which are factors to consider in the selection prior to the installation. In this study, sensitivity analysis will be conducted on some of these factors to optimize production. Therefore, this paper is aimed at selecting the best artificial lift techniques for UFET_3 well maximum production/profit from the field to;

- i. To reduce the weight of the column of fluid in the tubing, thereby enabling the bottomhole pressure of the well to adequately lift the column and also to overcome the resistance in the tubing, pipes and connections.

- ii. Find the maximum production rate achievable using gas lift and ESP
- iii. Determine the optimum lift gas injection rate and depth
- iv. Design the operating and unloading valves
- v. To carry out an economic analysis on gas lift and EPS and also, a cost benefit analysis of changing various components of the system resulting from the production system optimization.

Electric Submersible Pump systems as shown in Figure 2, incorporate or make use of an electric motor and centrifugal pump unit installed at reservoir through the production

string and are connected with the aid of an electric power cable to the mechanism of control at the surface and a transformer. The downhole components of the pump are suspended above the perforations of wells. Often times, the motor with a pump and seal immediately above it is located on the bottom of the work string. The power cable is clamped to the tubing and plugs into the top of the motor. As the fluid passes through the well, it must go through the motor and the pump and in this process, the motor is cooled by the fluid. The fluid then enters the intake and is taken into the pump. Each stage (impeller/diffuser combination) adds pressure or head to the fluid at a given rate. The fluid will build up enough pressure, as it reaches the top of the pump, to be lifted to surface and into the separator or flow line.

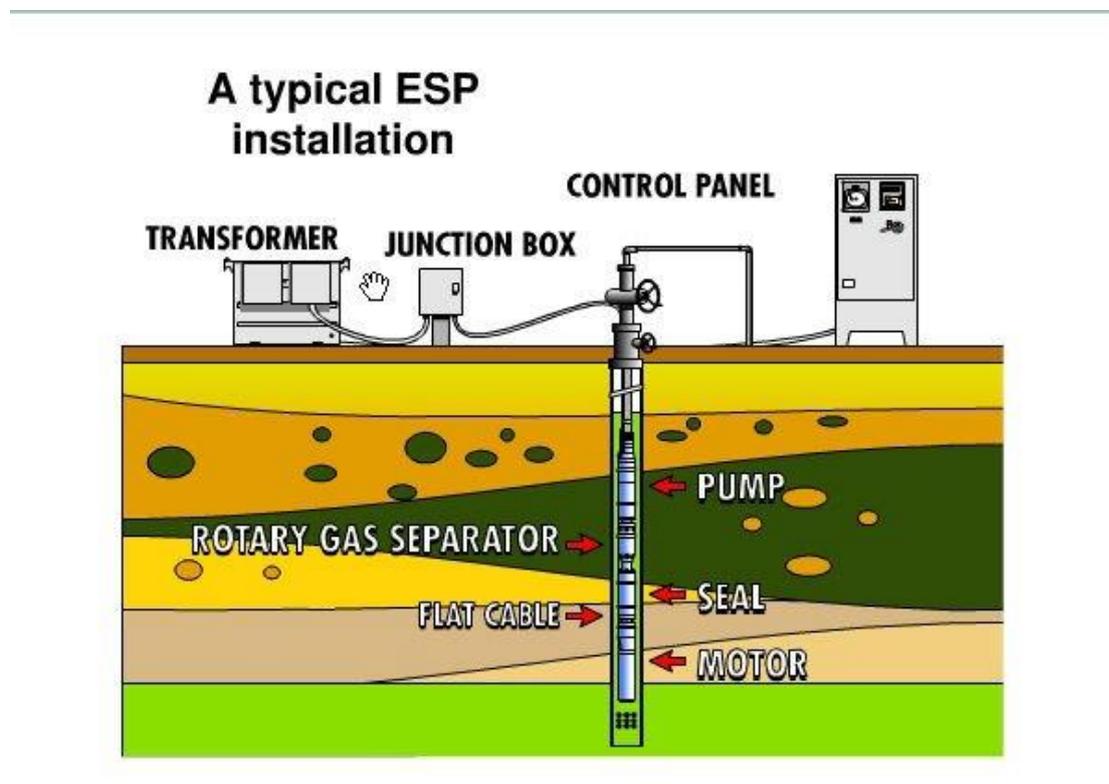


Figure 2: Schematic of an ESP system (Source: www.alibaba.com)

Wang et al. (2002) worked on the application of production optimization technique for oil field operations and in that process, a procedure was developed for allocation of optimal rate of production, the rate of the lift gas, and the simultaneous connection of the wells with surface pipeline systems. Blanksby et al (2005) worked on the deployment of electrical submersible pump with high horsepower to extend the Brent field in the North Sea. They considered downhole and topsides facilities for their ESP selection consideration. The work of Vachon (2005) presents some of the latest aspects of

ESP operations. The paper discusses optimization of ESP operations using downhole chokes and variable speed drives. Intelligent well technology, i.e. they emphasized on the remotely control system and monitoring of the downhole parameters. The general guidelines (Weatherford 2005) in Table 1 summarizes typical characteristics and applications for each form of artificial lift. These are general guidelines, which vary among manufacturers and researchers. Each application needs to be evaluated on a well-by-well basis.

Table 1: Operating Parameters of a Gas Lift and ESP
(Weatherford International Ltd., 2005)

OPERATING PARAMETER	GAS LIFT SYSTEM	ESP
Typical Operating Depth (TVD)	5000 to 10000ft	-
Maximum operating depth (TVD)	15000ft	15000ft
Typical operating volume	100 to 10000 BFPD	100 to 30000 BFPD
Maximum	30000	40000
Operating volume	BFPD	BFPD
Typical Operating Temp.	100-250 °F [40-120°C]	-
Maximum Operating Temp.	400 °F [205 °C]	400 °F [205 °C]
Typical Wellbore Deviation	0 to 50 deg	-
Maximum Wellbore Deviation	70° Short to Medium Radius	0 to 90 deg
Corrosion Handling	Good to Excellent	Good
Gas Handling	Excellent	Fair
Solids Handling	Good	Fair
Fluid Gravity	>15 °API	>10 °API
Servicing	Wireline or Workover Rig	Workover or Pulling Rig
Prime Mover	Compressor	Electrical Motor
Offshore Application	Excellent	Excellent
System Efficiency	10 to 30%	35 to 60%

2. MATERIALS AND METHOD

The methodological design approach of this paper is presented in Figure 3 (Prosper workflow) to compare the natural flowing well and artificial lift well. Therefore, three

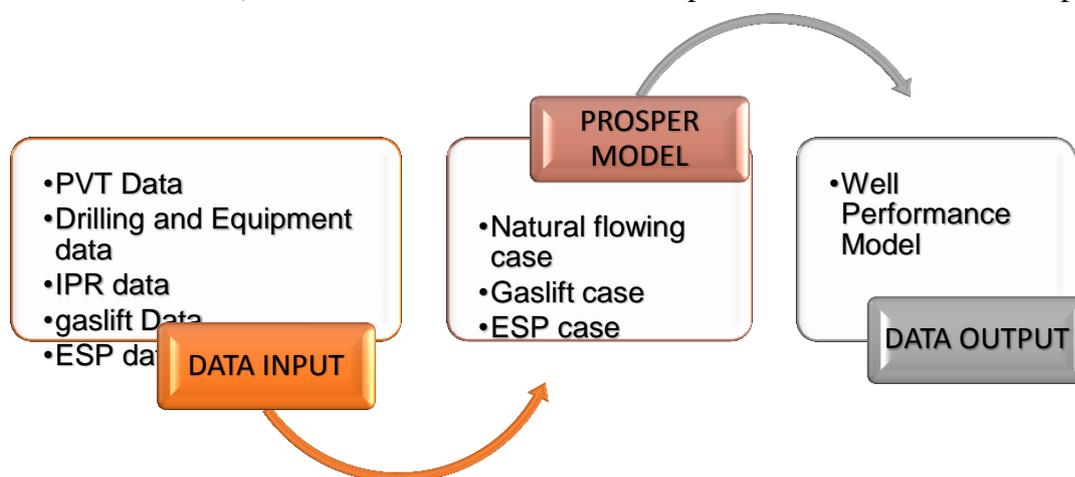
basic scenarios will be developed in the prosper model and these are:

- I. Design a natural flowing oil well to serve as a base case

- II. Design a gaslift system for same well to evaluate its performance
- III. Design an ESP system for the same well to evaluate its performance

PROSPER is designed to allow building of reliable and consistent well models, with the ability to address each aspect of wellbore modelling viz; PVT (fluid characterization), VLP correlations (for calculation of flowline

and tubing pressure loss) and IPR (reservoir inflow). By modelling each component of the producing well system, the User can verify each model subsystem by performance matching. Once a well system model has been tuned to real field data, PROSPER can be confidently used to model the well in different scenarios as presented in Figure 3 and to make forward predictions of reservoir pressure based on surface production data.



Additional factors that will be considered during the selection/design process include:

- i. **Figure 3: Prosper Model case scenarios**
- ii. Operating cost
- iii. Availability of the lift gas
- iv. Servicing frequency (maintenance cost)

Design Factors

- i. Gas injection depth, pressure and GLR for desired production
- ii. Principles of unloading operations
- iii. Well gradients
- iv. Gas lift valve spacing principles
- v. Types of gas lift valves
- vi. Mechanics of gas lift valve operation
- vii. Factors that affect efficiency

Workflow in PROSPER

- i. Collection of well and production data from a wells
- ii. Building a single well model with the available data
- iii. Design a base case without an artificial lift using prosper
- iv. Development of the inflow and outflow performance
- v. Using prosper to design the gas lift and ESP option
- vi. Compare the production rate of the well using gas lift and ESP as the artificial lift method.
- vii. Evaluate the effect of the tubing and/or water cut, subsurface safety valve sizing , reservoir pressure, skin, productivity index(PI) and gas-oil ratio (GOR) etc.

viii. Predicting the best option among these two models.

FET_3 Input Data

The PVT data, laboratory, flow test data and inflow performance are given in Tables 2 – 5.

Table 2: PVT data for UFET_3

Property	Value
Gas-oil ratio (GOR)	400 scf/stb
Oil gravity	30 ⁰ API
Gas gravity	0.75
Water salinity	80000 ppm
Reservoir pressure	4000 psi
Bubble point pressure	2500 psi
Temperature	200 ⁰ F

Table 3: Laboratory PVT Properties

Pressure (psi)	Gas oil ratio (scf/stb)	Oil FVF (rb/stb)	Oil viscosity (cp)
4000	400	1.198	1.11
3000	400	1.207	1.05
2500	400	1.214	1.01
2000	237	1.178	1.15
1500	324	1.138	1.34

Table 4: Flow test data

Parameter	Value
Test data	01/01/2010
Test comment	Min Flow test
Well head flowing pressure	1000 psig
Flowing tubing head temperature	153 ⁰ F
Water gas ratio	5 stb/MMscf
Condensate gas ratio	5 stb/MMscf
Gas flow rate	15 MMscf/d
Measured guage depth	4500 ft
Measured guage pressure	1920 psig
Static reservoir pressure@ top perforation	2300 psig

Table 5: Inflow performance data

Parameter	Value
res temp	200 ⁰ F
water cut	0
total GOR	400 scf/stb
h	100 ft
res k	150 mD
dietz shape	31.6
rw	0.354 ft
s	2
area	340 acre

3. RESULT

Inflow (IPR) and Outflow (VLP) Performance Match

The prosper model was calibrated to reproduce the well test results and the calibrated model was used to study the impact of tubing size and reservoir pressure on the well performance. From Figure 4, one can see that the test point lies outside of the solution envelope. This can happen for various reasons and it is the engineer’s task to find out exactly what are the possible reasons behind this behavior.

In matching the vertical lift performance as shown in Figure 5, the multiphase flow correlation was tuned in order to match a

downhole pressure while GOR was tuned so that the intersection VLP/IPR will match the production rate as per well test. The available parameters for matching depend on the IPR model in use. For Darcy-IPR model selected for this study, permeability, skin or pressure could be used. Thus, pressure was adjusted to match the IPR and the GOR was check to make sure test data is same with PVT data since the reservoir is still undersaturated. In this case of UFET_3, the bubble point pressure of the fluid at reservoir temperature is 2500 psig, while the reservoir pressure is currently 3800 psig. This implies that the oil is still undersaturated at 3800 psig. Therefore, the produce GOR must be equal to initial solution GOR of 400 scf/stb. Table 6

shows the measured and the calculated rate and pressure of UFET_3.

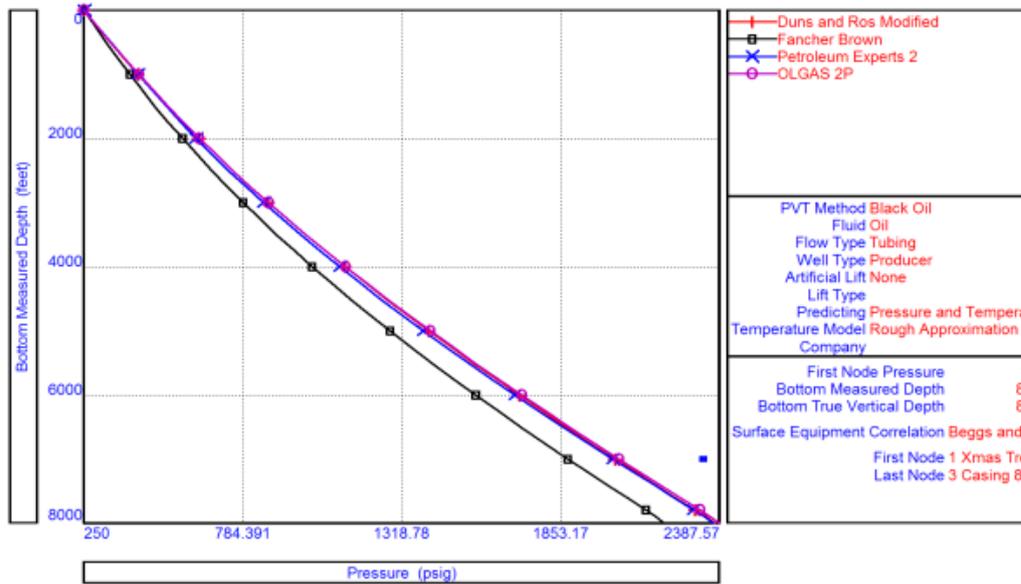


Figure 4: VLP correlation comparison

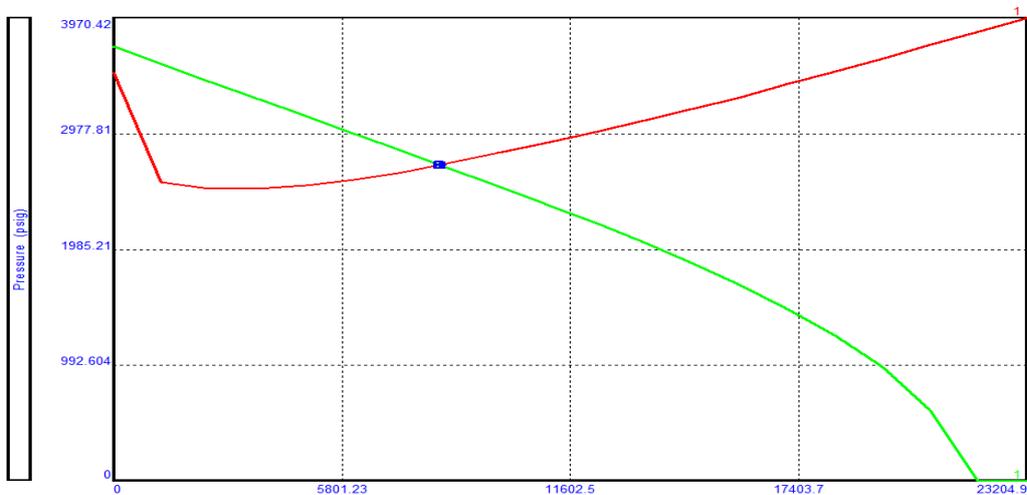


Figure 5: Inflow performance and outflow performance match with test data

Table 6: VLP/IPR plot analysis

Liquid Rate (STB/day)			Bottom Hole Pressure (Psig)		
Measured	Calculated	% difference	Measured	Calculated	% difference
8290.0	8299.9	0.11885	2706.01	2706.69	0.025172

Result of Gaslift Performance

The available injection gas for UFET_3 was 10 MMscf/day but the optimum gas lift rate

for this well is estimated as 8.323 MMscf/day as shown in Table 7. Therefore, since the available gas is higher than the optimum gas required, the program will only inject the

optimum gas into the well, which is 8.323 MMscf/day in this case. In case the available gas is less than optimum gas, the actual

available gas value will be used. The gaslift design rate is presented in Table 8.

Table 7: Result of gaslift calculated rate

GLR Injected	Liquid Rate	Oil Rate	VLP Pressure	IPR Pressure	Standard Deviation	Design Rate	Oil Rate
scf/STB	STB/d	STB/d	psig	psig		MMscf/d	STB/d
1398.95	9075.7	1815.1	2279.87	1904.52	34.361	8.323	1599.1

Table 8: Result of gaslift design rate

Liquid Rate	Oil Rate	Injection Gas Rate	Injection Pressure
STB/d	STB/d	MMscf/day	psig
7154.94	1430.99	5.9420	1287.49

UFET_3 Well Gas lift Design

Figure 6 represents UFET_3 well gaslift design valve setting depths. The values of the various valves are shown in Table 9. From Figure 6, the first unloading valve is set at

2975.25 ft, while the second and third unloading valves are set at 4835.08 ft and 5884.3 ft respectively. The orifice set at 6161.3 ft is serving as the operating valve.

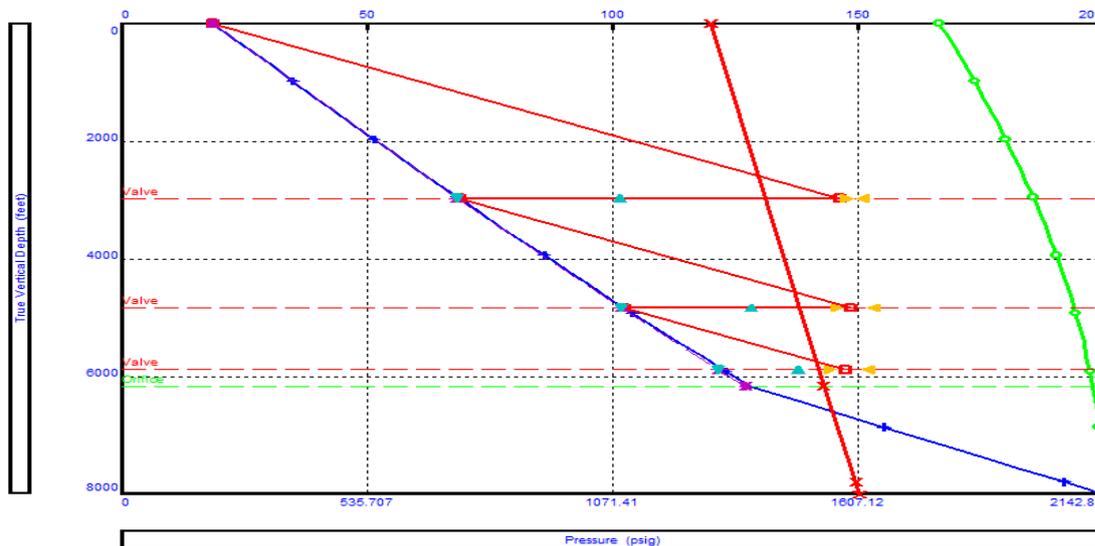


Figure 6: UFET_3 gas lift valve design

Table 9: Result of gaslift valve depth design

Valve Type	Measured Depth	True Vertical Depth	Tubing Pressure	Valve Opening Pressure	Valve Closing Pressure	Opening CHP	Closing CHP

	feet	feet	Psig	psig	psig	psig	psig
Valve	2975.25	2975.25	737.241	1618.61	1585.12	1500	1466.51
Valve	4835.08	4835.08	1097.15	1642.76	1562.56	1450	1369.8
Valve	5884.3	5884.3	1313.25	1629.79	1547.49	1369.8	1287.49
Orifice	6161.3	6161.3	1414.36			1287.49	

Result of ESP Performance

The prosper software has several pumps, motors and cable from different Vendors. In the first design, Centurion G110 5.38 inches (6000-14000 rb/day) was selected from the list of suitable pumps. The pump needs 71 stages and requires 426.22 HP power rating at the design rate. From the list of suitable

motors, Centrilift 562 450HP 2460V 10A and Figure 7 shows the design operating point superimposed on the pump performance curve. It can be inferred from Figure 7 that the selected pump will fail shortly when installed because the pump is operating very close to the maximum operating efficiency.

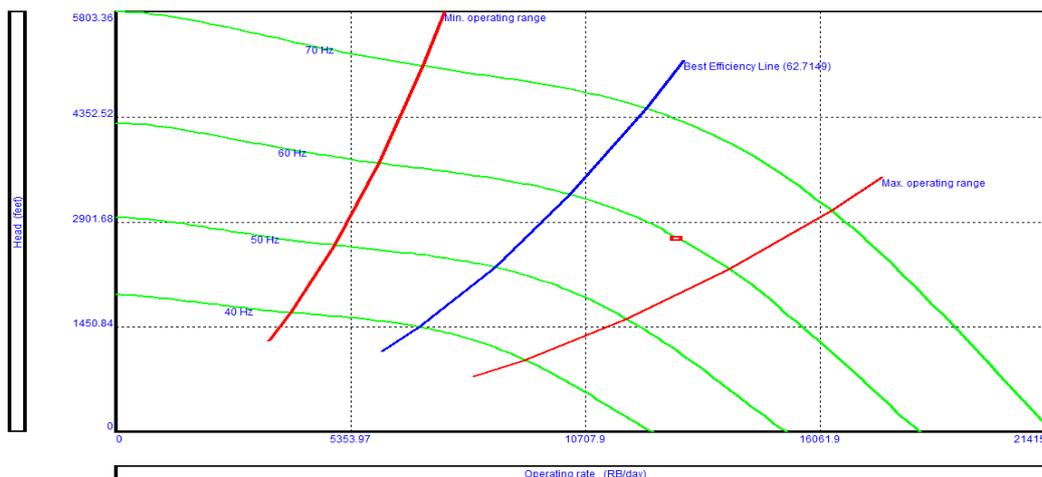


Figure 7: Centurion G110 5.38 inches (6000-14000 rb/day) operating point

Furthermore, since Centurion G110 5.38 inches pump is running a little close to its maximum output; perhaps the next biggest pump would be a better choice, especially if the pump is expected to handle a greater lift duty due to increasing water cut during the pump’s run life. Hence, REDA HN15000

5.63 inches (12000-18000 rb/day) with 61 stages was selected with the motor Reda 540_90.0_Int 400HP 2116V 113A and the same cable as shown Figure 8. This pump is operation close to its minimum efficiency and has some excess head. Hence should be considered for UFET_3 well.

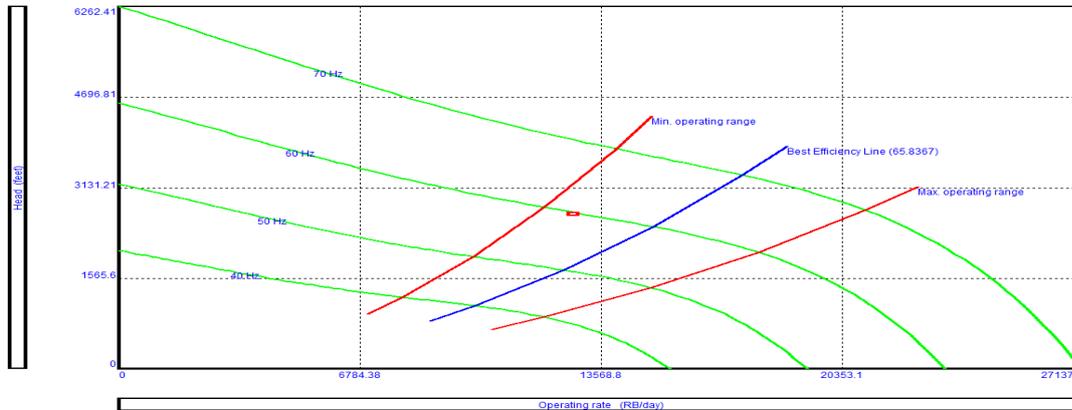


Figure 8: REDA HN15000 5.63 inches (12000-18000 rb/day) operating point Comparison of Production Performance

The result of the production forecast shown in Table 10 indicates that the ESP solution gives a superior production rate compared to gas lift and the natural flowing case “base case”. It could be observed also that the gas lift production rate is higher than the natural flowing well. Hence, based on production capacity, ESP is by far a better option to gaslift and flowing the well by natural energy of the reservoir, but one cannot not jump into conclusion without considering several other

factors that might lead to the overall failure or success of the installation. Though ESP gives a better production capacity but might fail to meet its design rate due to changes in the reservoir properties and such needs another pump to handle the current conditions of the reservoir. ESP fails in higher water cut and when it fails, the entire system is pulled out and a new pump is designed to meet the current reservoir conditions.

Table 10: Comparison of production performance

Liquid Rate (STB/day)			Pressure (psig)		
Natural Flowing	Gaslift	ESP	Natural Flowing	Gaslift (VLP Pressure)	ESP (Pump Discharge Pressure)
8290.0	9075.7	12935.9	2706.01	2279	3206.38

4. CONCLUSIONS

Through consideration of the production profile, desired rate and advantages /disadvantages of gas lift and ESP for production optimization to compare the most suitable artificial lift methods for UFET_3 field, the following conclusions were drawn:

- i. Both gas lift and ESP give a large increase in production compared to the

natural flowing case, but ESP is higher on production capacity as compared to gaslift for UFET_3 well. This is a reason to believe that the same difference would be seen in a full field artificial lift campaign. In this study, from a production point of view and gross profit, the ESPs implementation is by far higher than gaslift

implementation which is a short coming in choosing ESP.

- ii. For UFET_3, there is a nearby gas compression station. This makes gaslift installation a better option for this field.
- iii. Implementation of ESPs carry greater risk because of the complexity of the equipment and limited lifetime. When ESPs fail this require a full workover, which is more expensive mainly because of the required rig operation compared to a wireline operation.

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