

CMC Research Institutes, Inc.

Containment and Monitoring Institute (CaMI) Field Research Station (FRS)

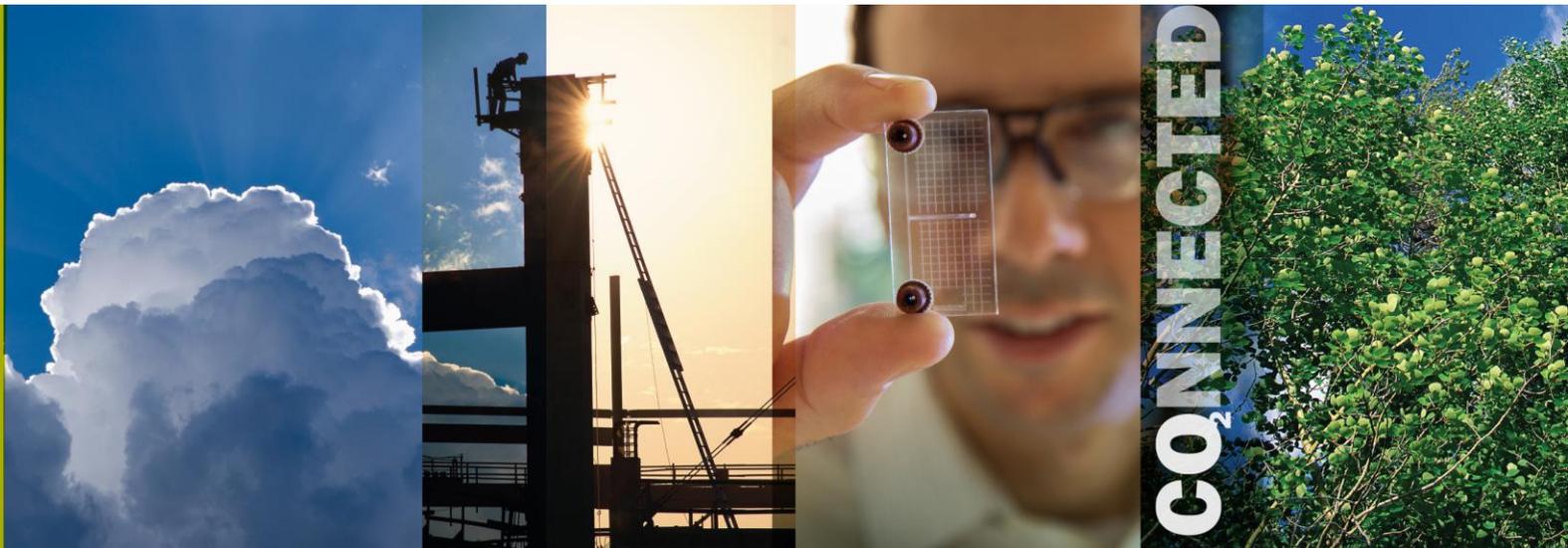
Don Lawton (CMCRI+UofC), Kirk Osadetz (CMCRI)

Richard Adamson (CMCRI)

General FRS overview

December, 2014

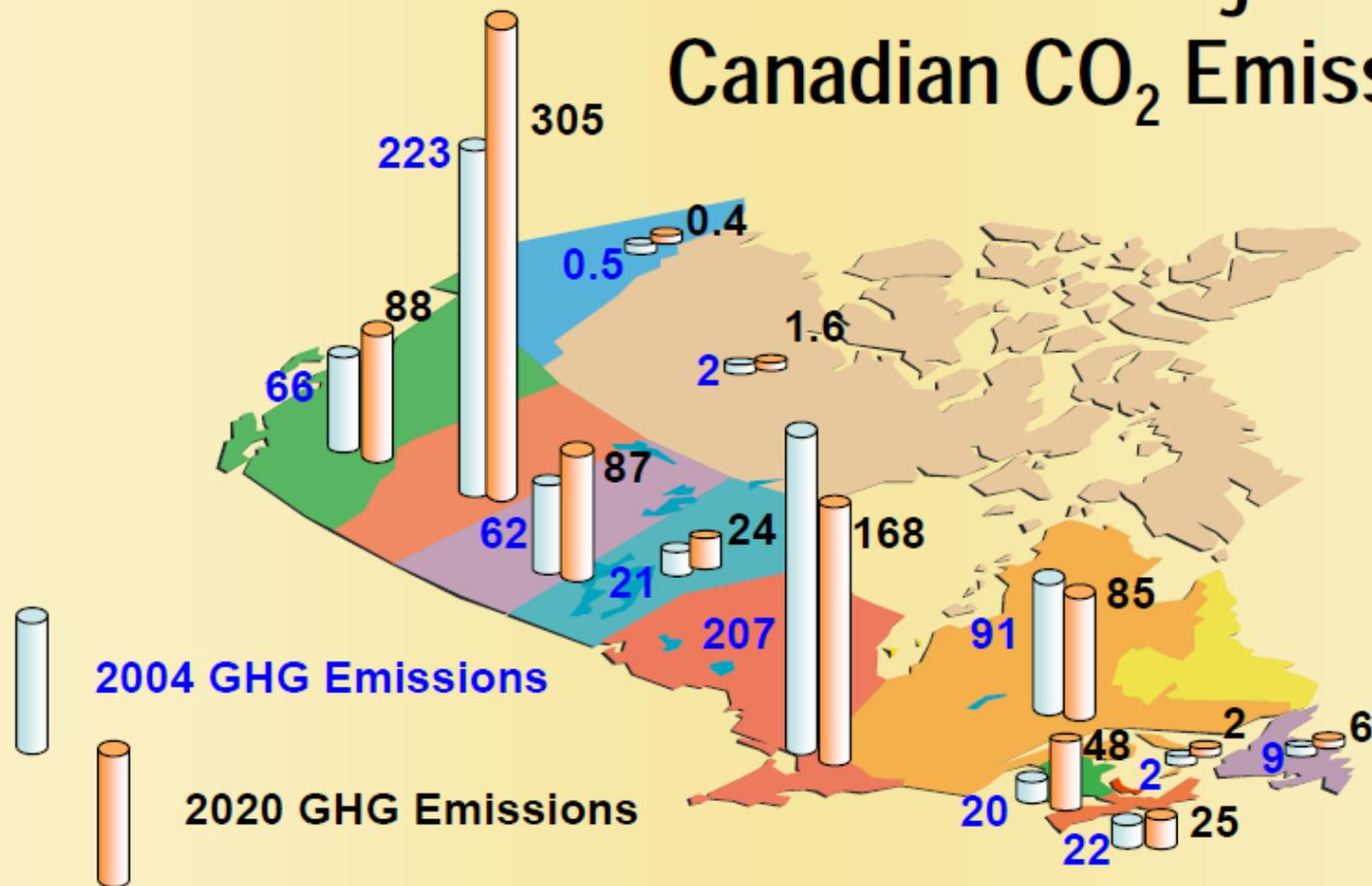
New pathways
to reduce
greenhouse
gas emissions.



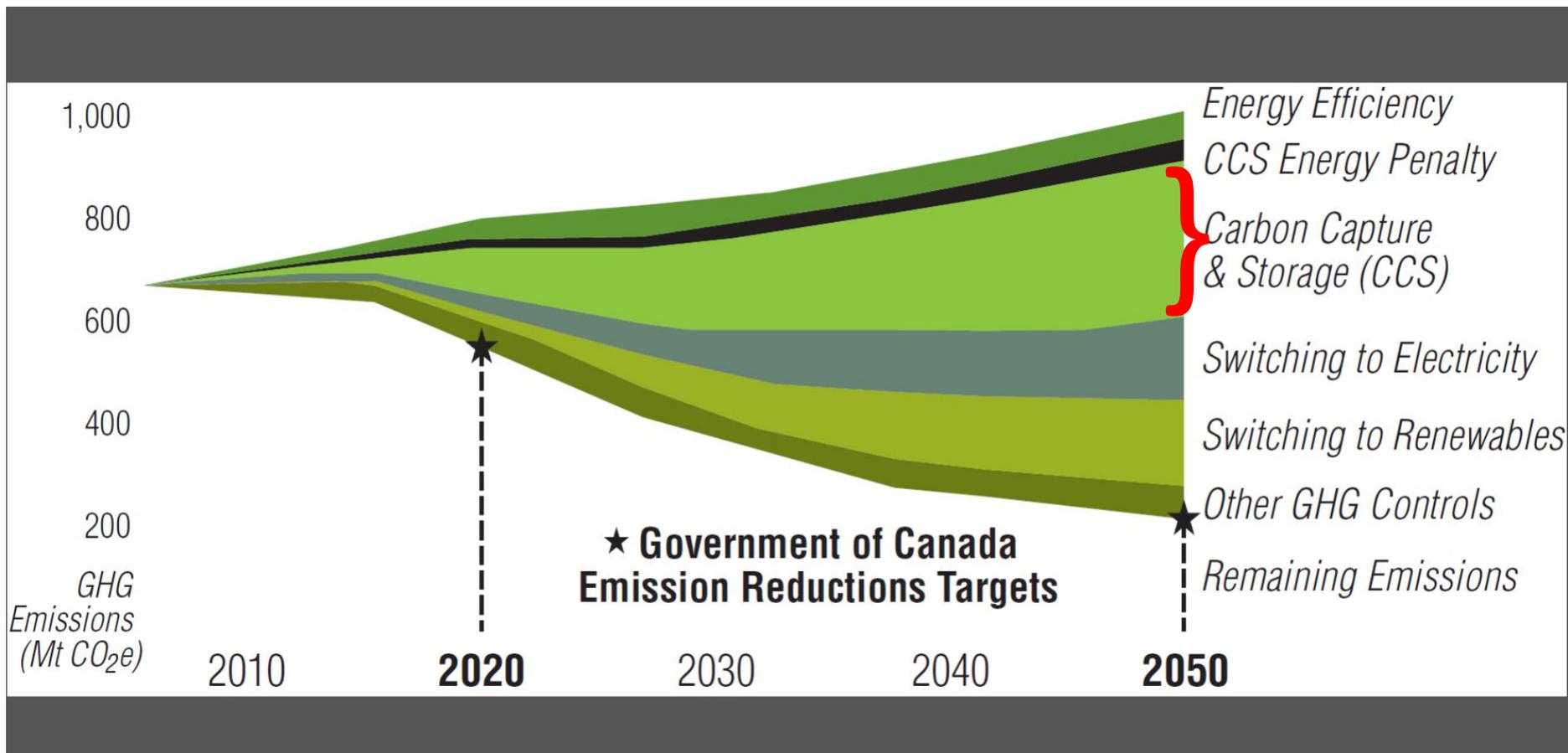
CONNECTED

Canada's CO₂ emissions

Current and Projected Canadian CO₂ Emissions



Canada's emissions reduction wedges



Carbon Management Canada

44 research projects
155 researchers at 27 universities

Govt of Canada
Govt of Alberta



= \$22M

Containment and Monitoring Institute (CaMI)

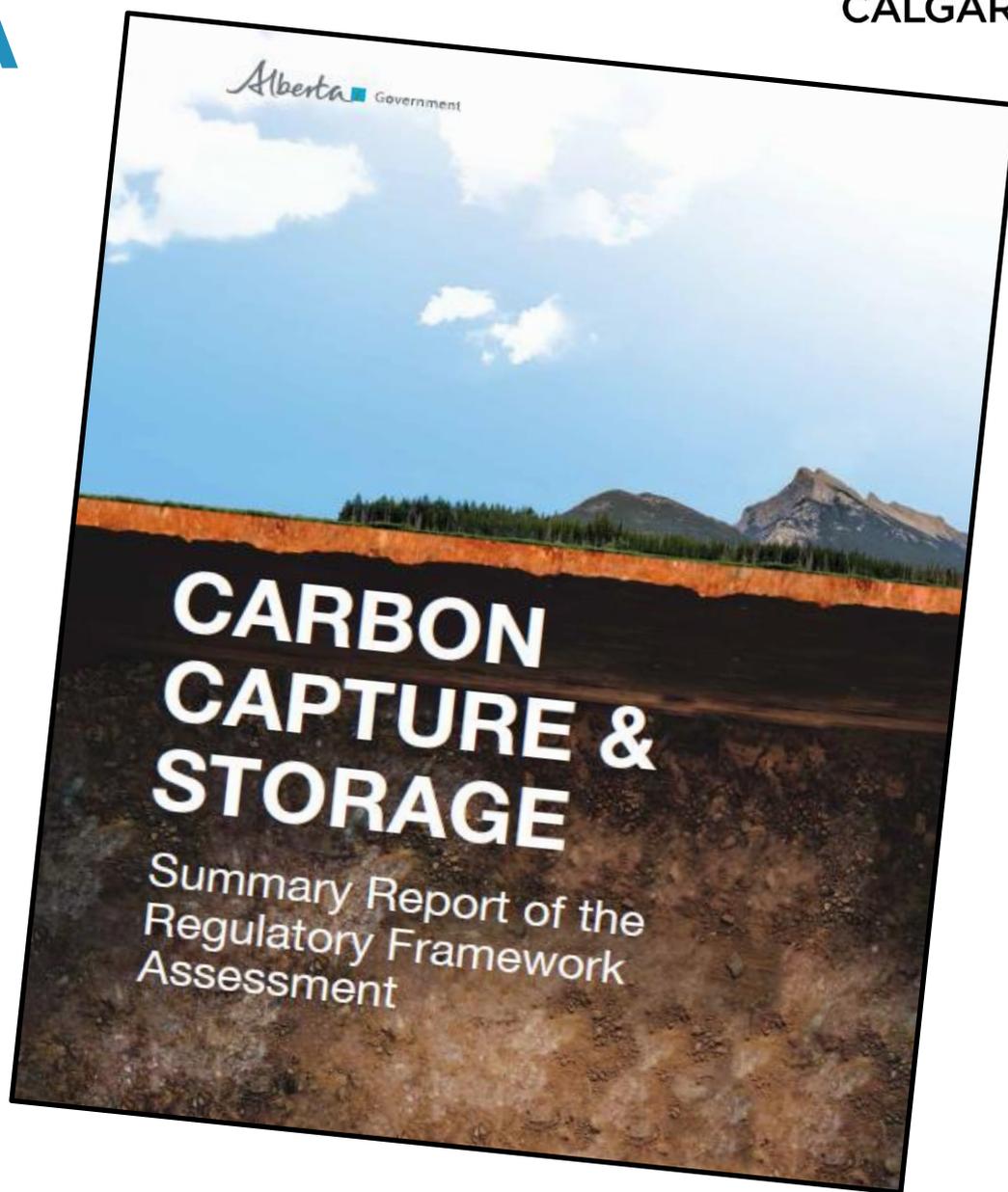
Field Research Station (FRS)

- Containment assurance is critical
- There is a need to better characterize containment risks
- FRS is a unique benchmarking and evaluation program for monitoring subsurface fluids.
- FRS is relevant to many aspects of the petroleum industry as well as regulators.
- FRS is being developed by CMCRI in collaboration with the University of Calgary, with an emphasis on HQP development

CCS RFA

**Government
of Alberta
Regulatory
Framework
Assessment

(August 2013)**



RFA recommendation

Risk Assessment, Monitoring, and Technical Requirements

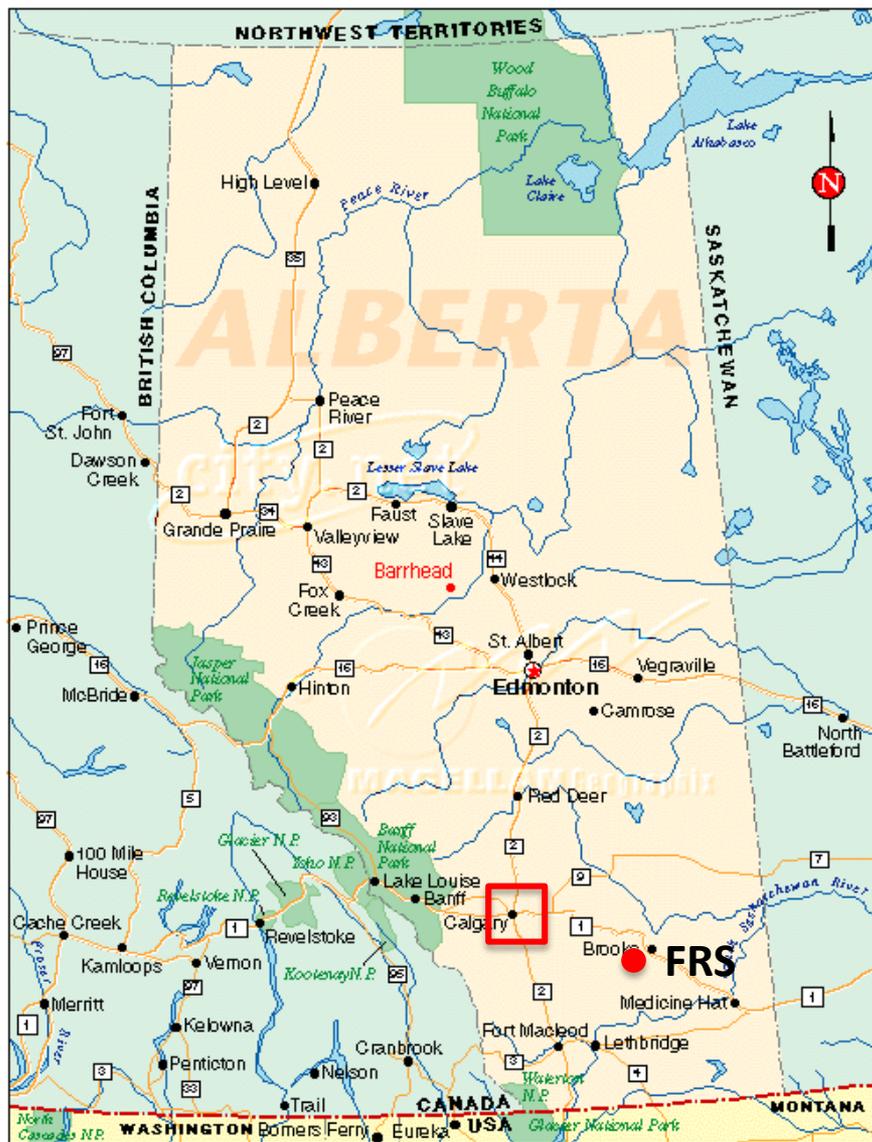
“Require MMV and closure plans to be based on a project-specific risk assessment, and include the use of best available technologies to monitor the atmosphere, surface, ground and surface water, and subsurface.”

- Undertake controlled CO₂ release at 300 m & 500 m depth; ~1000 t/yr.
- Develop improved monitoring technologies.
- Determine CO₂ detection thresholds.
- Enable university & industry training & research.
- Understand fate of methane in aquifers.
- Provide quantitative monitoring protocols to regulators and industry.
- Accelerate public outreach & education.
- Provide on-site fuel cell for CO₂ source and natural gas utilization; energy storage.

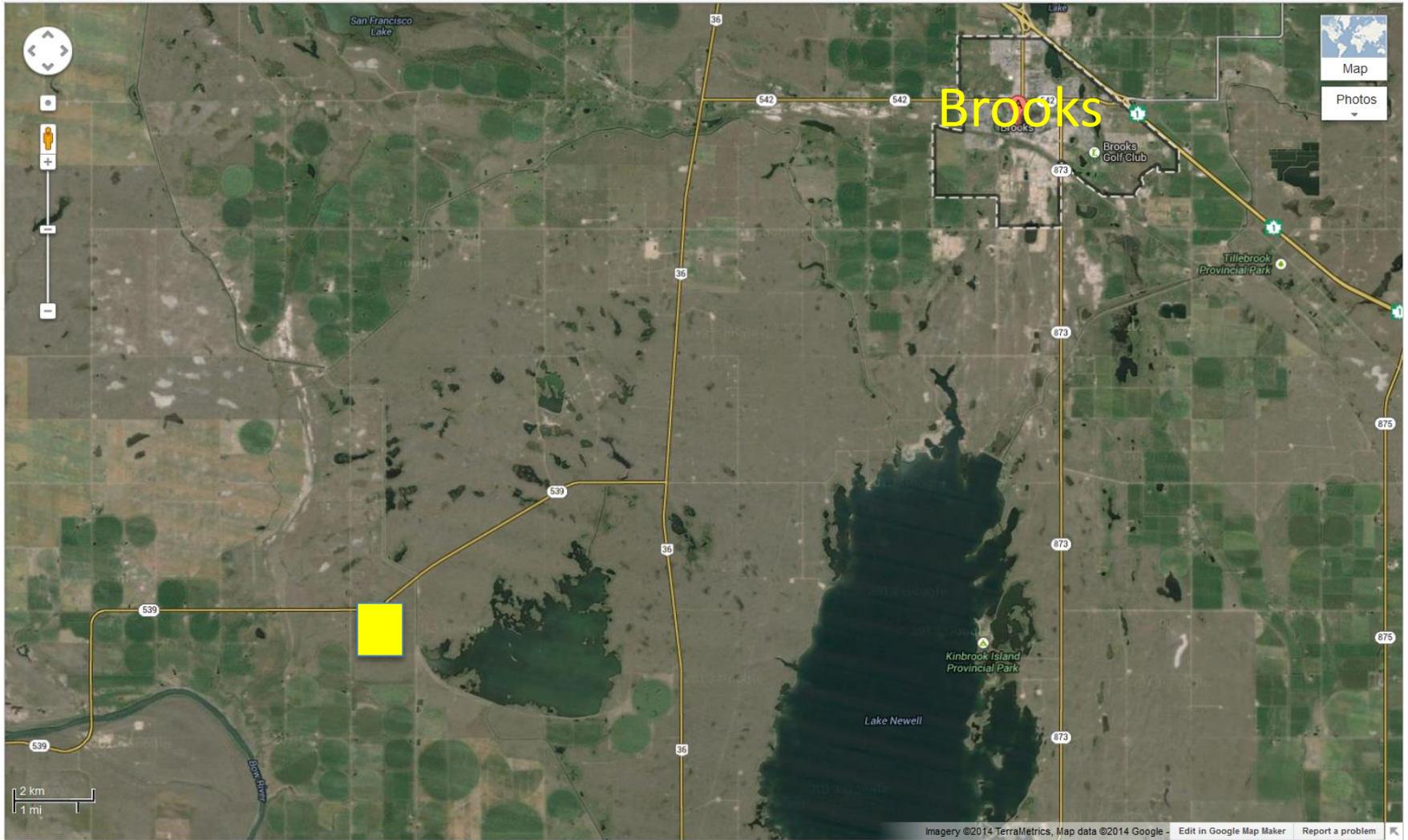
Monitoring and containment needs/applications

- Secure carbon storage
- Steam chamber containment and conformance
- Tertiary/enhanced petroleum recovery
- Shale gas and tight oil (fracking)
- New well construction or legacy wells
- Well abandonment issues and fugitive emissions
- Acid gas or produced water disposal
- Induced seismicity risk analysis and mitigation

Location of the FRS



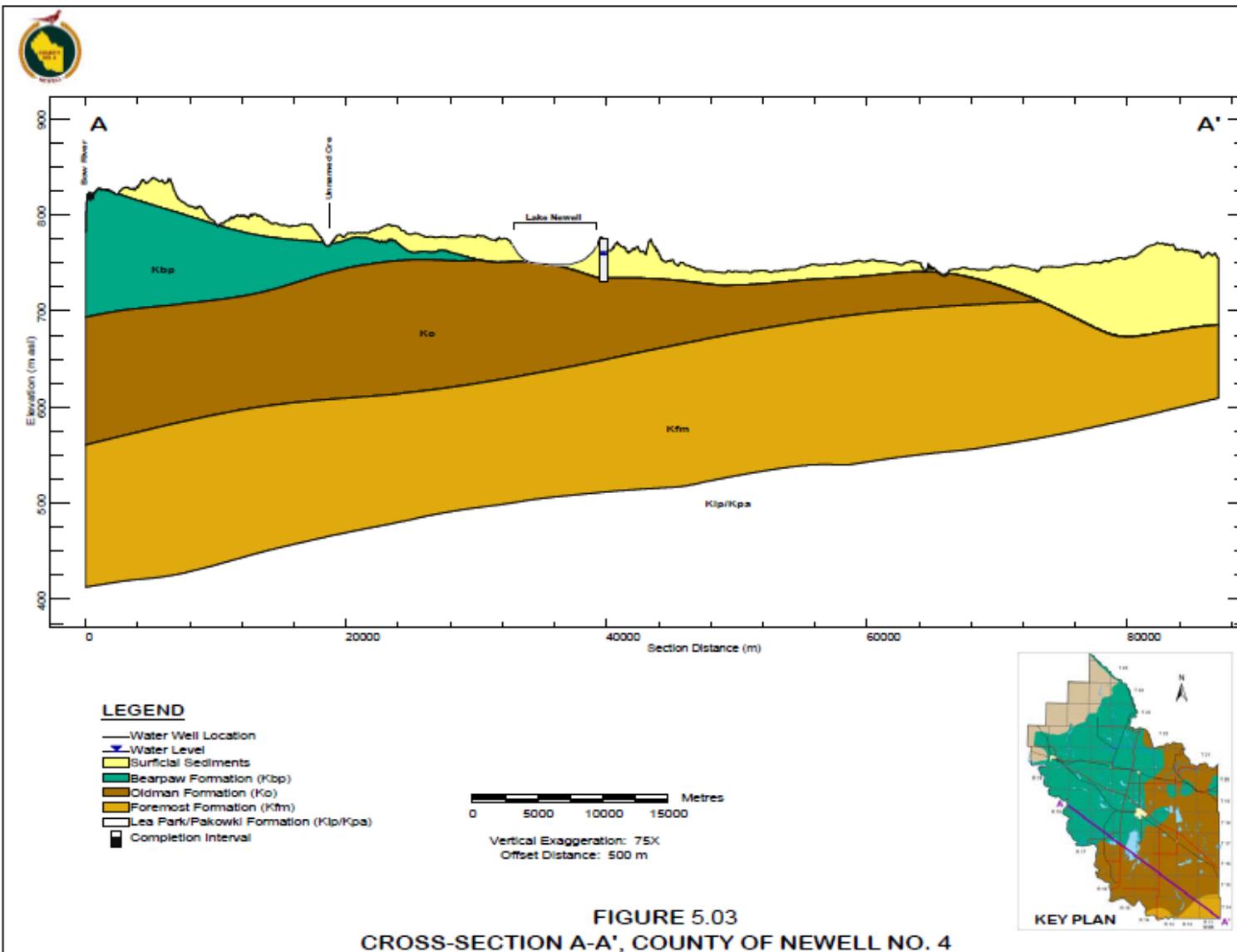
FRS location



FRS site – courtesy Cenovus



Bedrock geology Newell County



Basal Belly River, Newell County

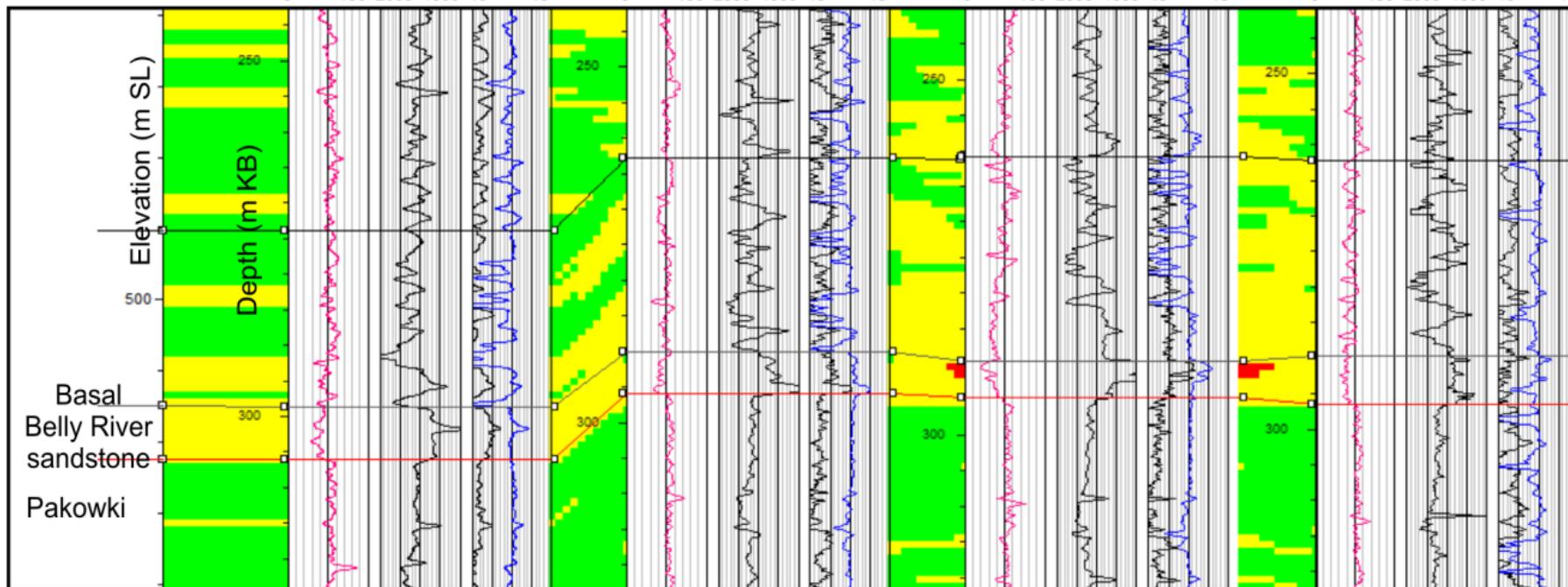
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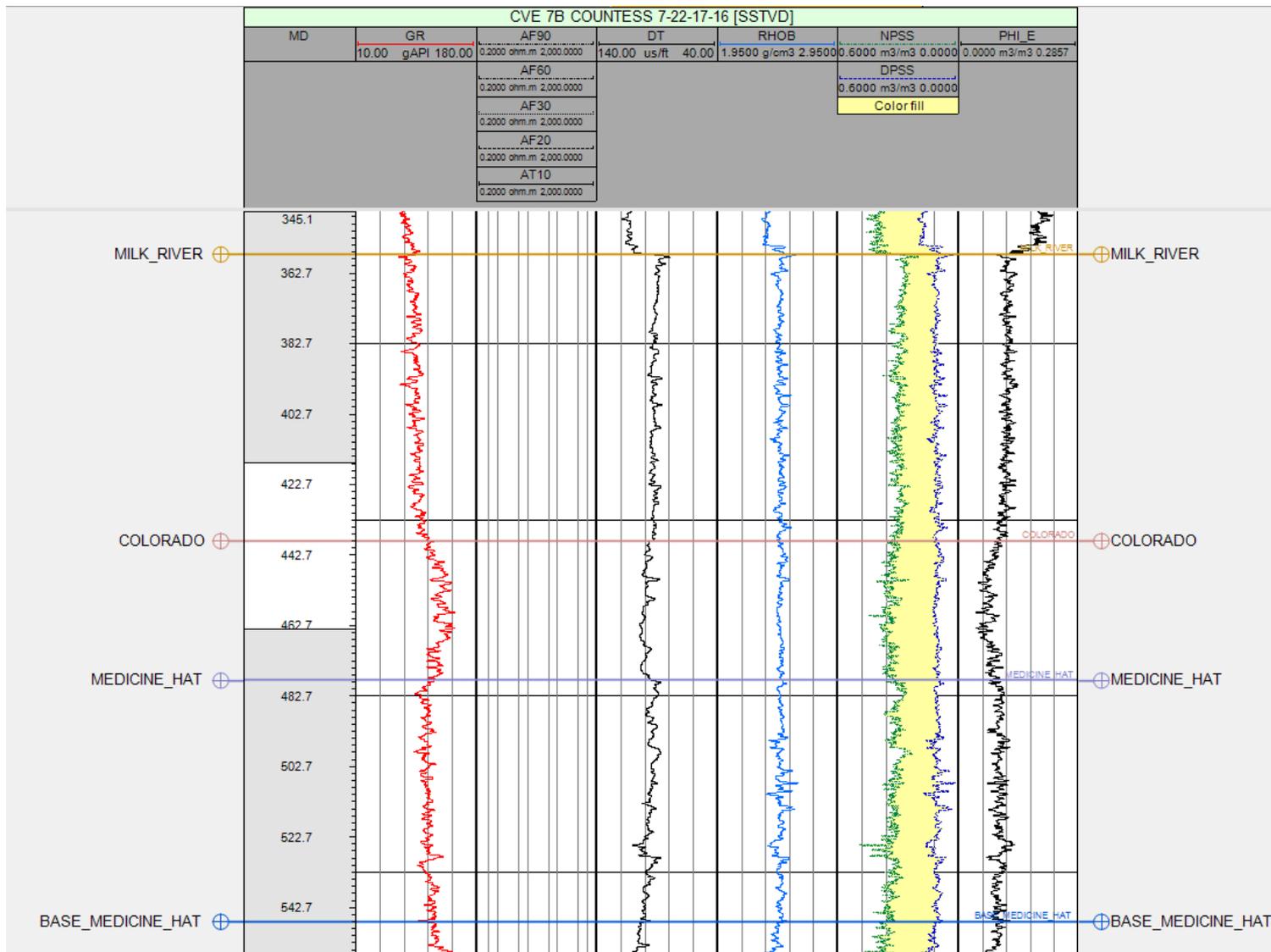
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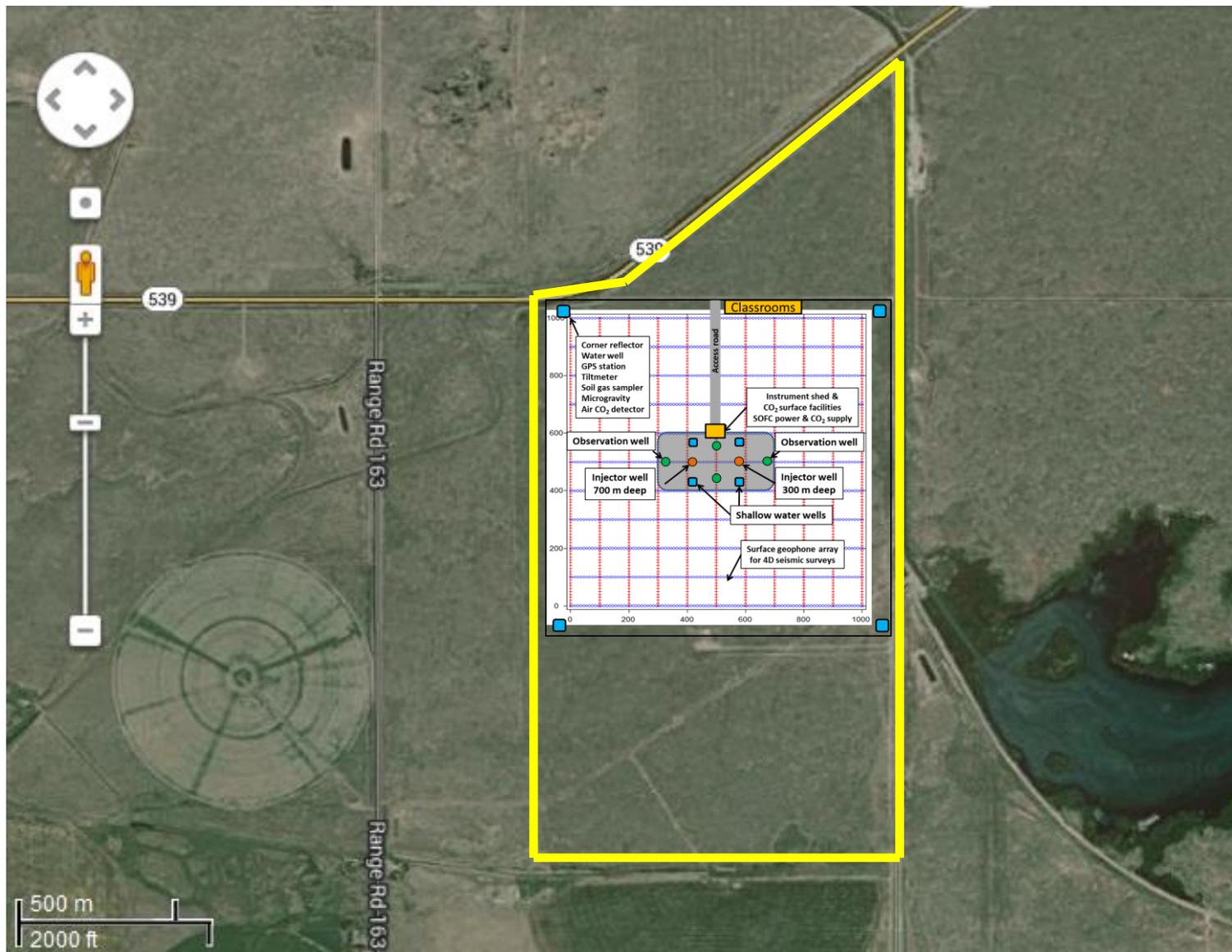
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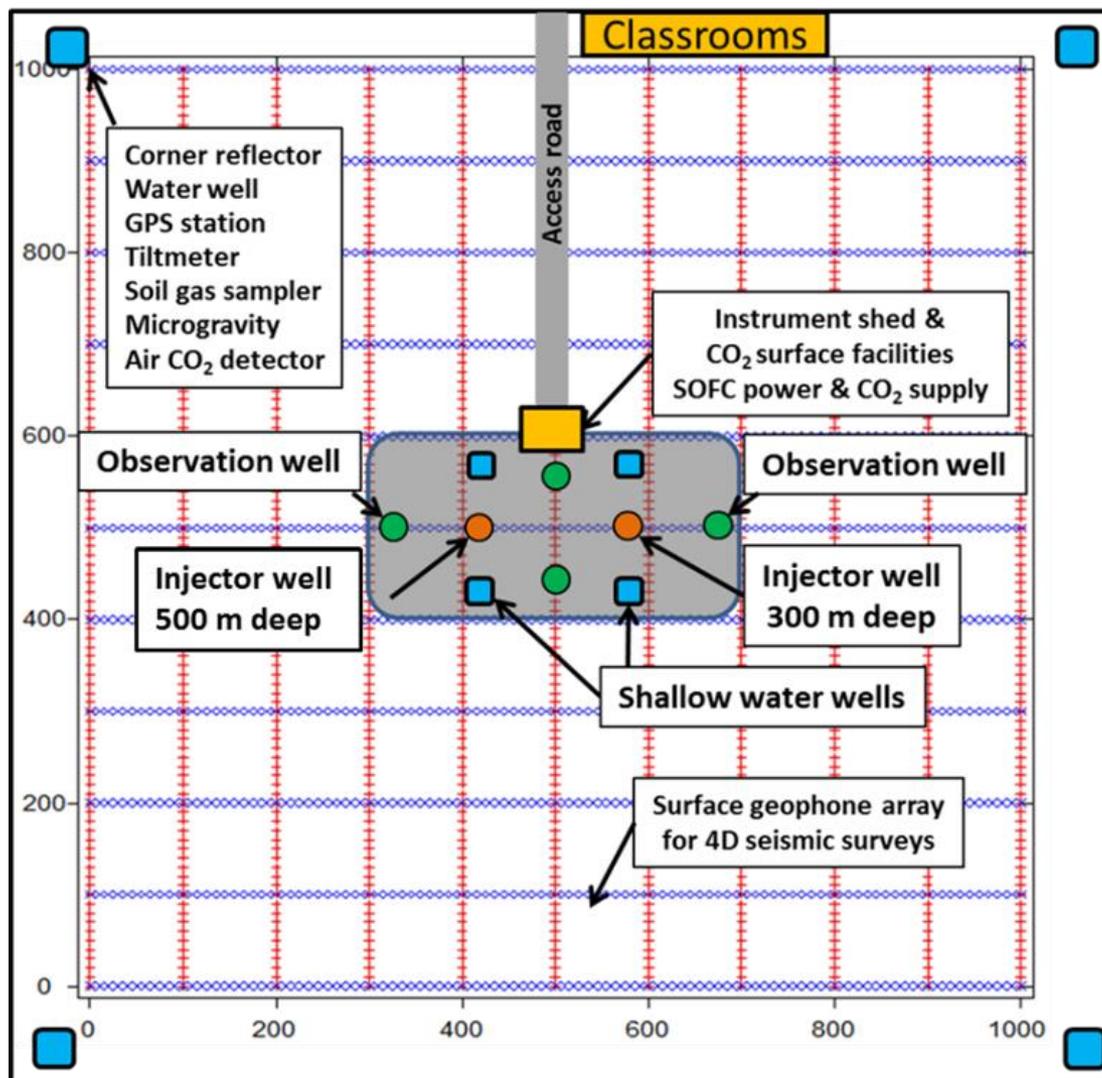
Medicine Hat Sand, Newell County



CaMI Field Research Station



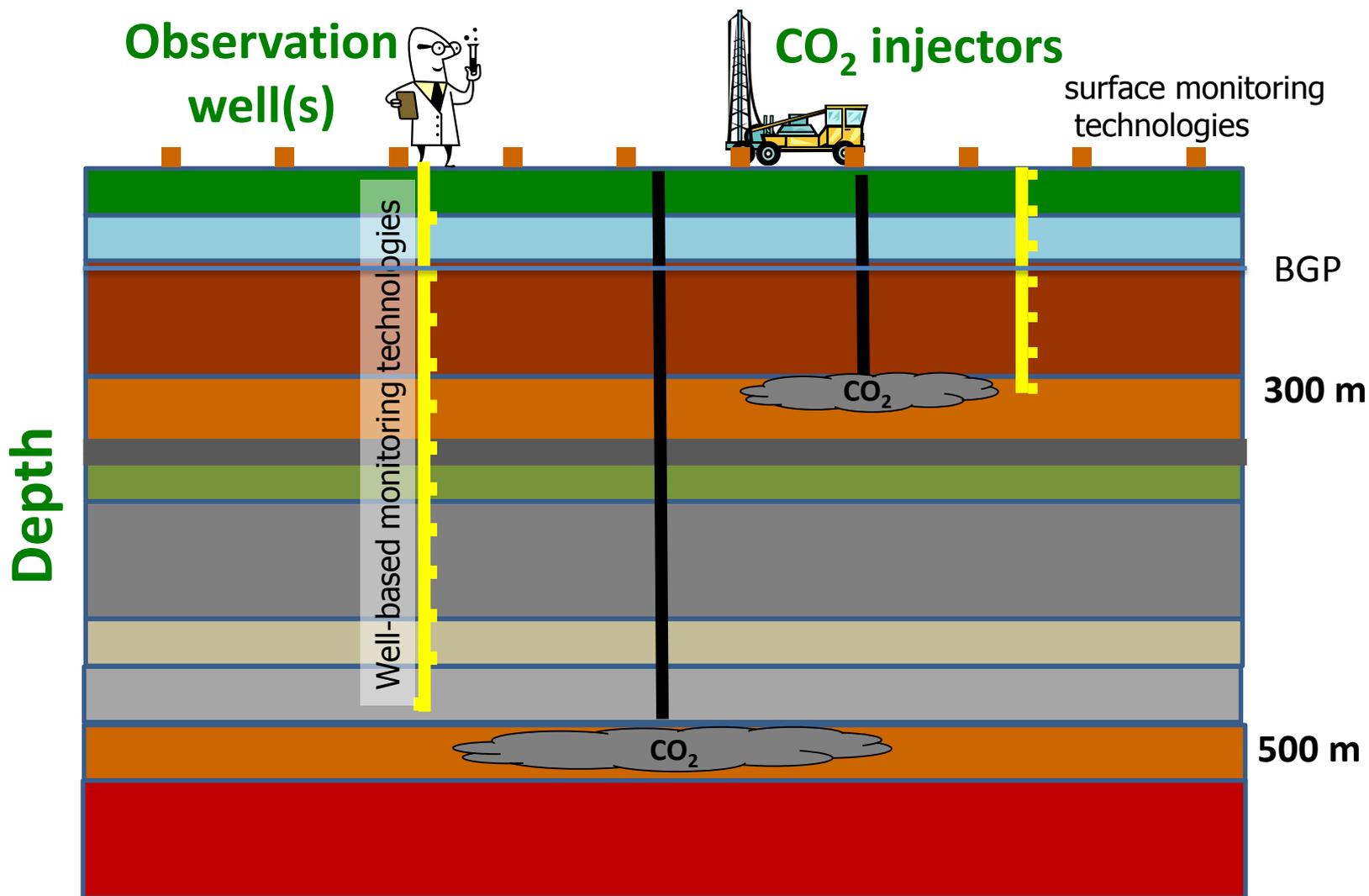
CaMI FRS surface layout



CaMI FRS technologies

- 3D-3C surface seismic surveys
- 3D vertical seismic profiles
- Cross-well seismic surveys
- Microseismic surveys
- Full logging suites & core analysis
- Fiber-optic monitoring technologies
- Geomechanics analysis
- Geochemical sampling/tracers
- Pressure/temperature monitoring
- Groundwater monitoring surveys
- Environmental geophysical surveys
- Casing gas, soil & atmospheric surveys
- Tiltmeters & DGPS surveys
- InSAR imaging and interpretation
- SOFC CO₂ supply

CaMI FRS project



Monitoring wells

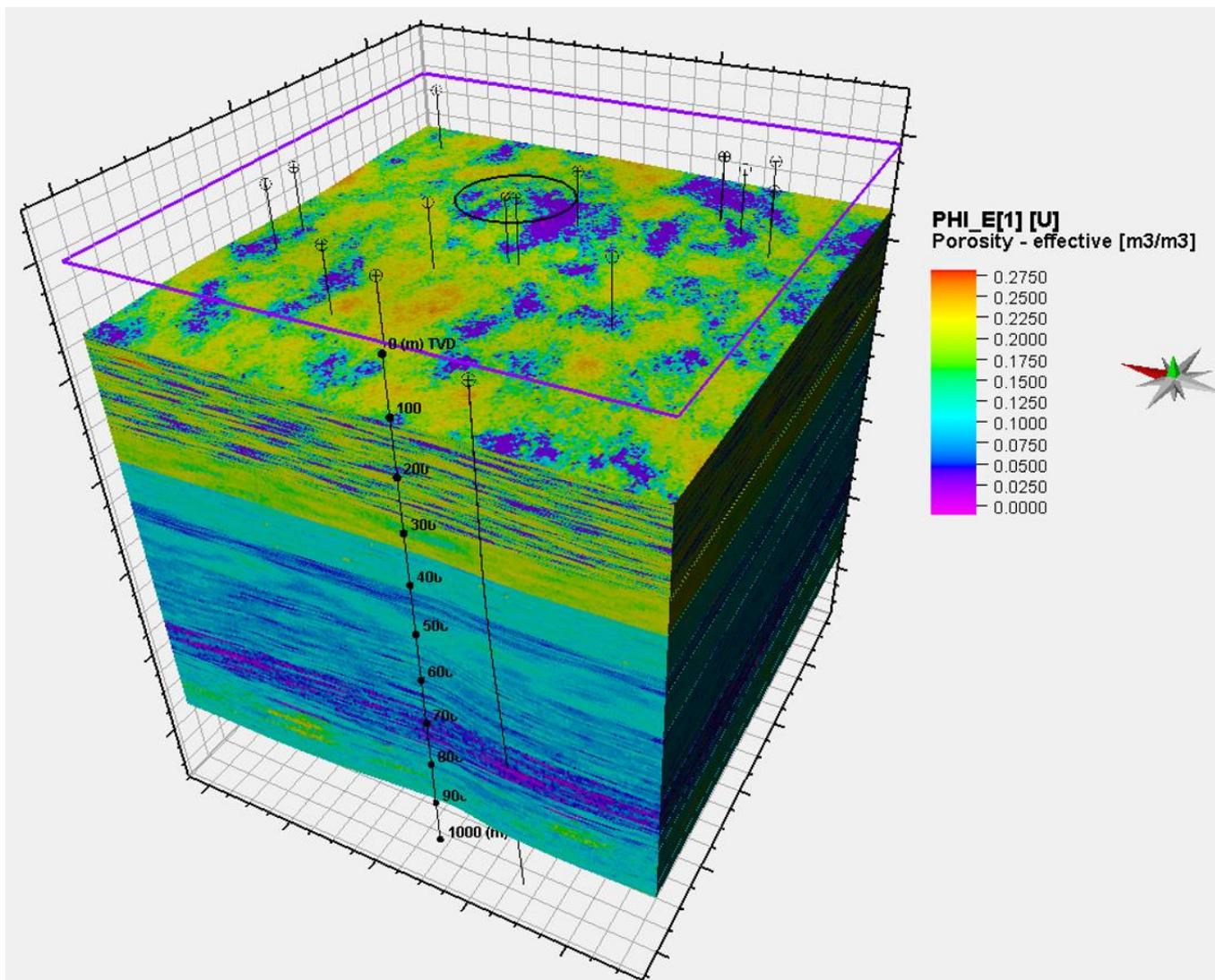


CaMI FRS project

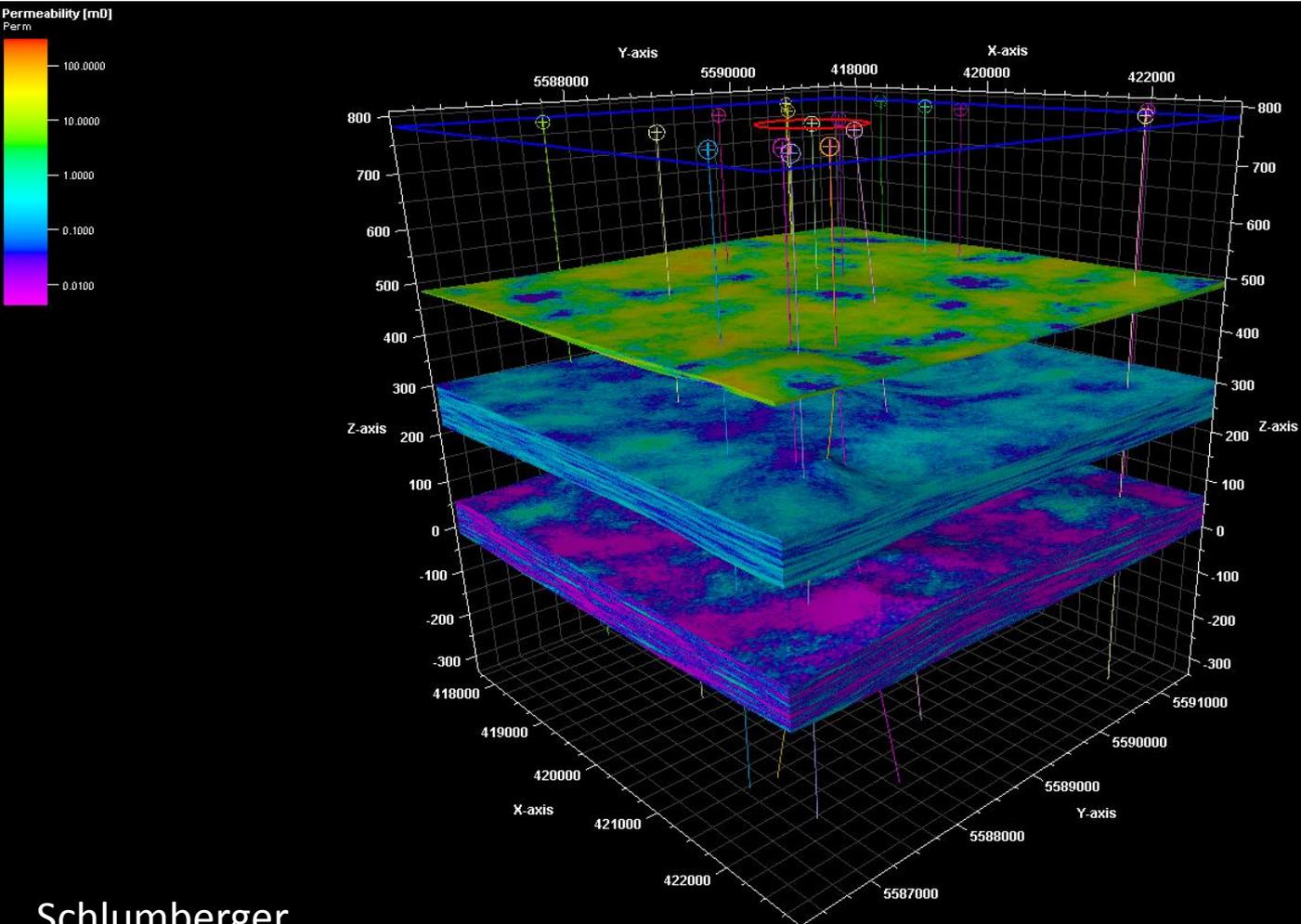
Data Suite (IHS Data)

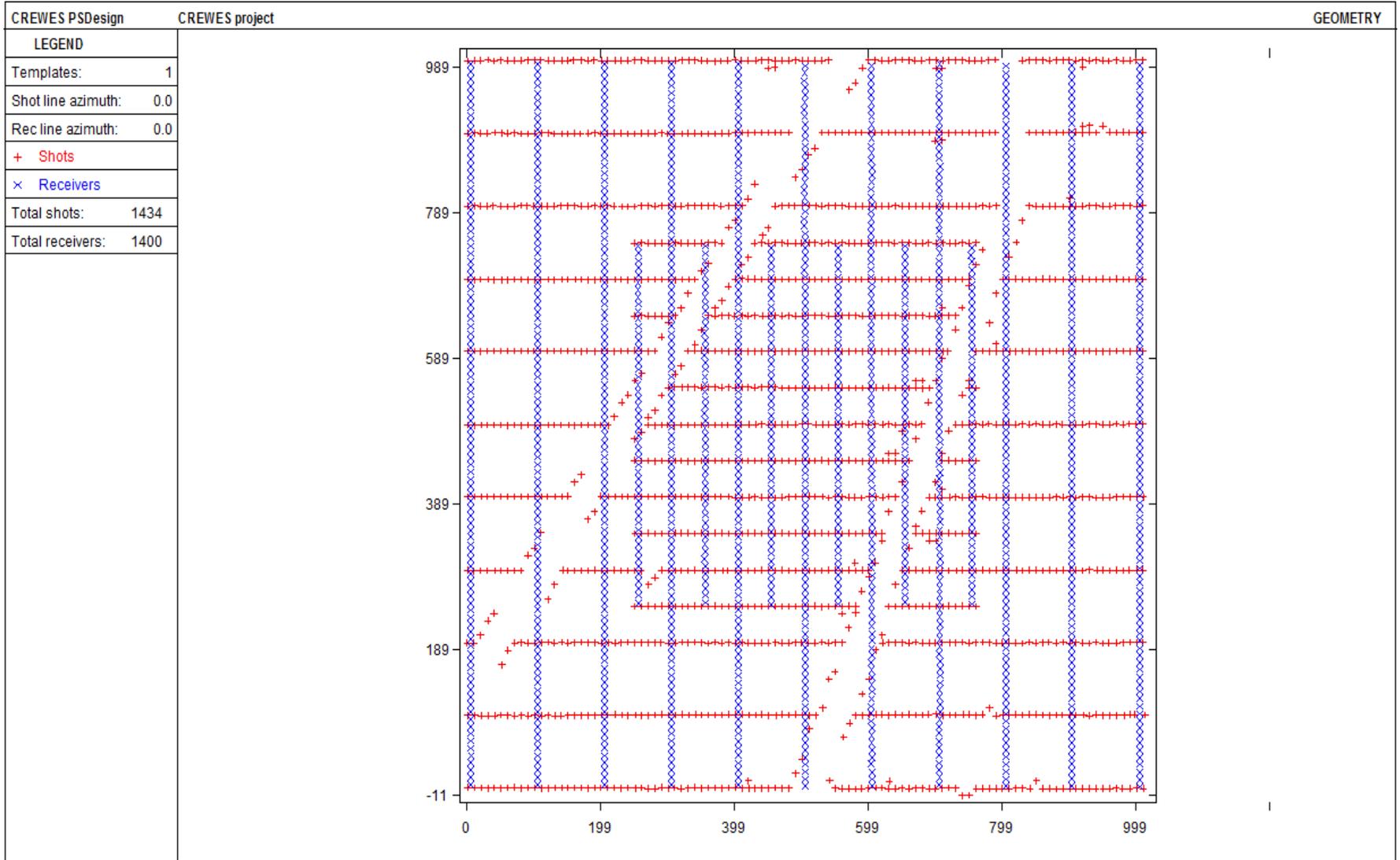
- Study region 5km by 5km = 75 wells
- 198 wells with digital LAS files (>10km radius)
- Limited core data
- Deviation surveys and locations
- Well tops
- Static water levels – 3m below ground level

CaMI FRS geostatic model

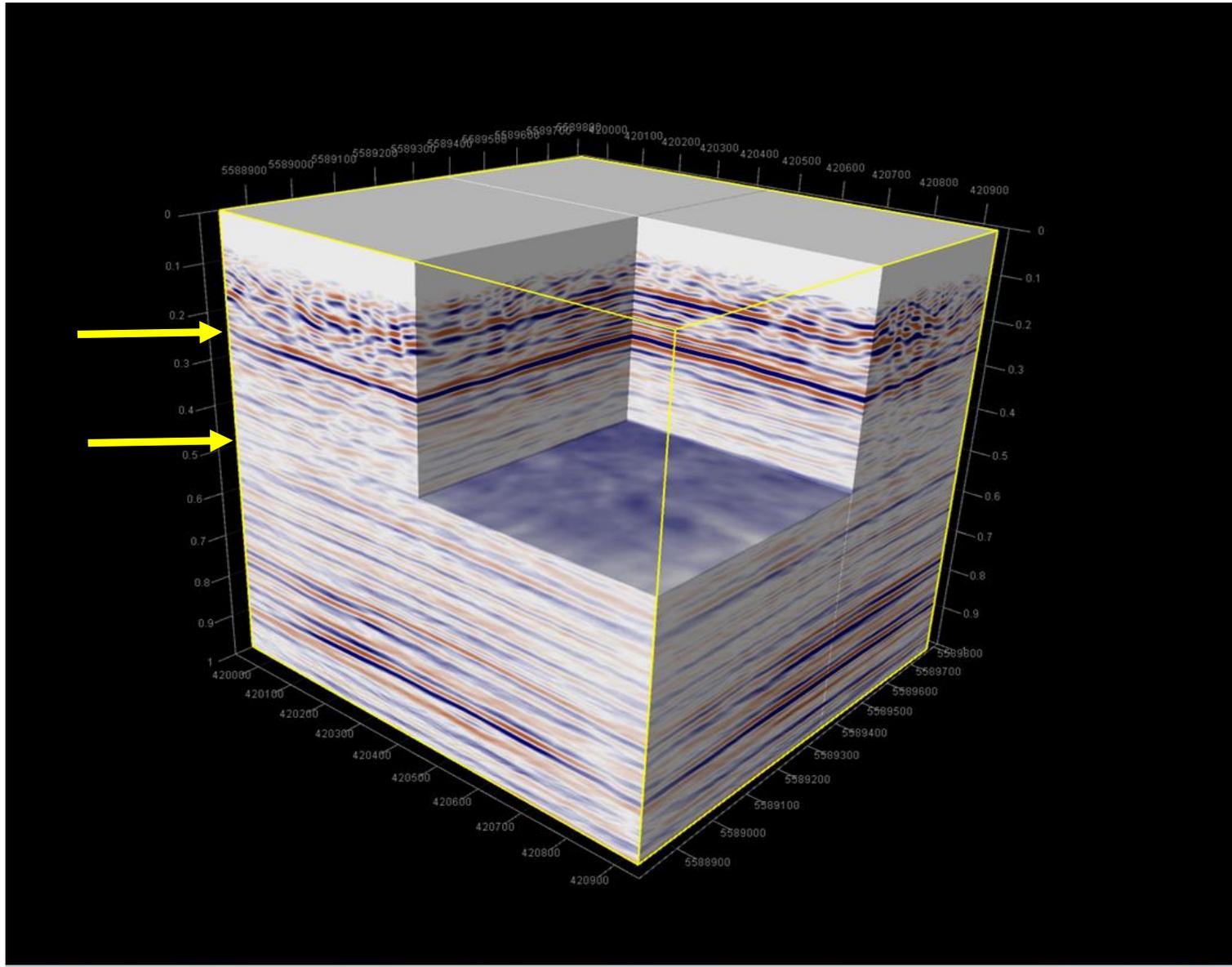


CaMI FRS project

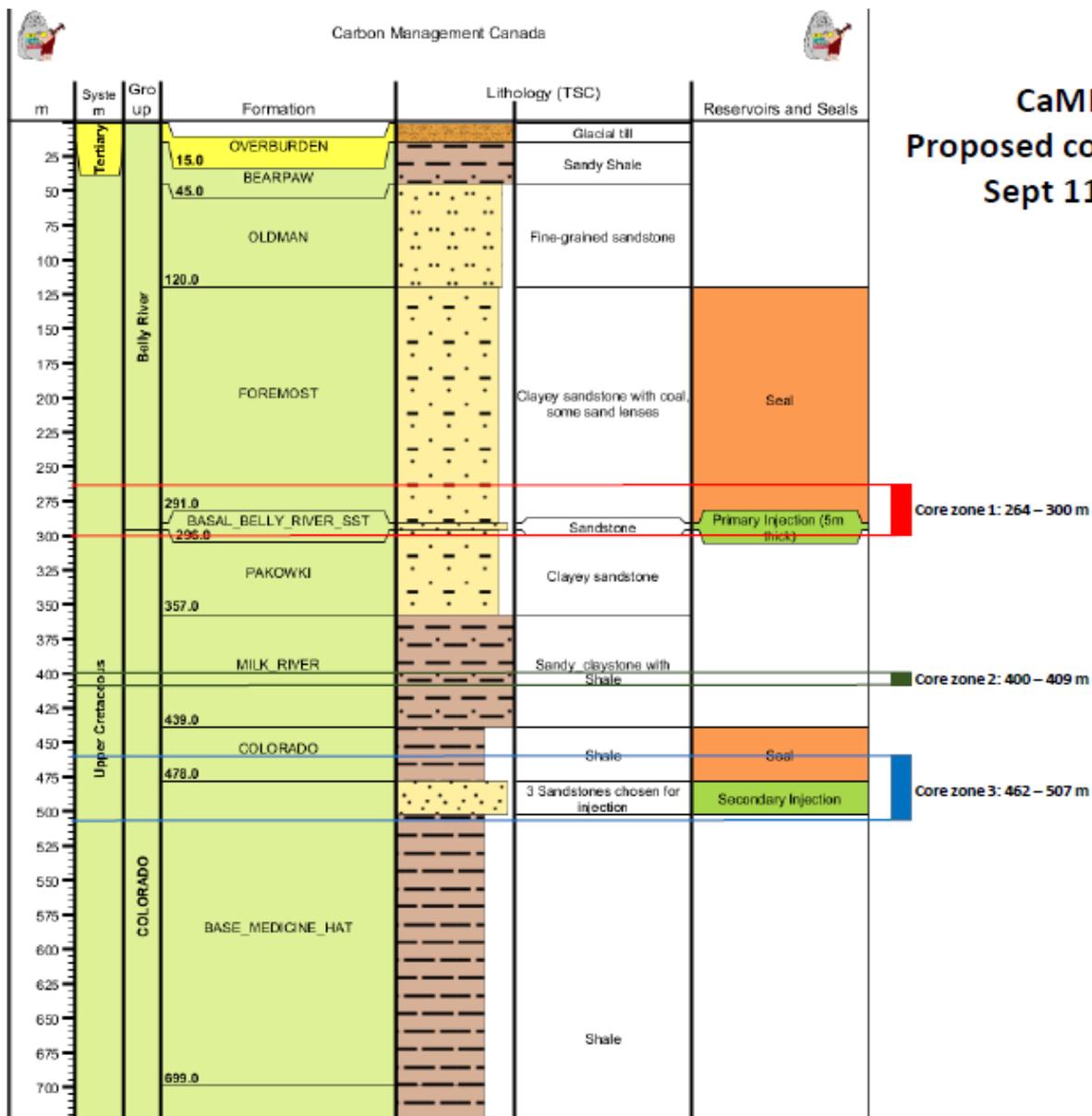




FRS baseline seismic program



FRS proposed cores well#1



CaMI.FRS
Proposed core intervals
Sept 11, 2014

Schedule

- Q1 2014: Consult with AER on regulatory requirements.
- Q1 2014: Public outreach and consultation program.
- Q2 2014: Completion of reprocessing and assessment of existing seismic data.
- Q2 2014: Planning of baseline water well sampling program.
- Q2 2014: Completion of pre-drilling geostatic model #1 and simulation.
- Q2 2014: Completion of well design.
- Q2 2014: Execution of new baseline seismic program.
- Q2-Q3 2014: Completion of baseline water well review program.
- Q4 2014: Completion of the drilling application.
- Q4 2014: Drilling program – well #1
- Q1 2015: Geostatic model #2.
- Q1 2015: Injection permitting.
- Q2-Q3 2015: Completion of injection and observation wells.

Summary

- **Field site selected, east-central Alberta**
- **CaMI Field Research Site Capex \$9 million CDN**
- **FRS design plan developed with Schlumberger Carbon Services**
- **Outreach program in progress – completed in 2014**
- **Well #1 permitting in progress – completion imminent**
- **Well drilling and infrastructure emplaced: 2015**
- **Other field sites proposed - network**

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