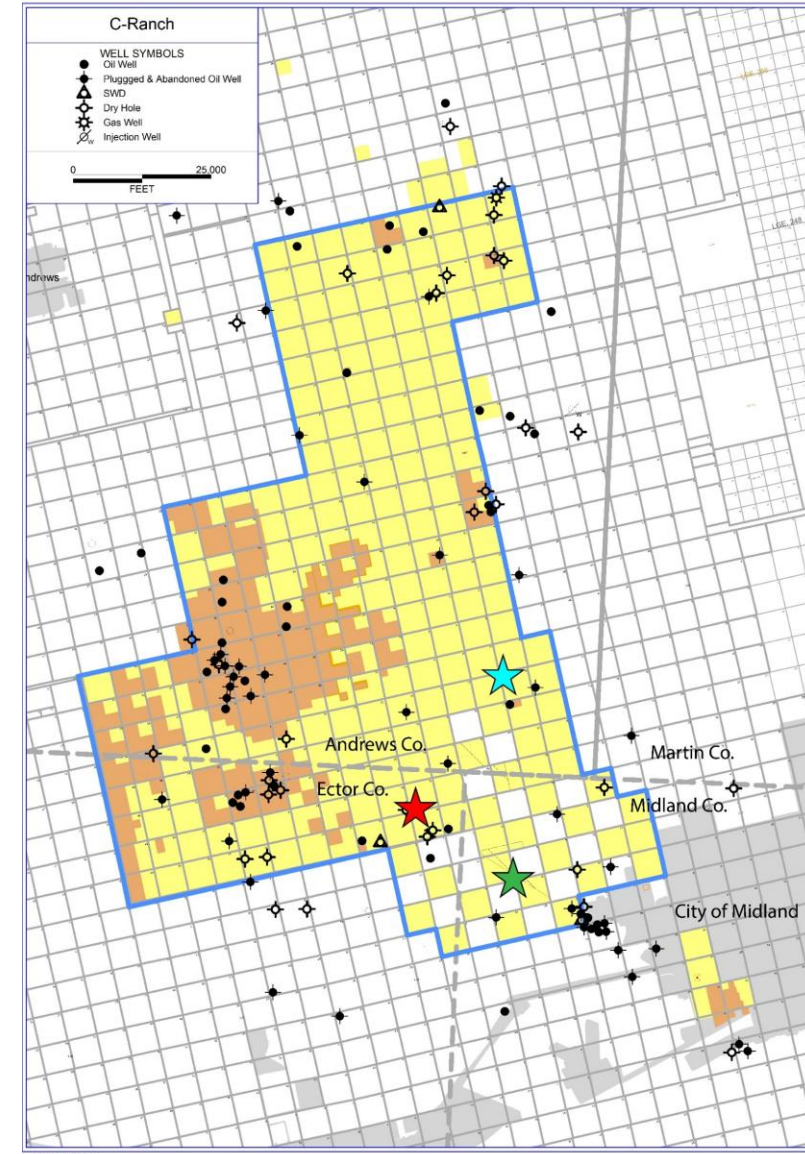


Characterization of lower Barnett unconventional source rocks Midland Basin, Texas

Dan Olive

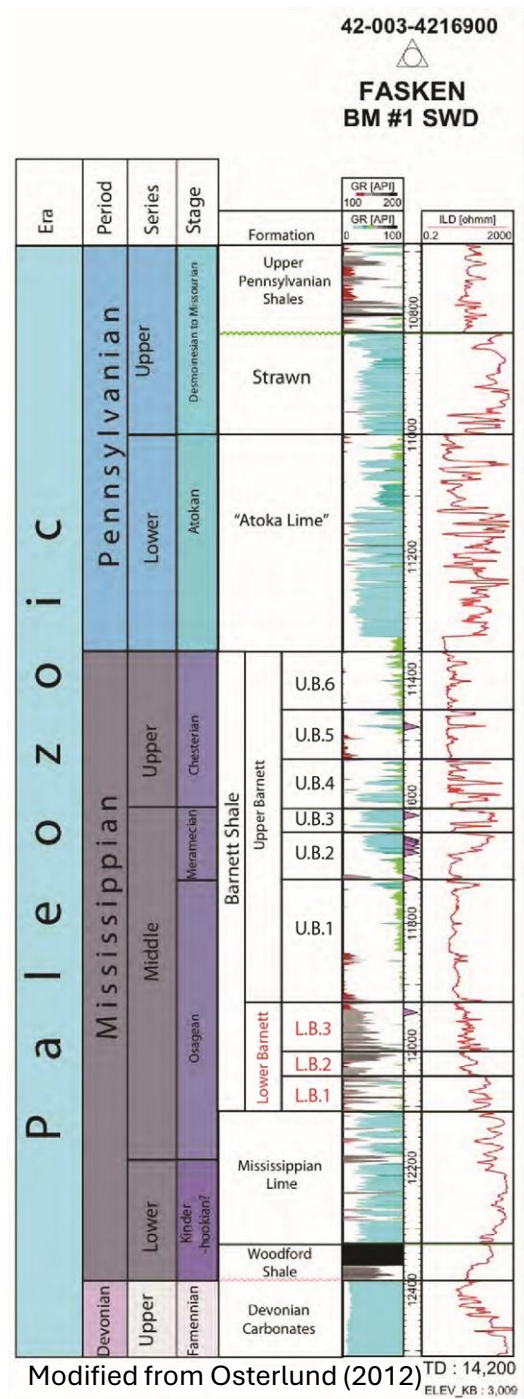
Study area

- The study area (C-Ranch) is located at the intersections of Andrews, Martin, Ector, and Midland counties.
- Red star shows Fasken Fee BK 1514 core location

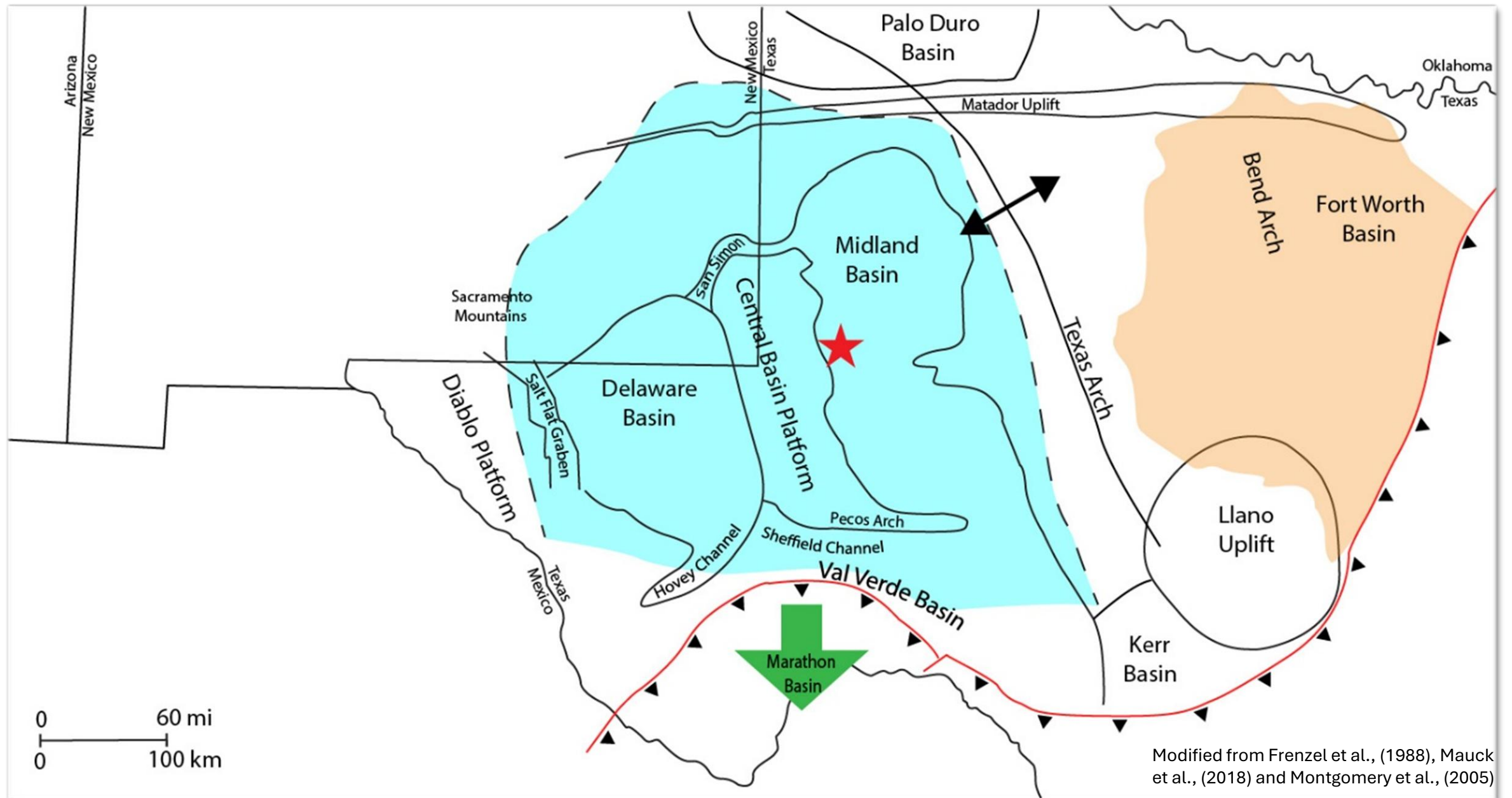


Purpose

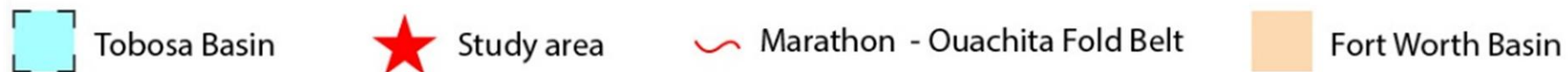
- Describe the lower Barnett on the C-Ranch
 - Define Lithofacies
 - Develop stratigraphic framework
 - Determine depositional environment
- Evaluate source rock and reservoir potential
 - Geochemical analysis of organic matter
 - Petrophysical analysis of reservoir facies
 - Provide recommendations for exploration

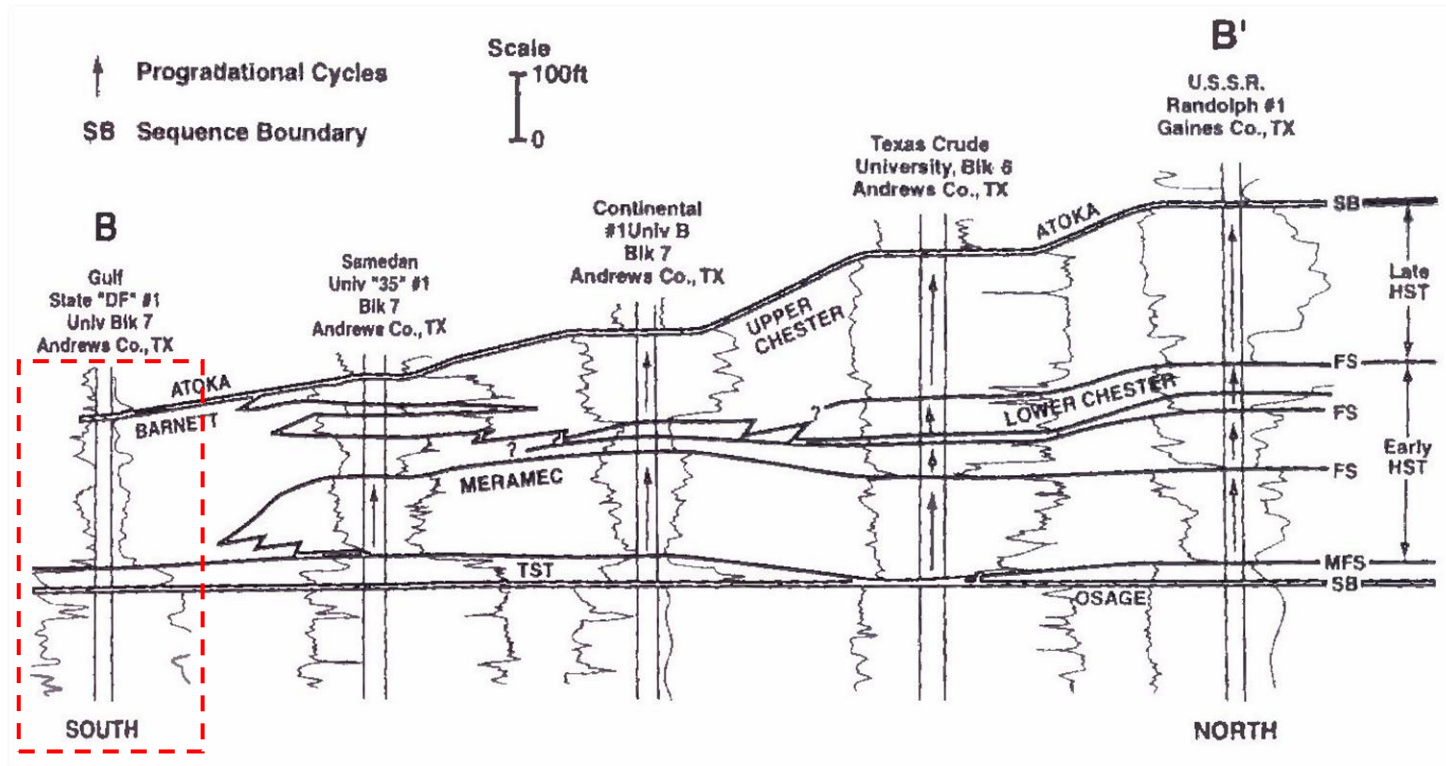
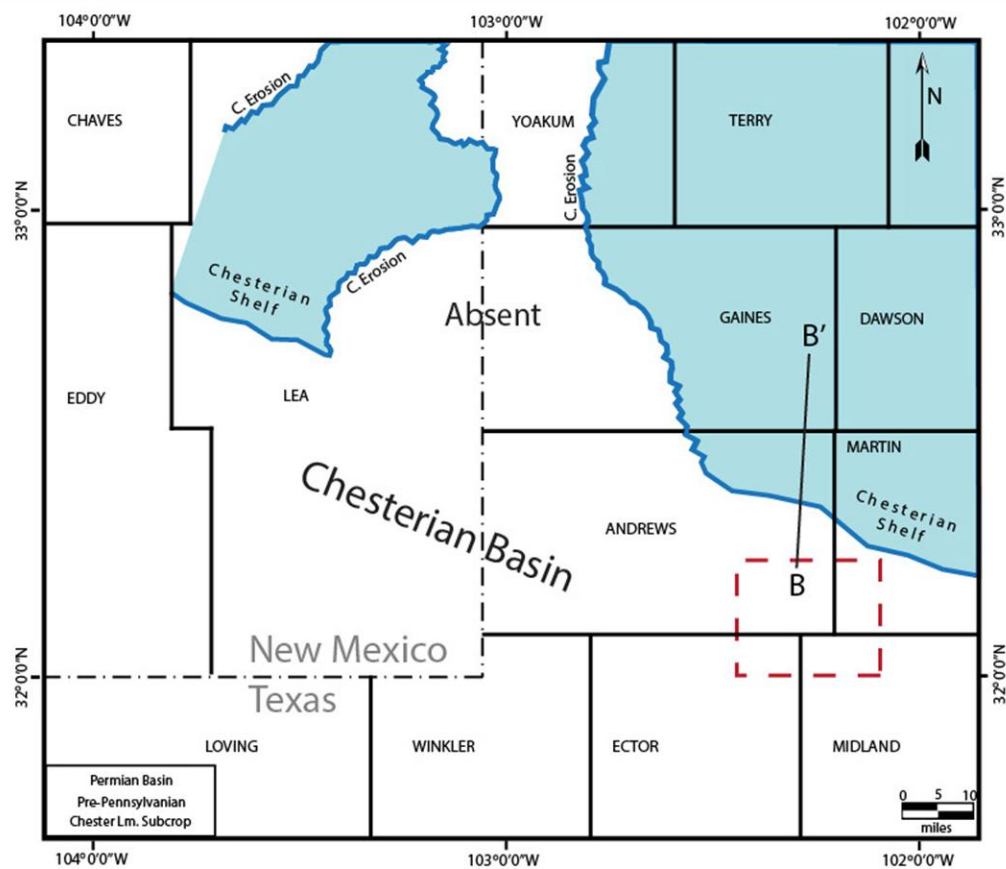


| | |
|---|-------|
| Osterlund (2012) Usage in this paper | |
| Pennsylvanian | |
| Upper Barnett | U.B.6 |
| | U.B.5 |
| | U.B.4 |
| | U.B.3 |
| | U.B.2 |
| | U.B.1 |
| Lower Barnett | L.B.3 |
| | L.B.2 |
| | L.B.1 |
| Mississippian Lime | |
| Woodford Shale | |



Modified from Frenzel et al., (1988), Mauck et al., (2018) and Montgomery et al., (2005)

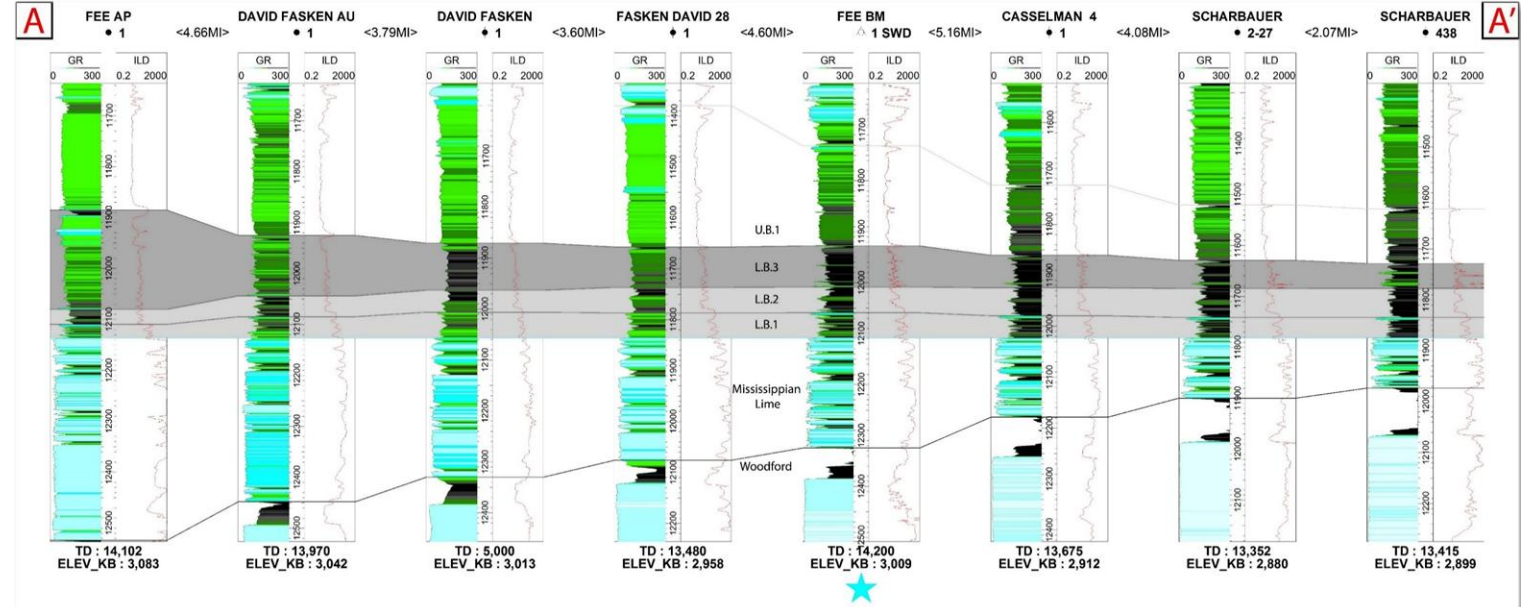
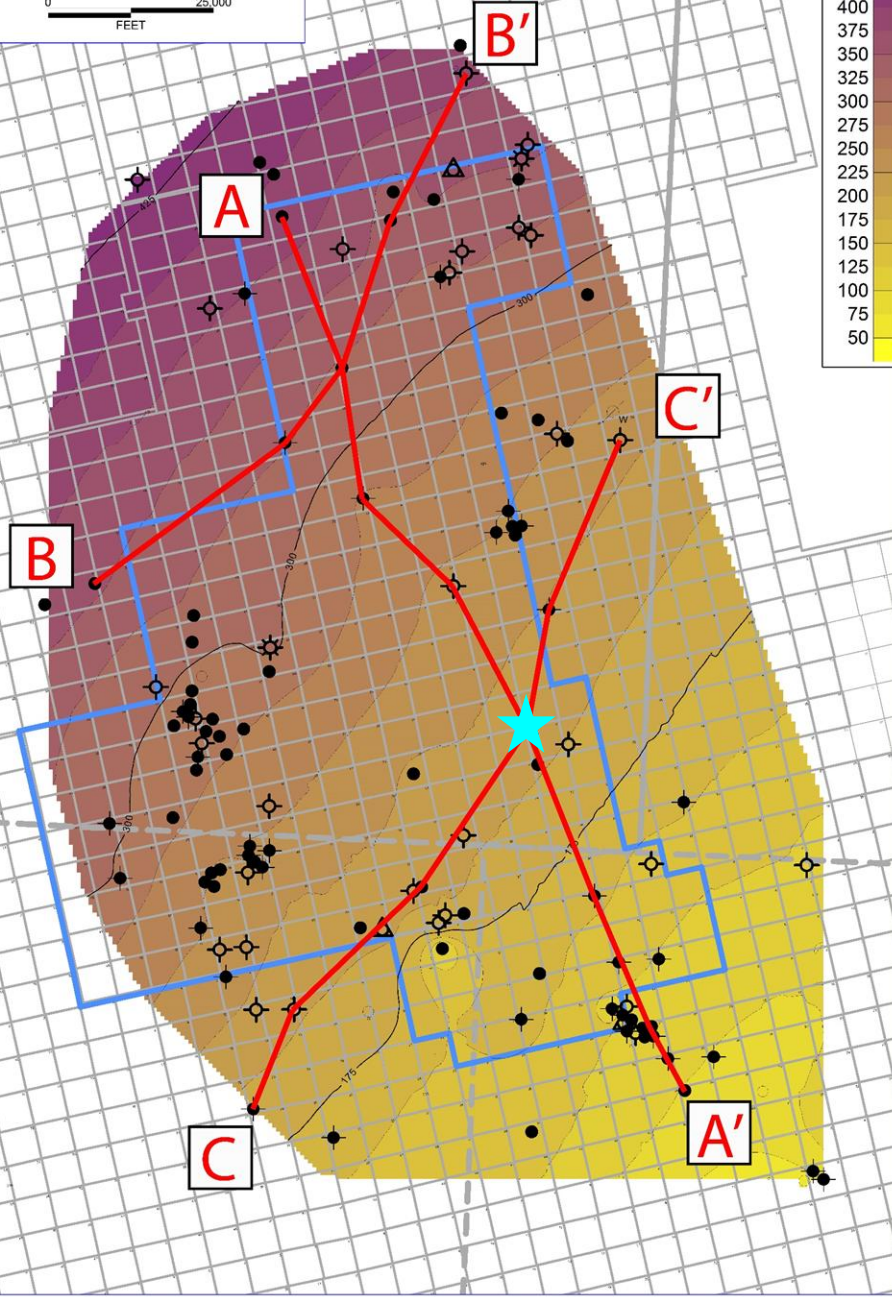
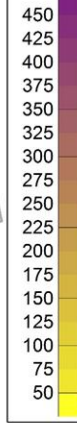




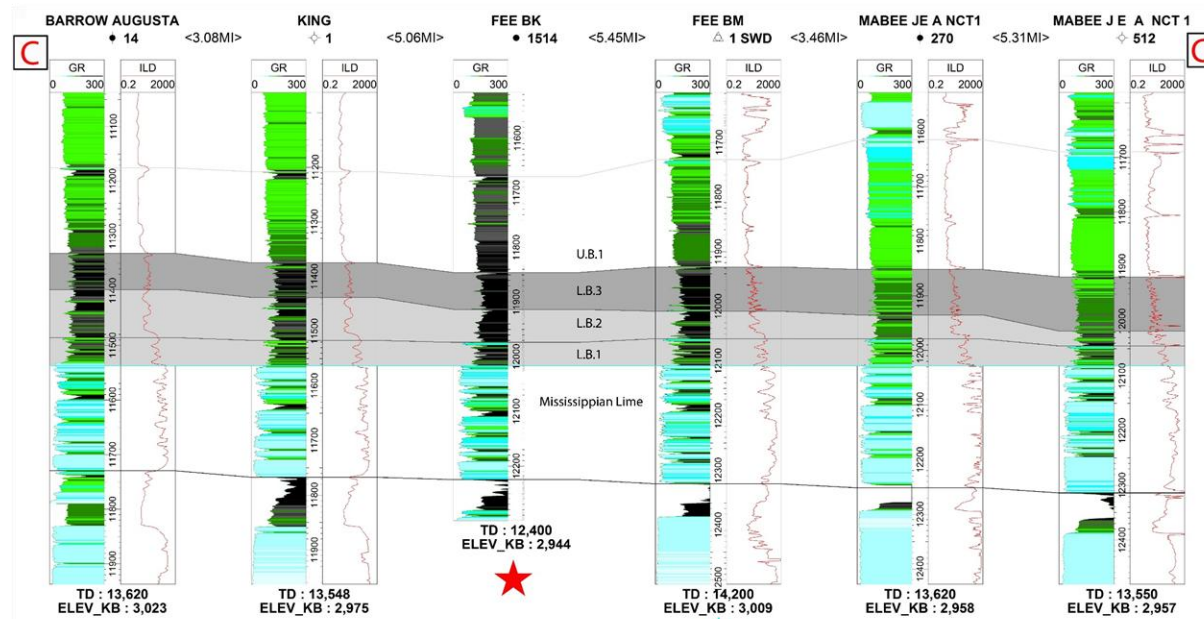
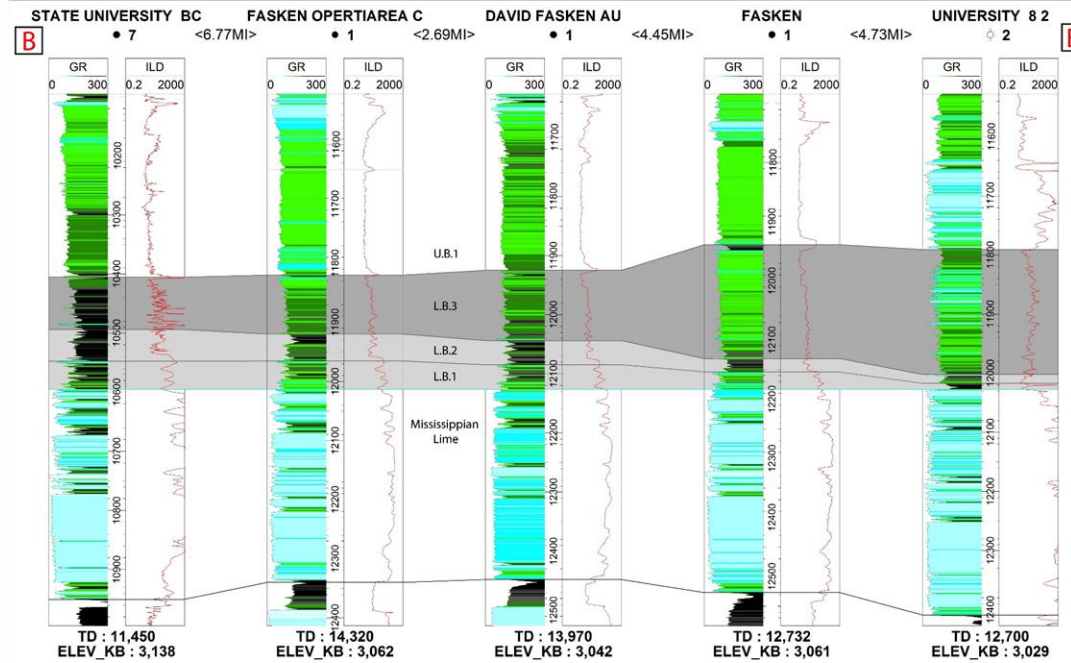
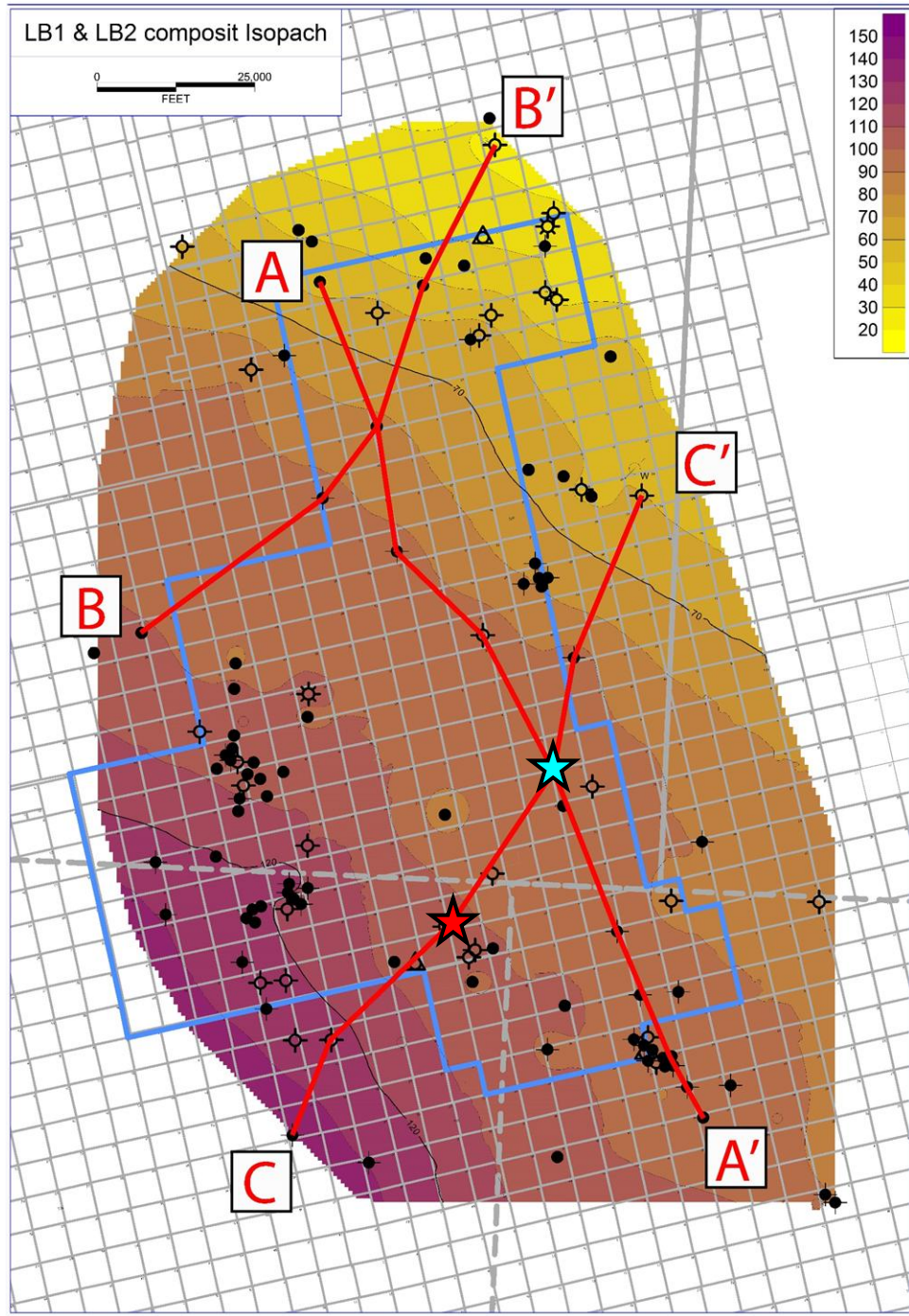
Stratigraphy and Structure

Miss. Lime Isopach

0 25,000
FEET



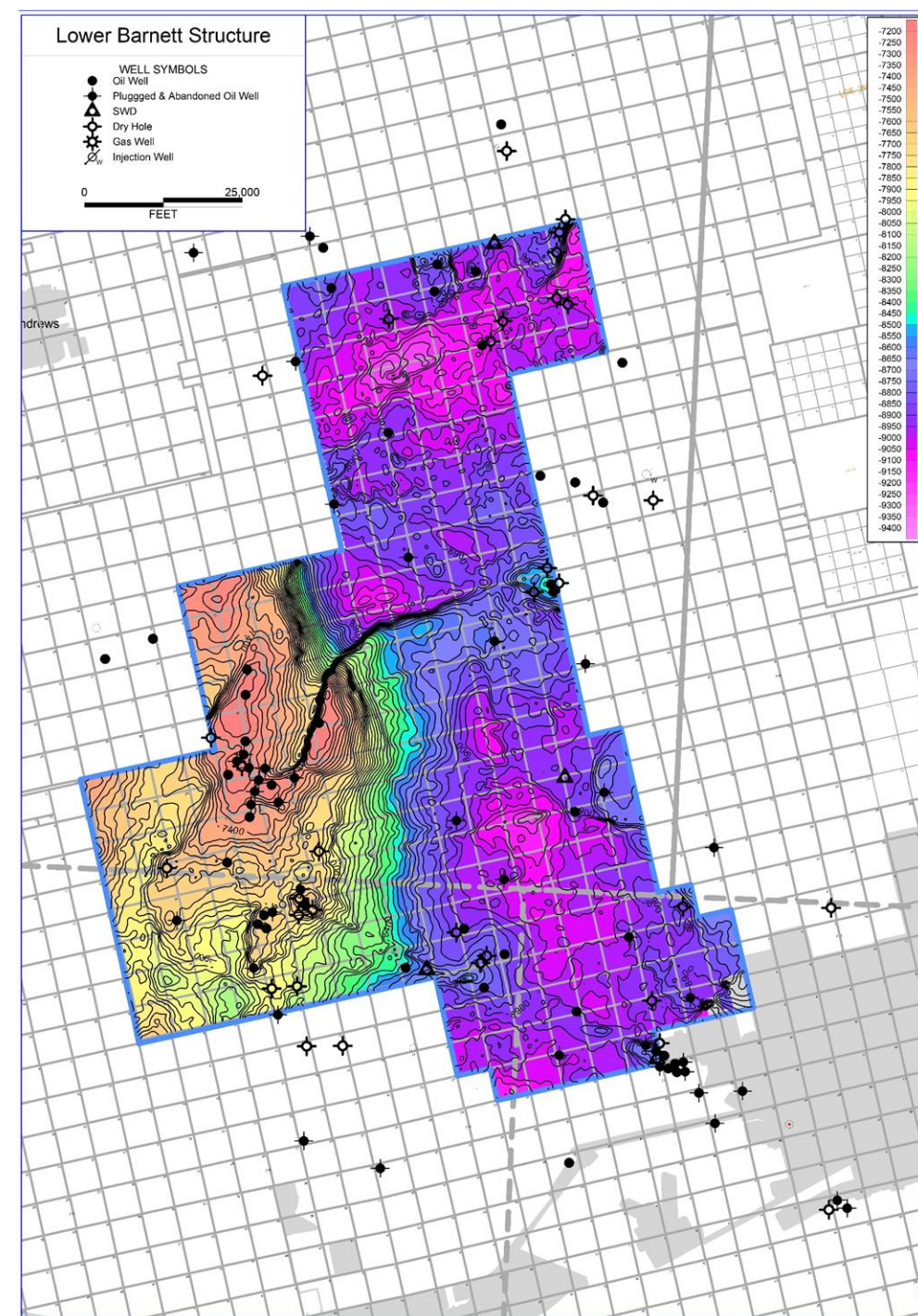
LB1 & LB2 composi Isopach



Structure

- Structure contour of the top of the lower Barnett generated from 3D seismic and well control
- Depth to the top of the lower Barnett from sea level ranges from -7000 feet in the west to -9400 feet in the east

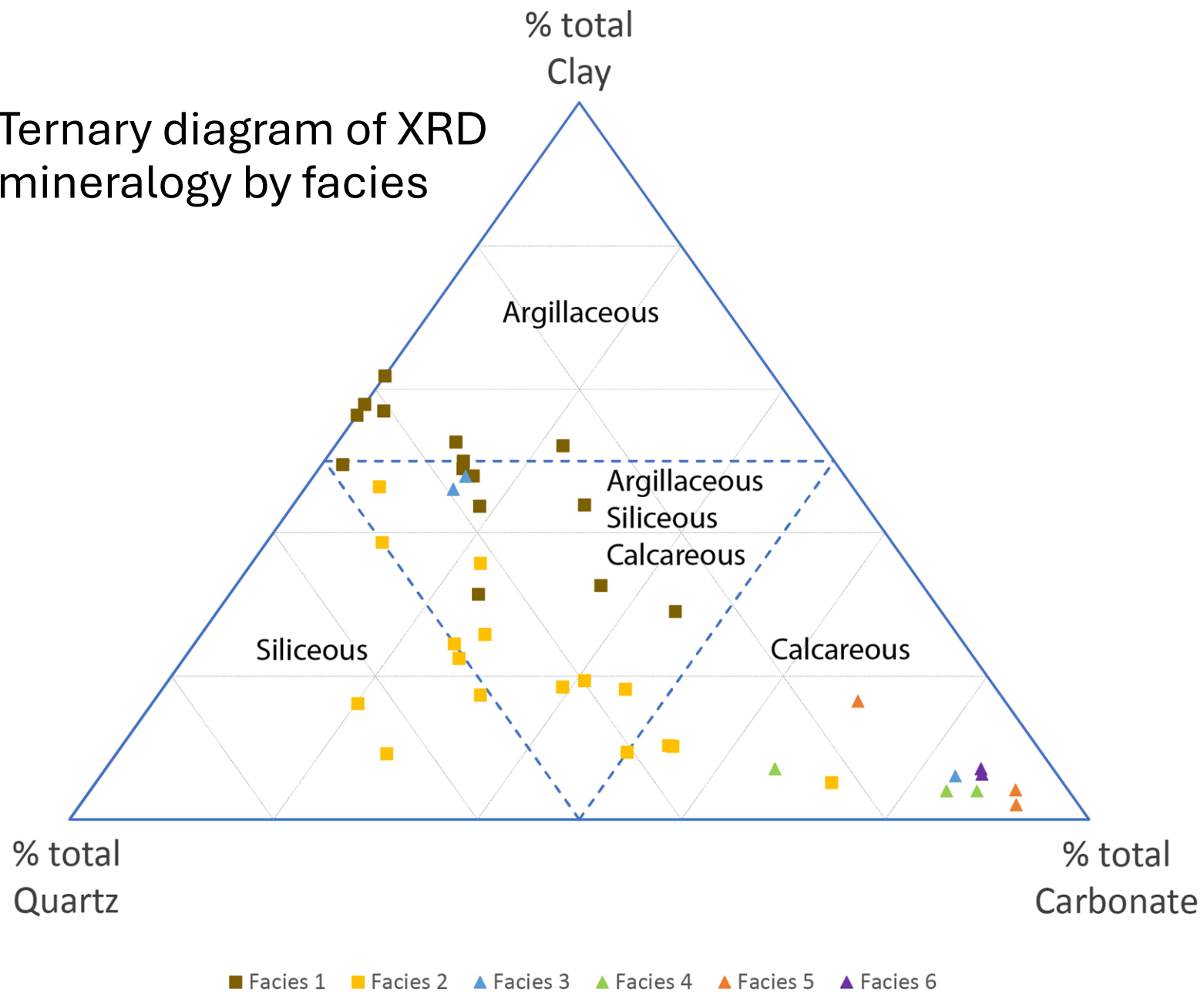
| | |
|---------------|-------|
| Upper Barnett | U.B.6 |
| | U.B.5 |
| | U.B.4 |
| | U.B.3 |
| | U.B.2 |
| | U.B.1 |
| Lower Barnett | L.B.3 |
| | L.B.2 |
| | L.B.1 |



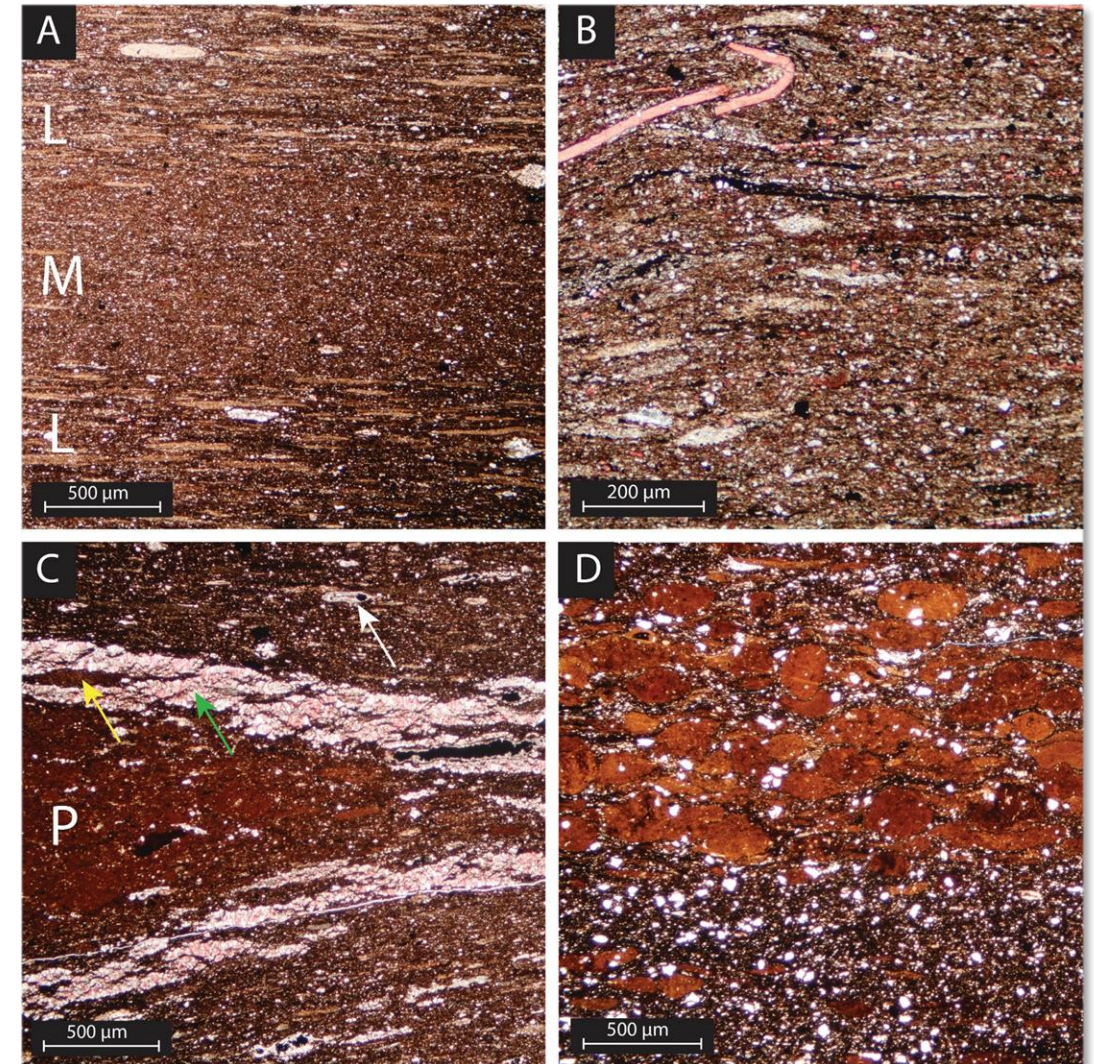
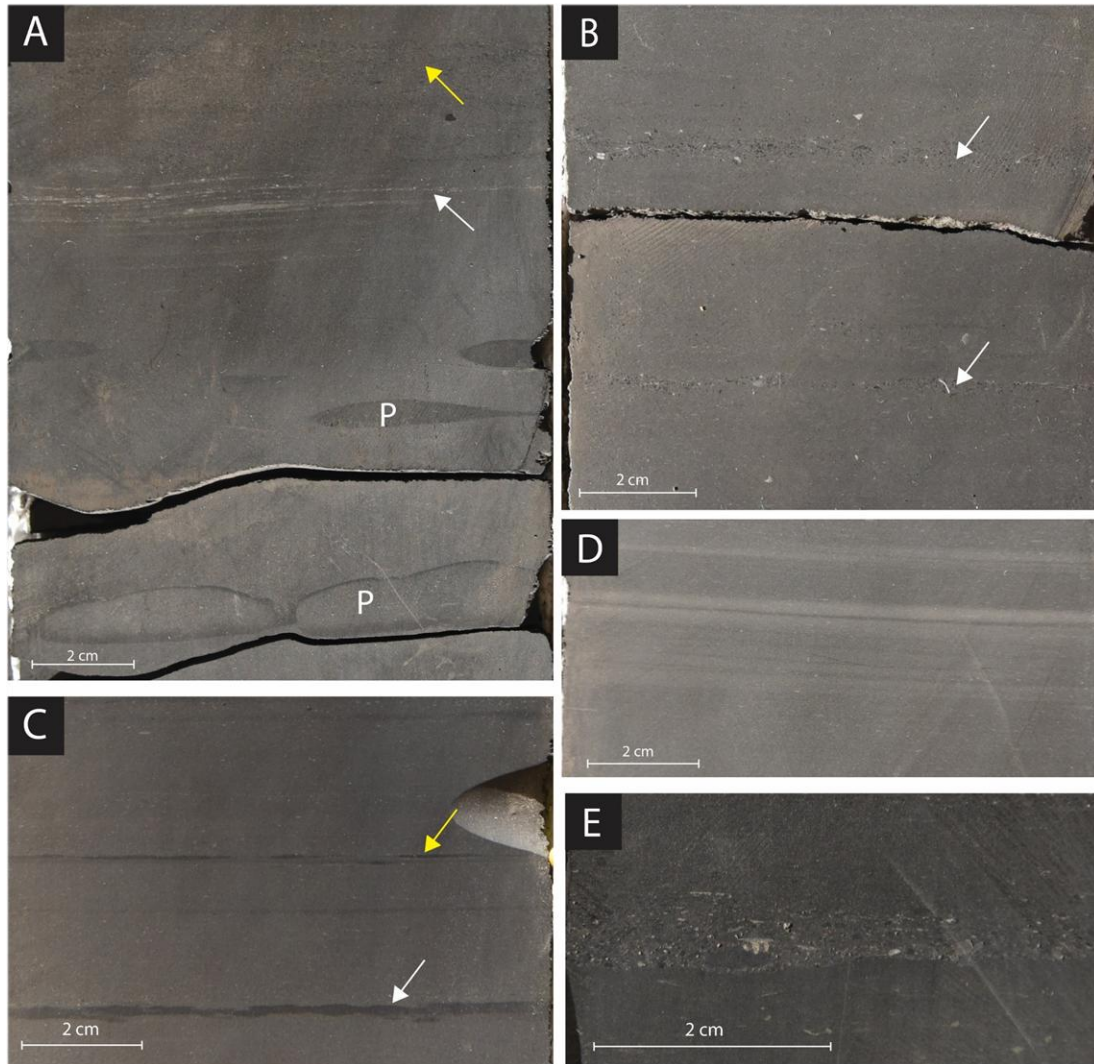
Lithofacies



Ternary diagram of XRD mineralogy by facies

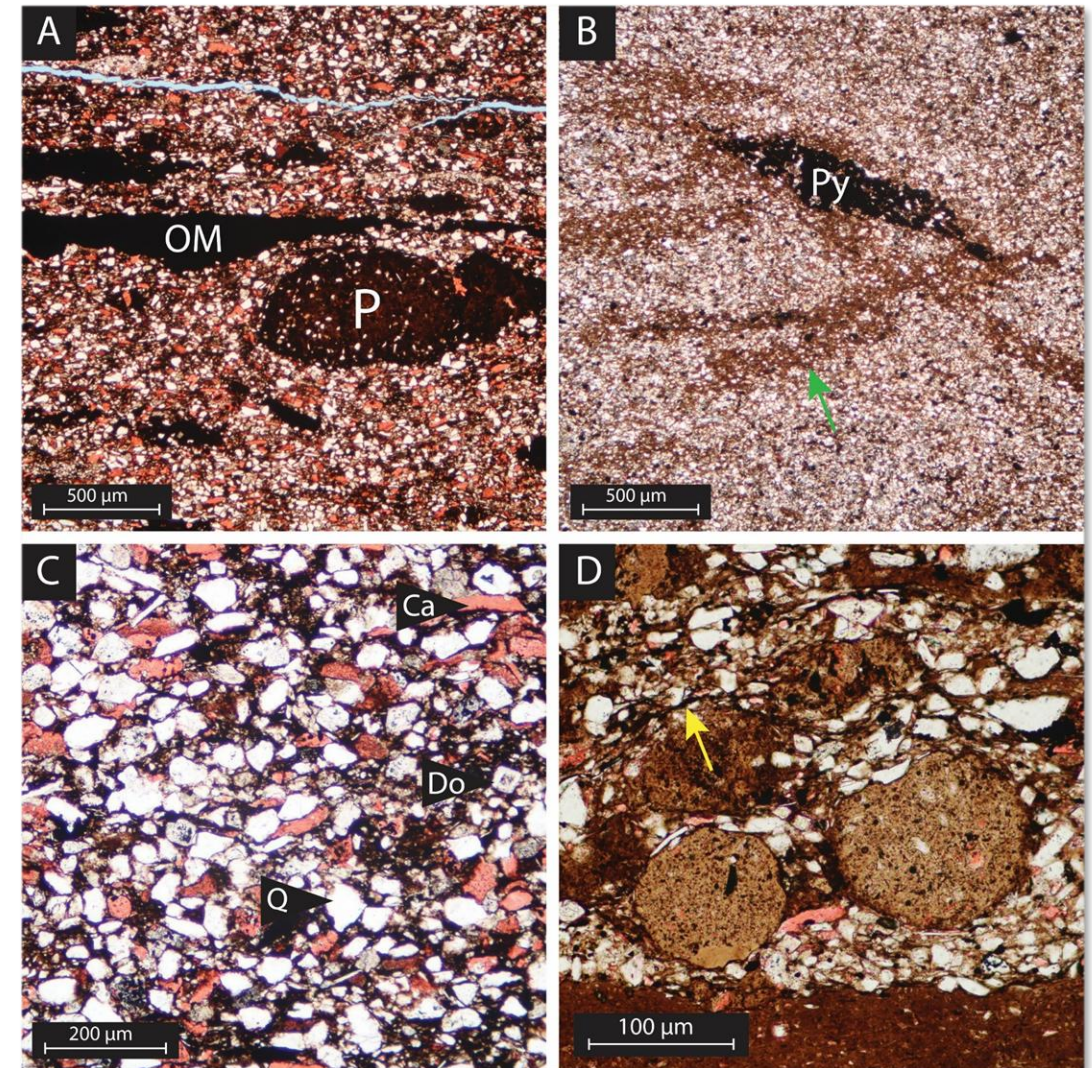
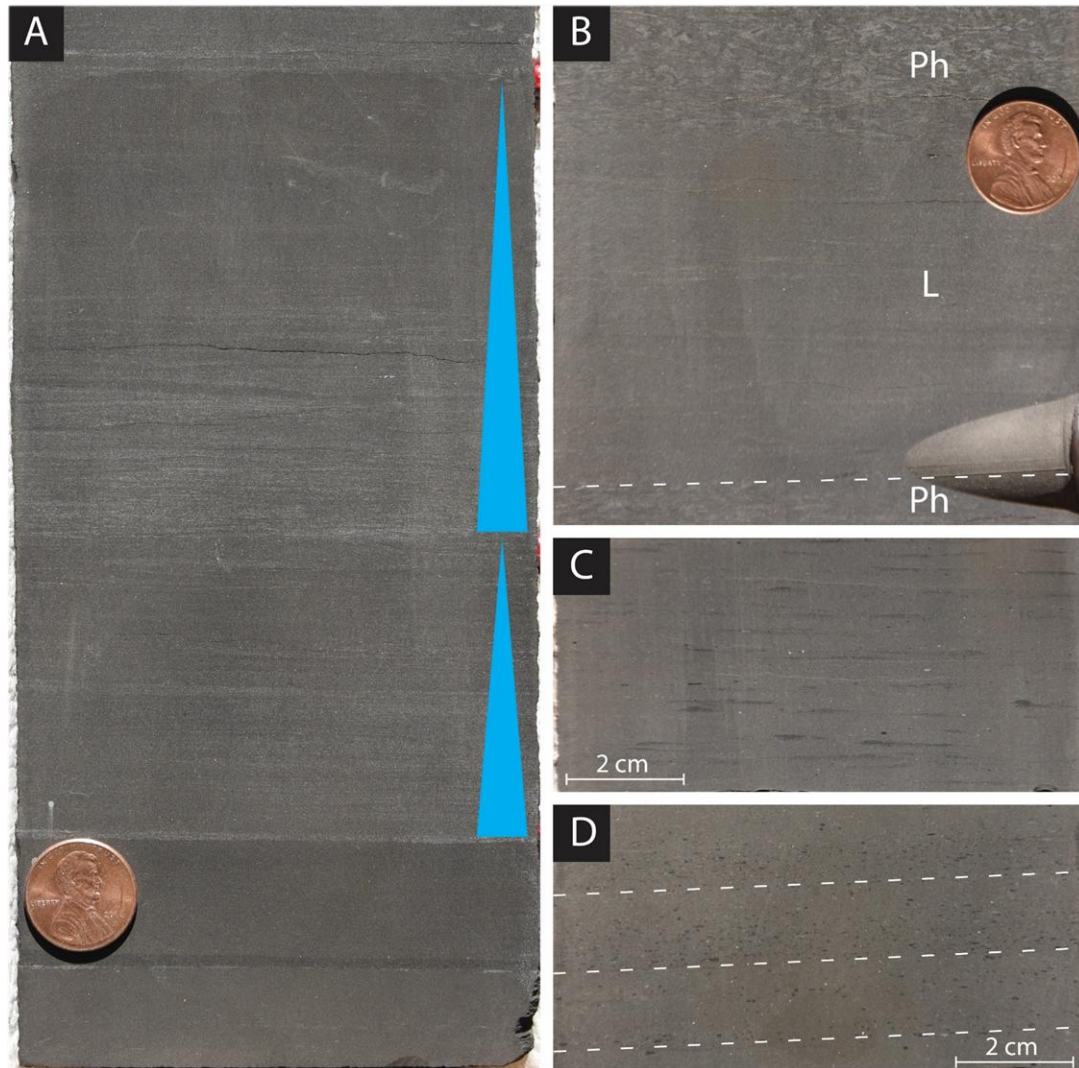


Facies 1. Fine to medium argillaceous siliceous mudstone; Pyritic, nodular, lenticular, laminated to massive



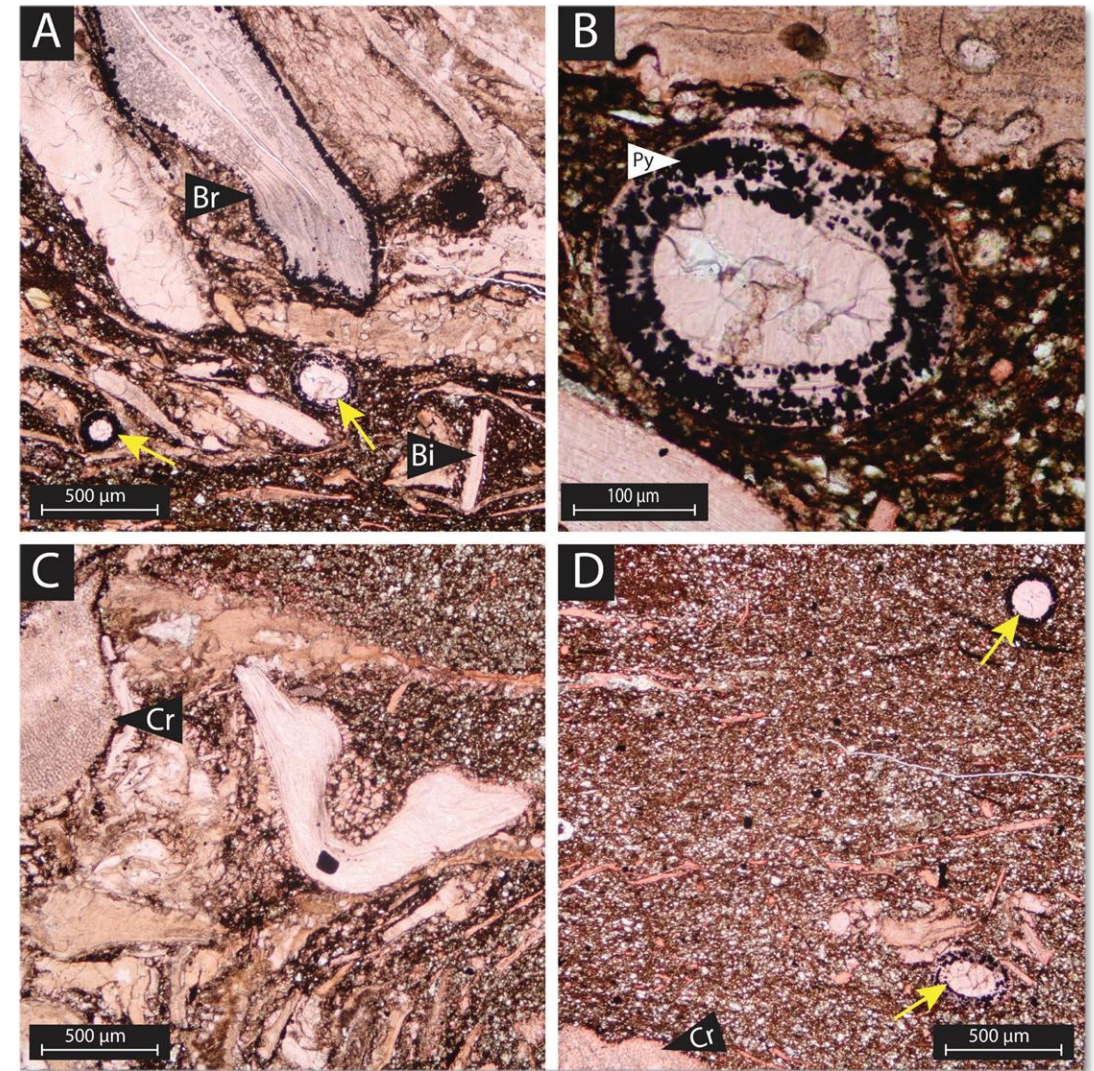
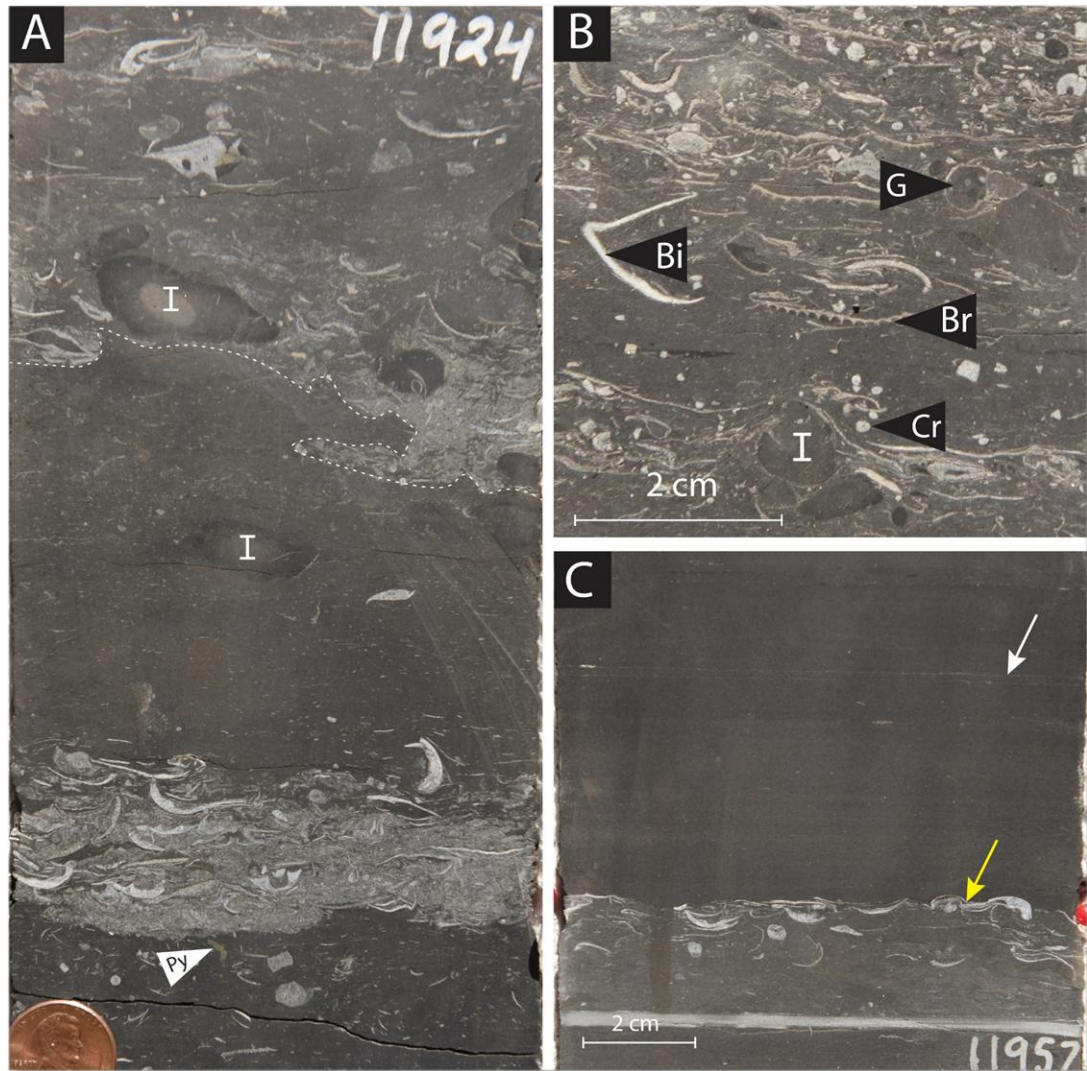
Average porosity = 1.08% Average permeability = 0.0001mD

Facies 2. Medium to coarse siliceous calcareous to siliceous argillaceous mudstone;
Laminated to burrowed

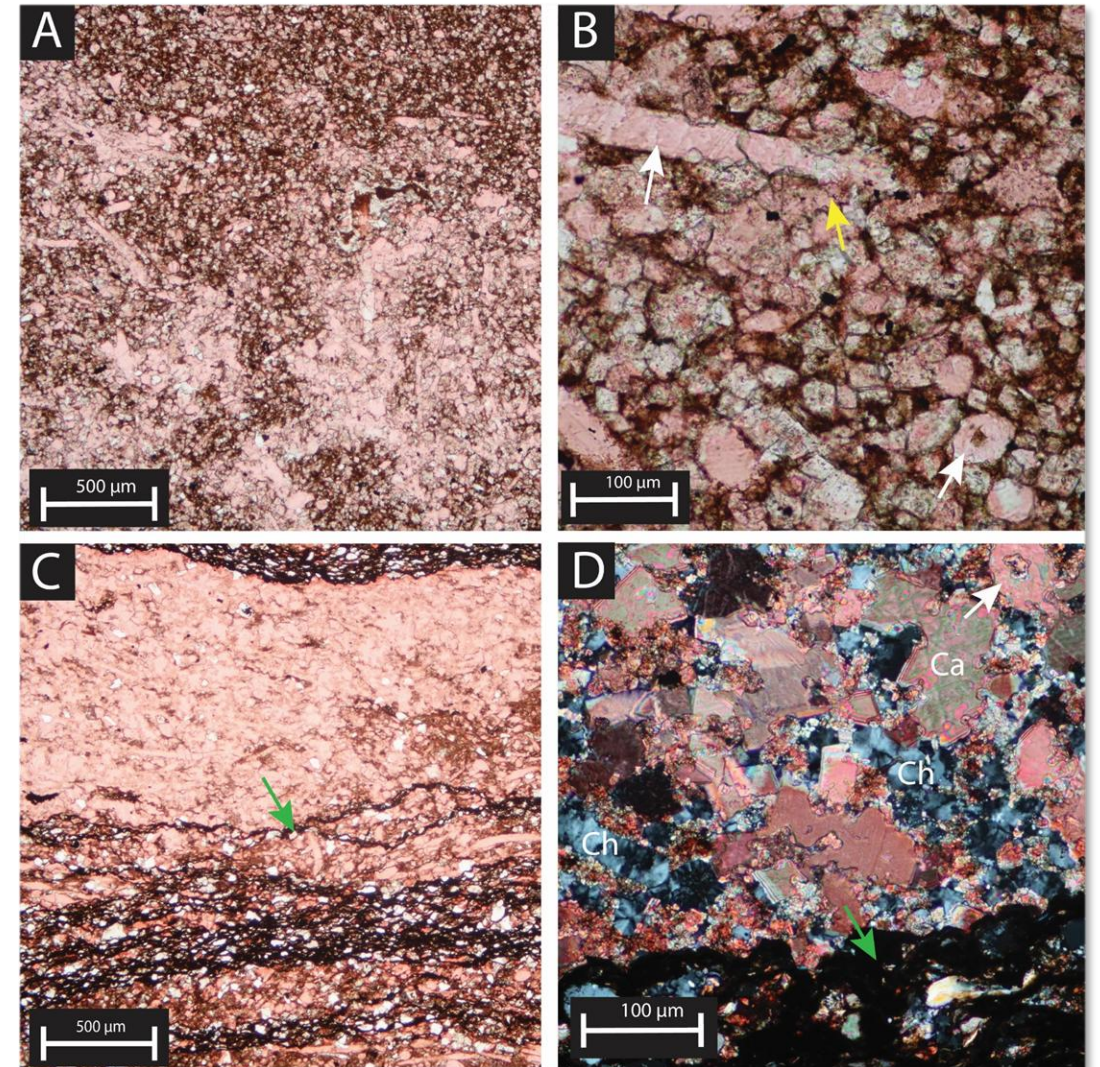
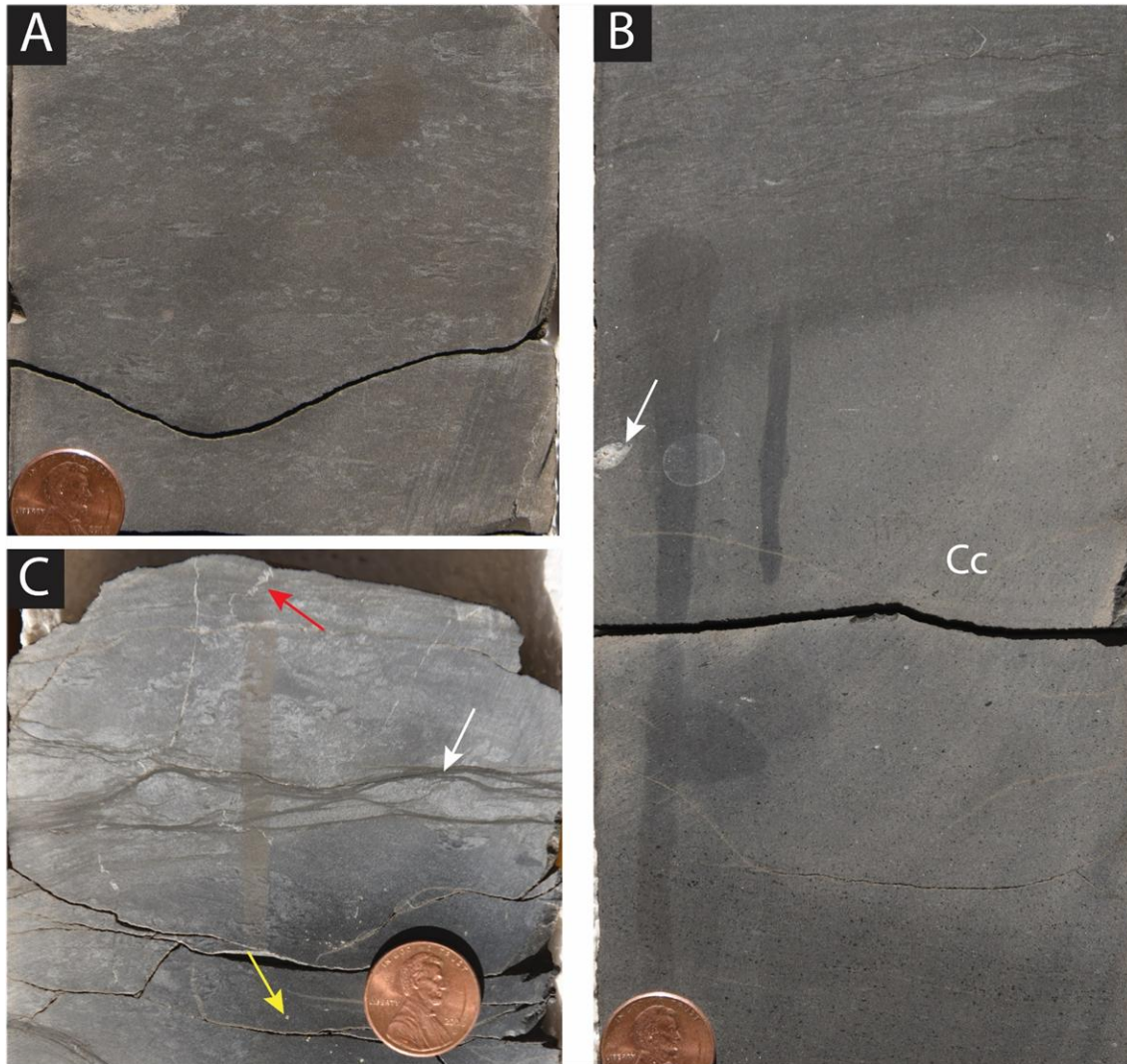


Average porosity = 1.52% Average permeability = 0.02mD

Facies 3. Skeletal wackestone-packstone to rudstone

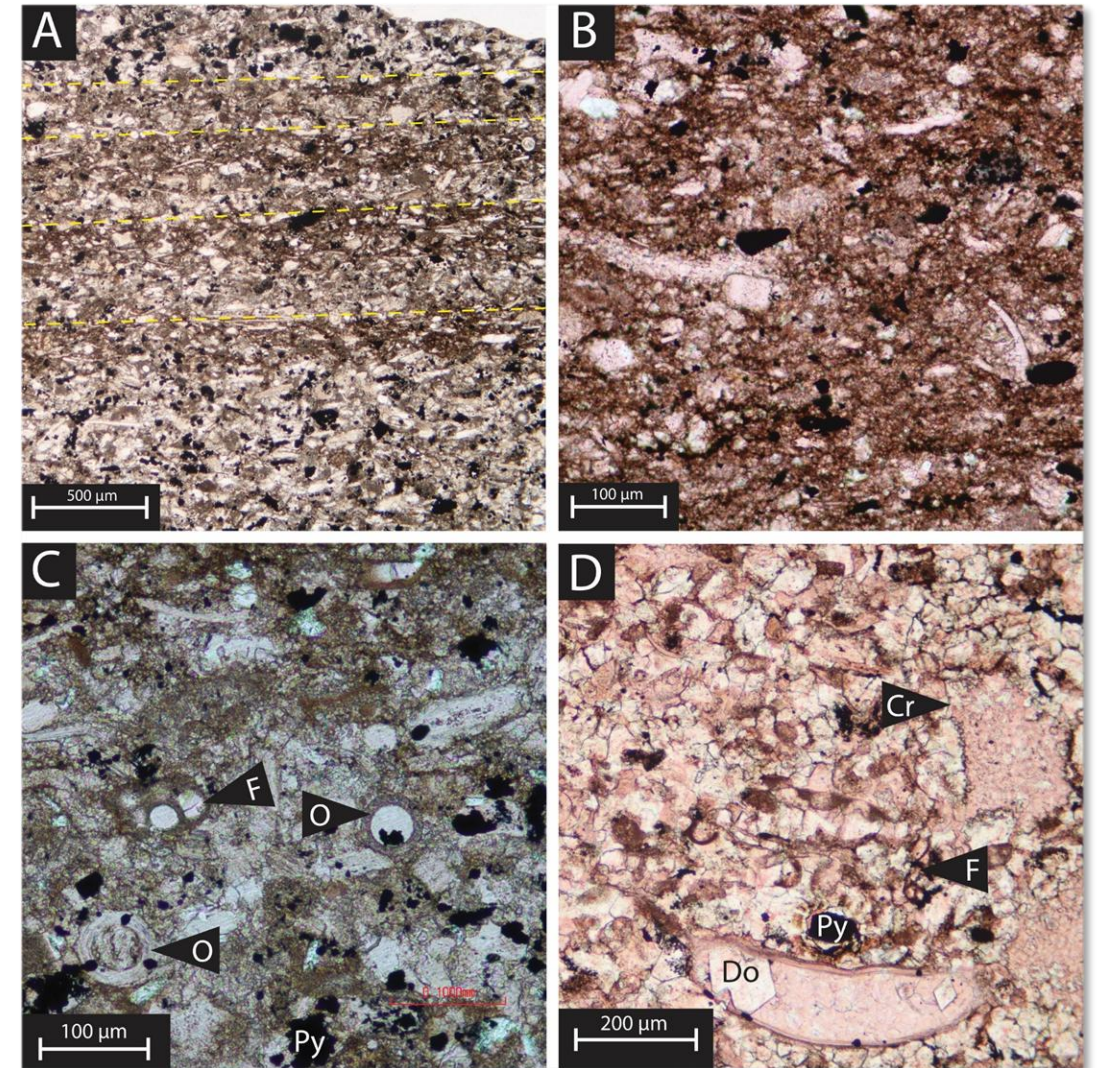
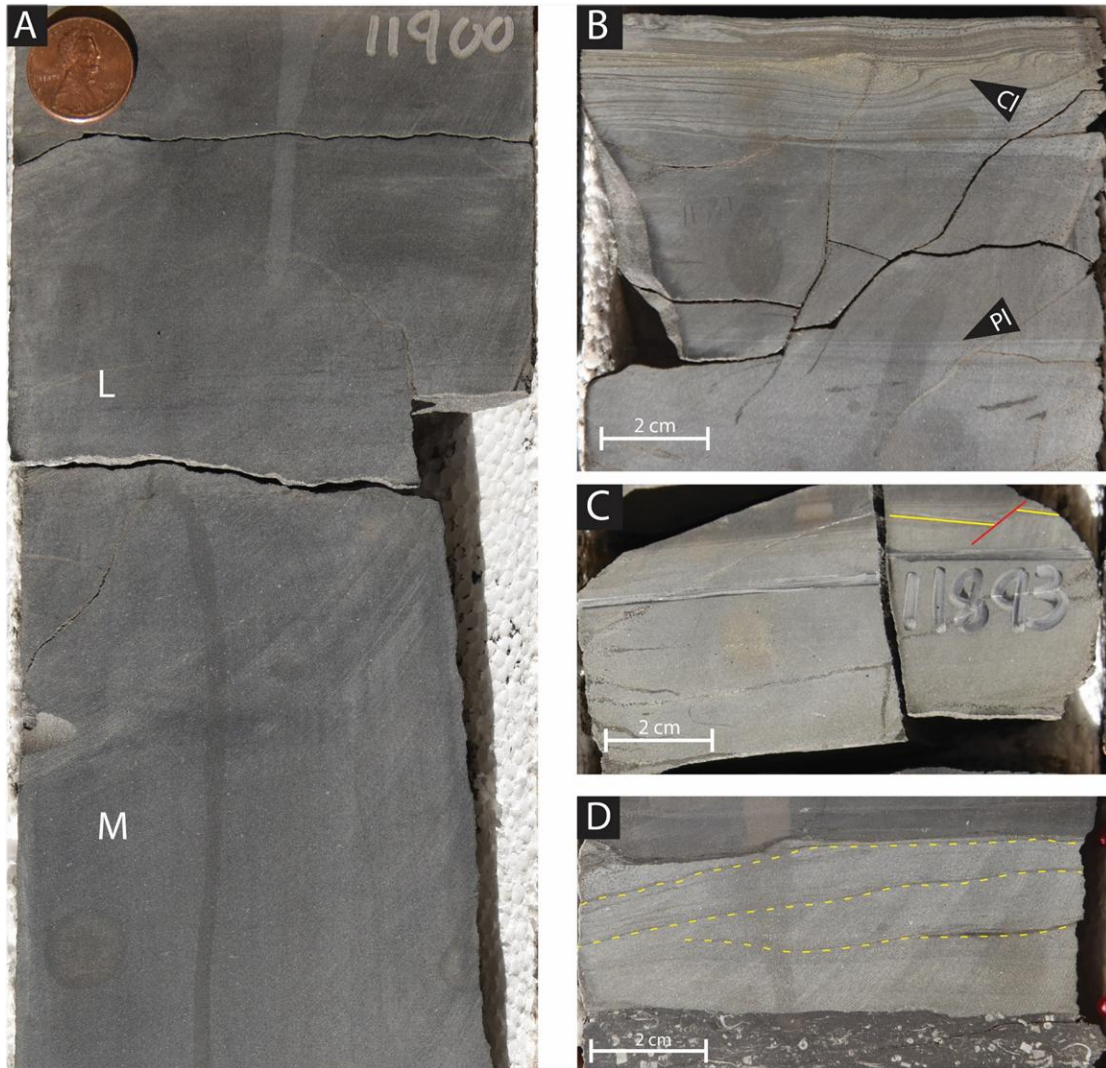


Facies 4. bioclastic packstone-wackestone; Massive to burrowed

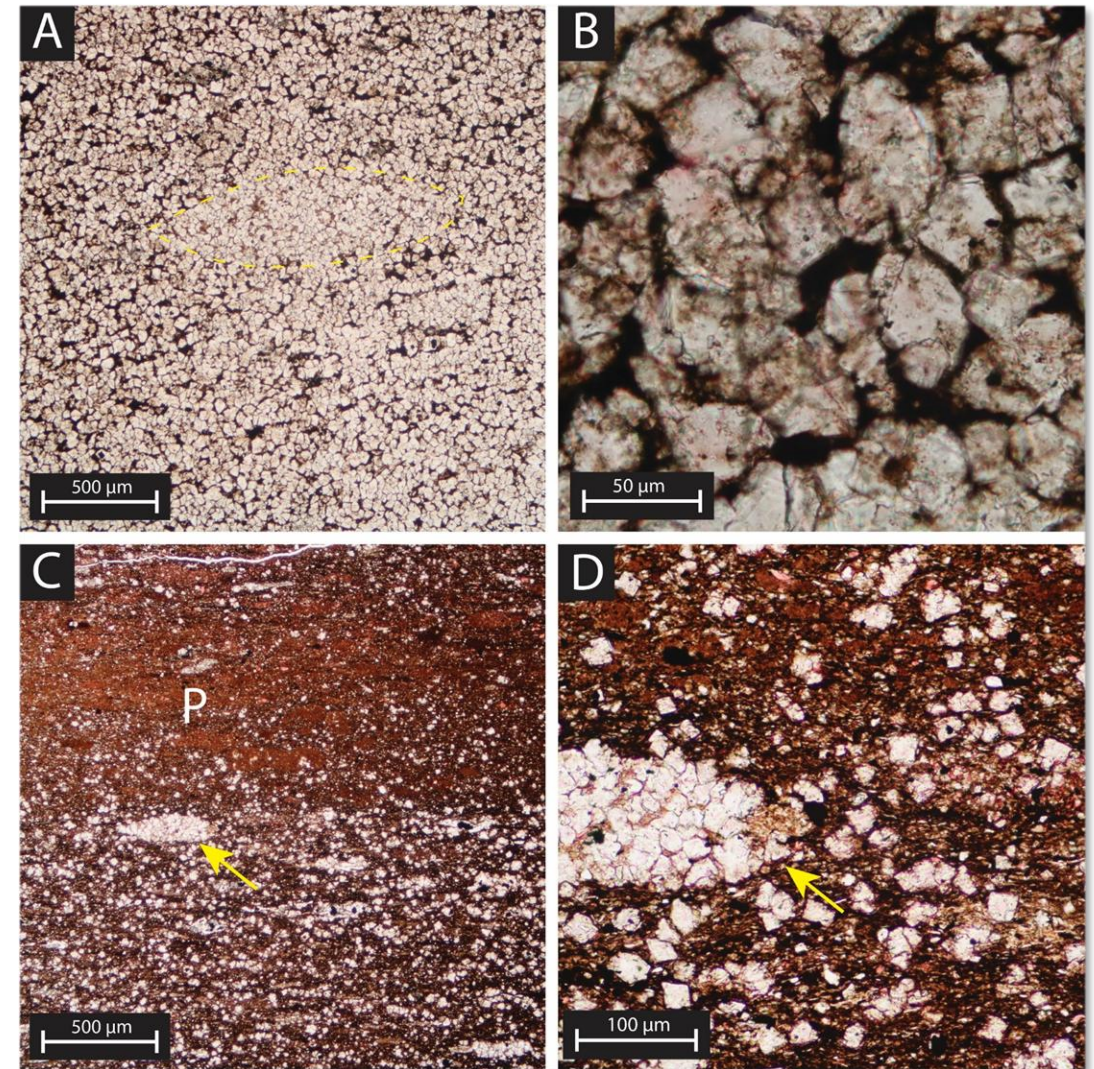
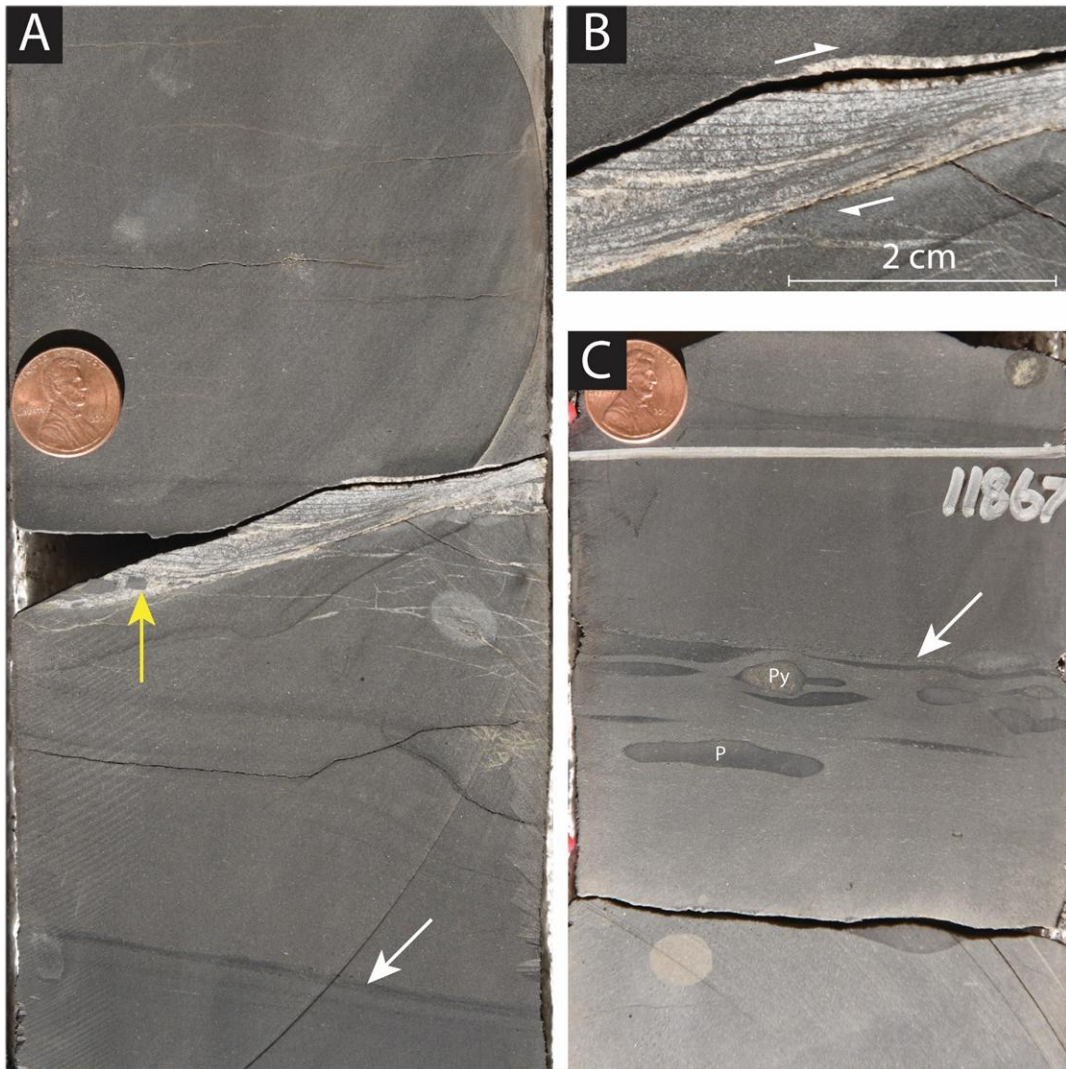


Average porosity = 1.77% Average permeability = 0.05mD

Facies 5. Laminated bioclastic packstone to grainstone



Facies 6. Dolomite packstone



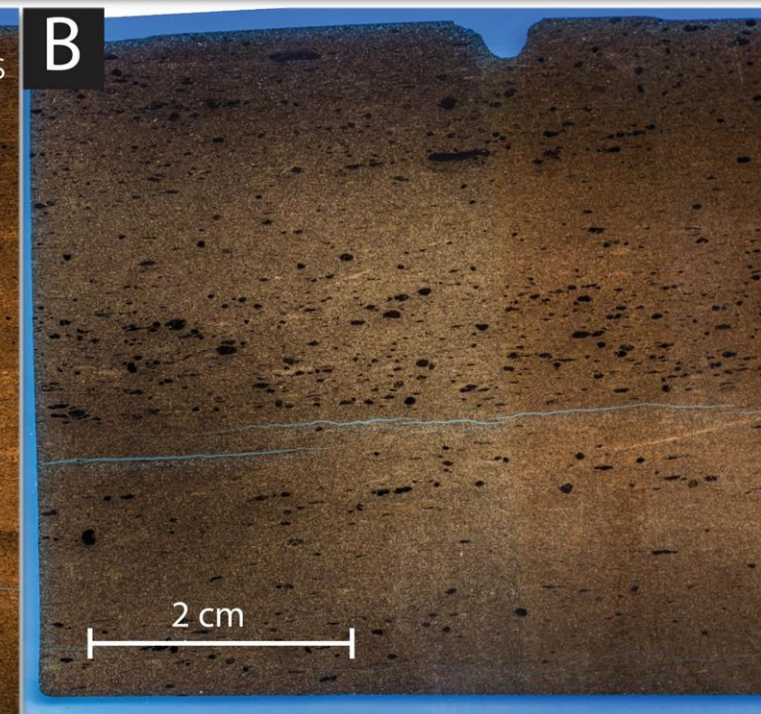
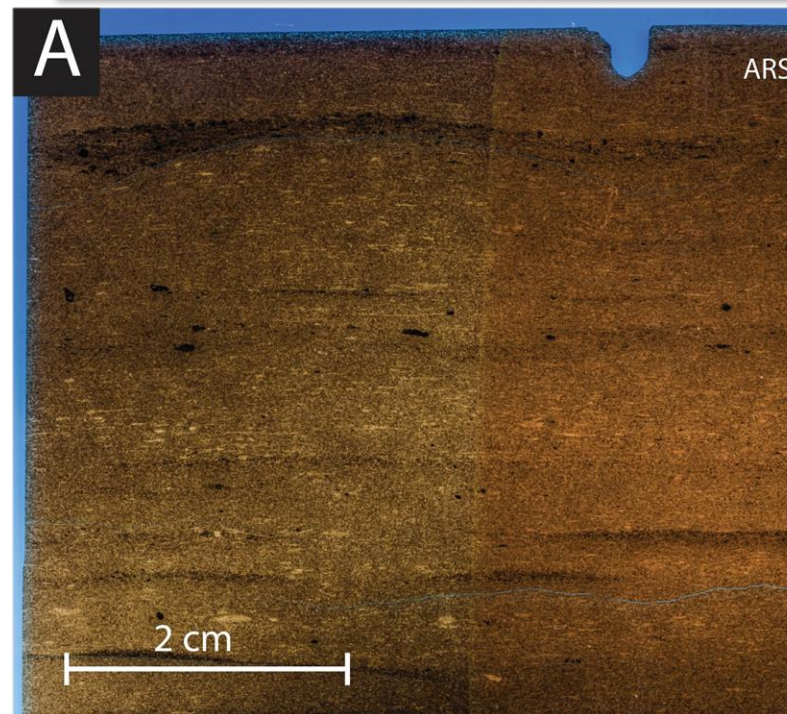
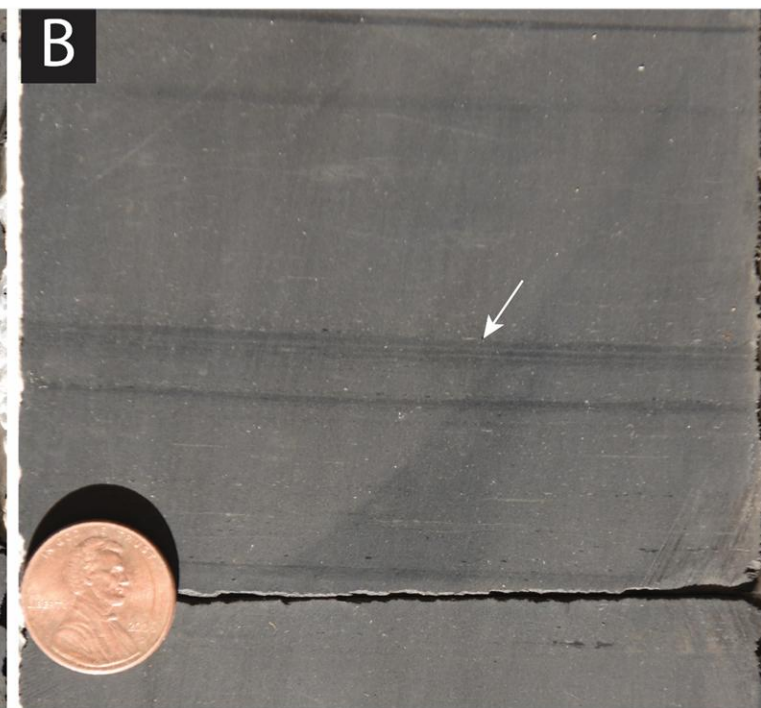
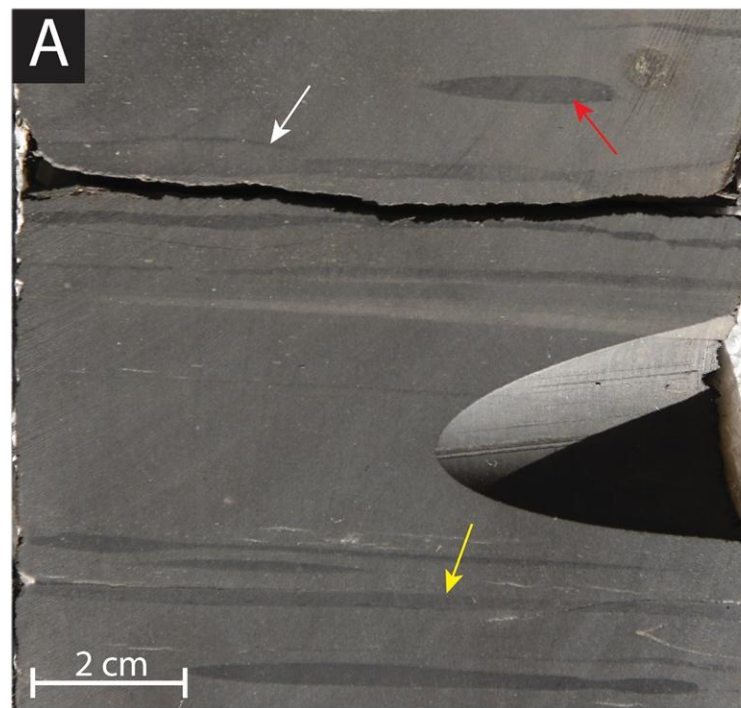
Average porosity = 0.93% Average permeability = 0.0001 mD

Depositional Processes

- Facies 1, 2, and 4 are dominant facies in core
- Accumulation by:
 - Downslope processes
 - Density flows
 - Turbidites
 - Suspension settling
- These beds often show signs of reworking suggesting bottom currents were prevalent
 - Scours
 - Mudclasts
 - Phosphatic peloids
- Beds of facies 3 and 5 appear to record uncommon events
 - Facies 3 beds record debris flows
 - Facies 5 beds record possible grain flows derived from shallow water
- Facies 6 is problematic but comprises a very small portion of the core

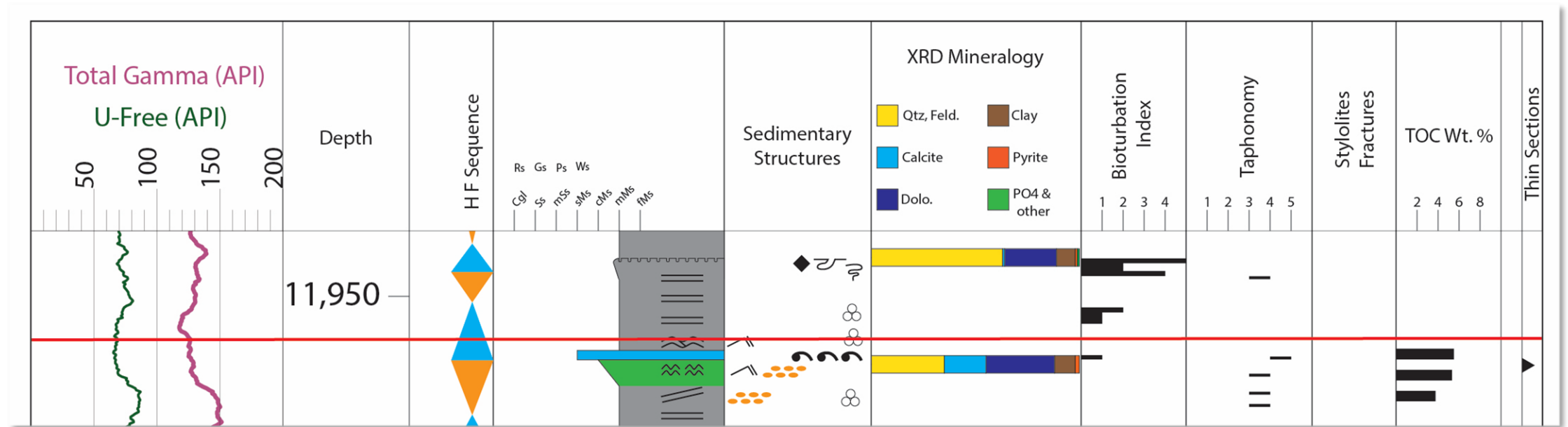
Phosphate

- “*In Situ*”
 - Pristine
- Reworked
 - Condensed
 - Allochthonous



Lithofacies Distribution in lower Barnett

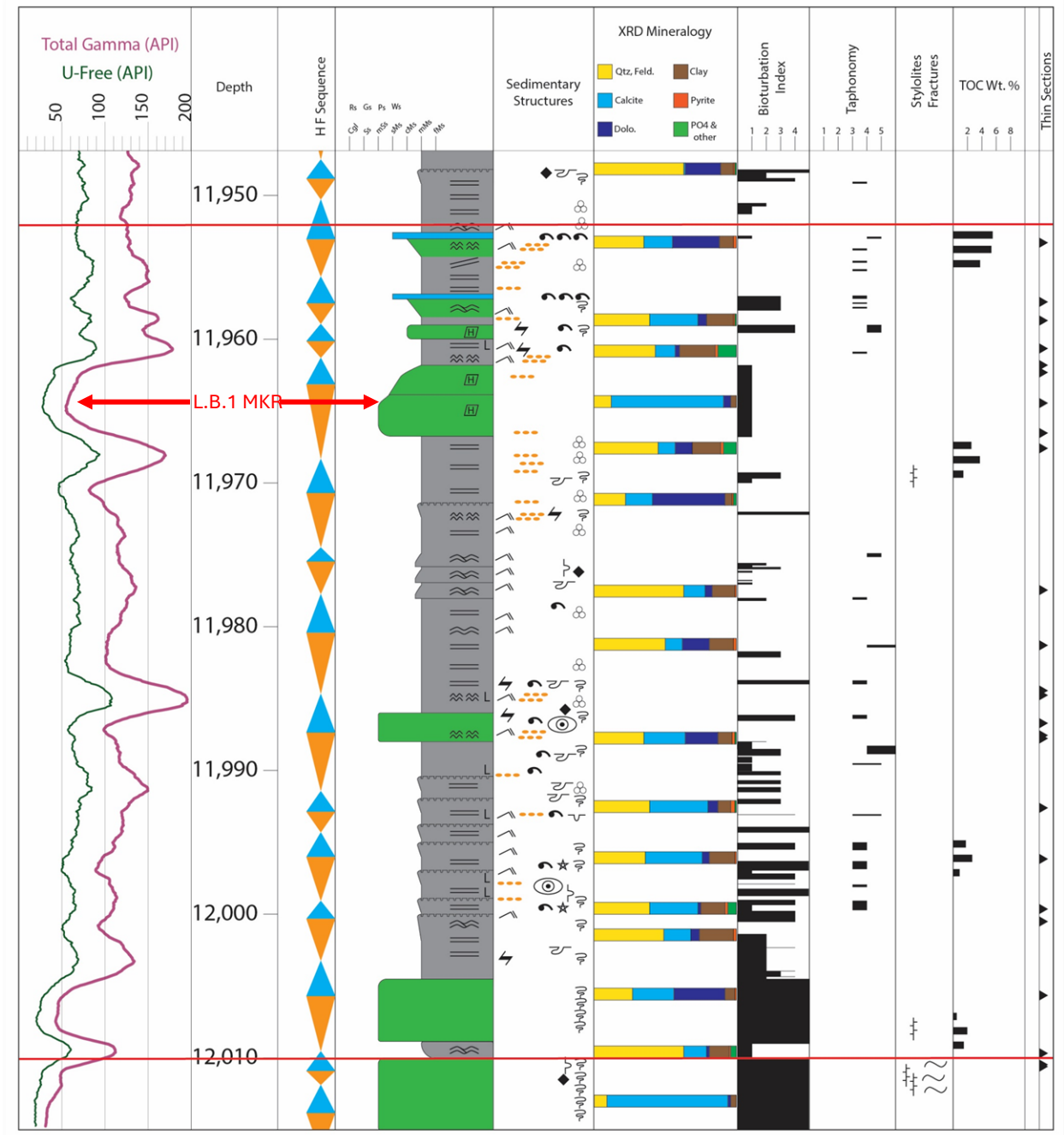
Core description legend



L.B.1

- Approximately 56 feet thick
- Mixed carbonate-siliciclastic system
- Dominated by facies 2 (light gray)
- Interbedded facies 4 (green)
- Thin beds of skeletal rich facies 3 near top (blue)
- Bioturbation (distal *Cruziana* ichnofacies) decreases upwards through L.B.1
- TOC increases upwards

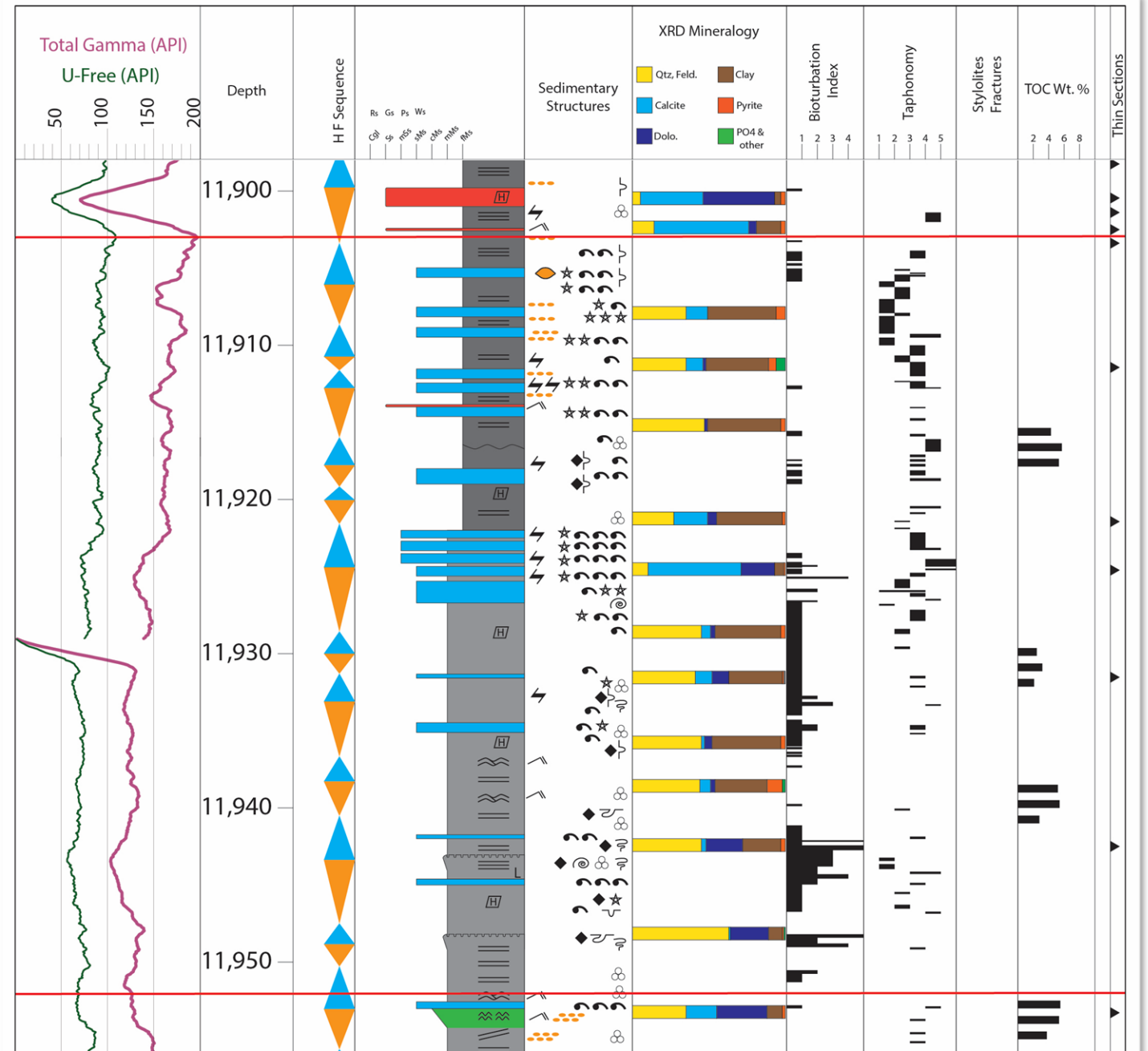
| | |
|---------------|-------|
| Lower Barnett | L.B.3 |
| | L.B.2 |
| | L.B.1 |



L.B.2

- Approximately 50 feet thick
- Dominated by facies 2 (light gray) and facies 1 (dark gray)
- Interbedded facies 3 (blue)
- Increased bioturbation at base which diminishes upward
- Upward transition from distal *Cruziana* to *Zoophycos* (becoming less oxygenated and has a less cohesive substrate)
- Becomes more argillaceous towards top in facies 1

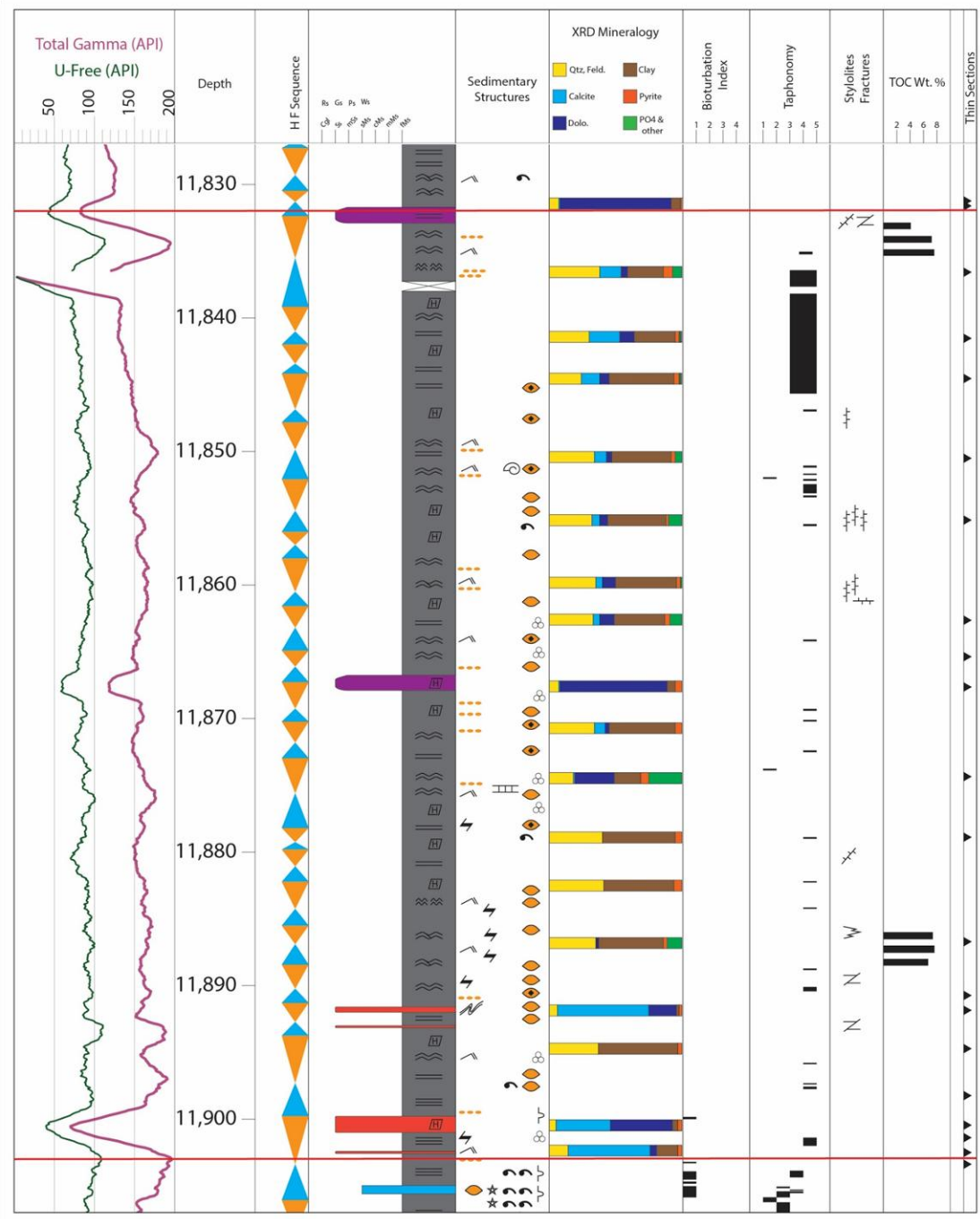
| | |
|---------------|-------|
| Lower Barnett | L.B.3 |
| | L.B.2 |
| | L.B.1 |

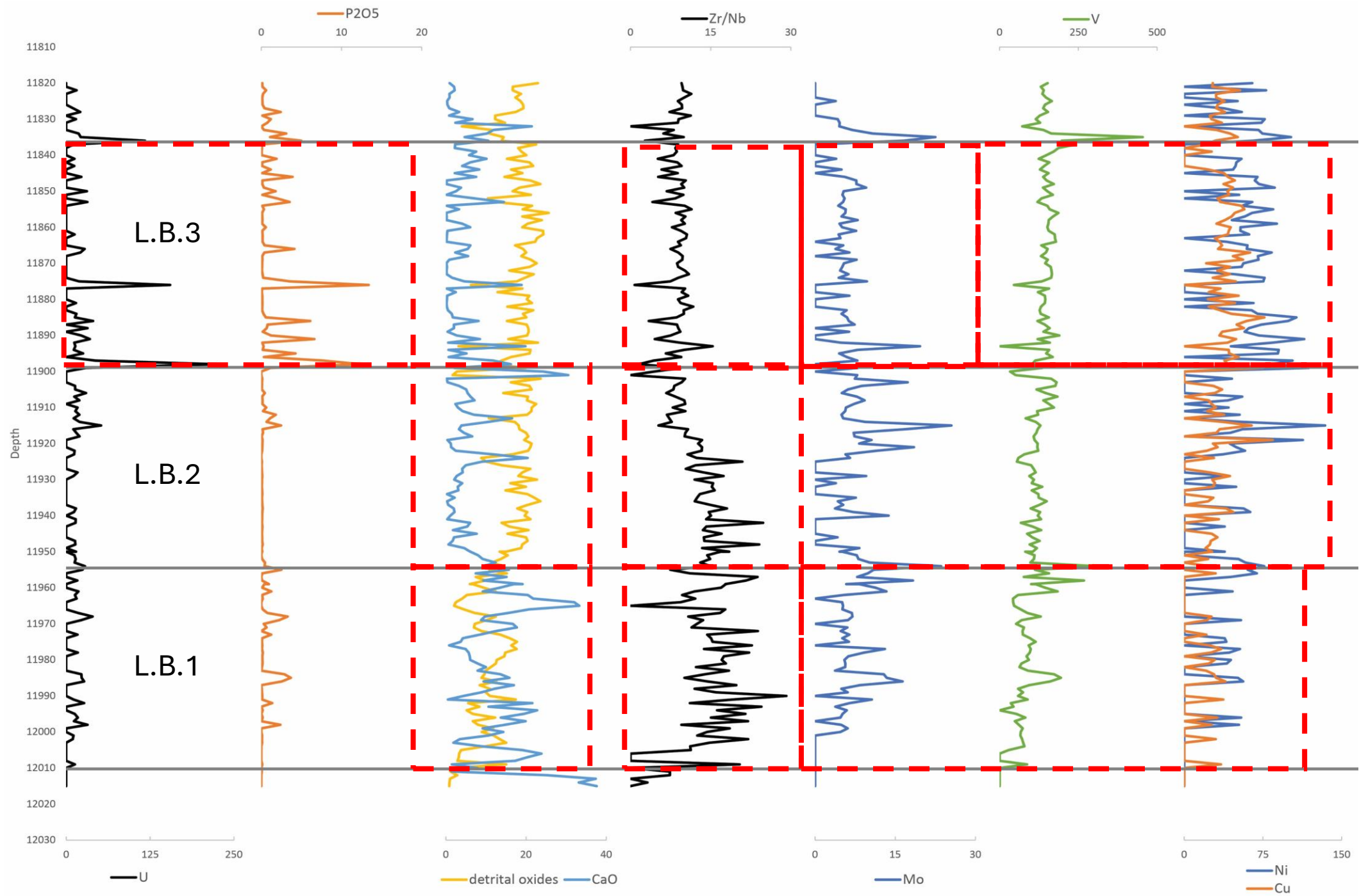


L.B.3

- Approximately 72 feet thick
- Dominated by facies 1 (dark gray)
- Facies 5 beds are near the base (red)
- Facies 6 beds (purple)
- Most argillaceous and TOC rich subunit
- Contains abundant phosphate nodules and laminae
- Only one bed contained burrows near the base of the subunit

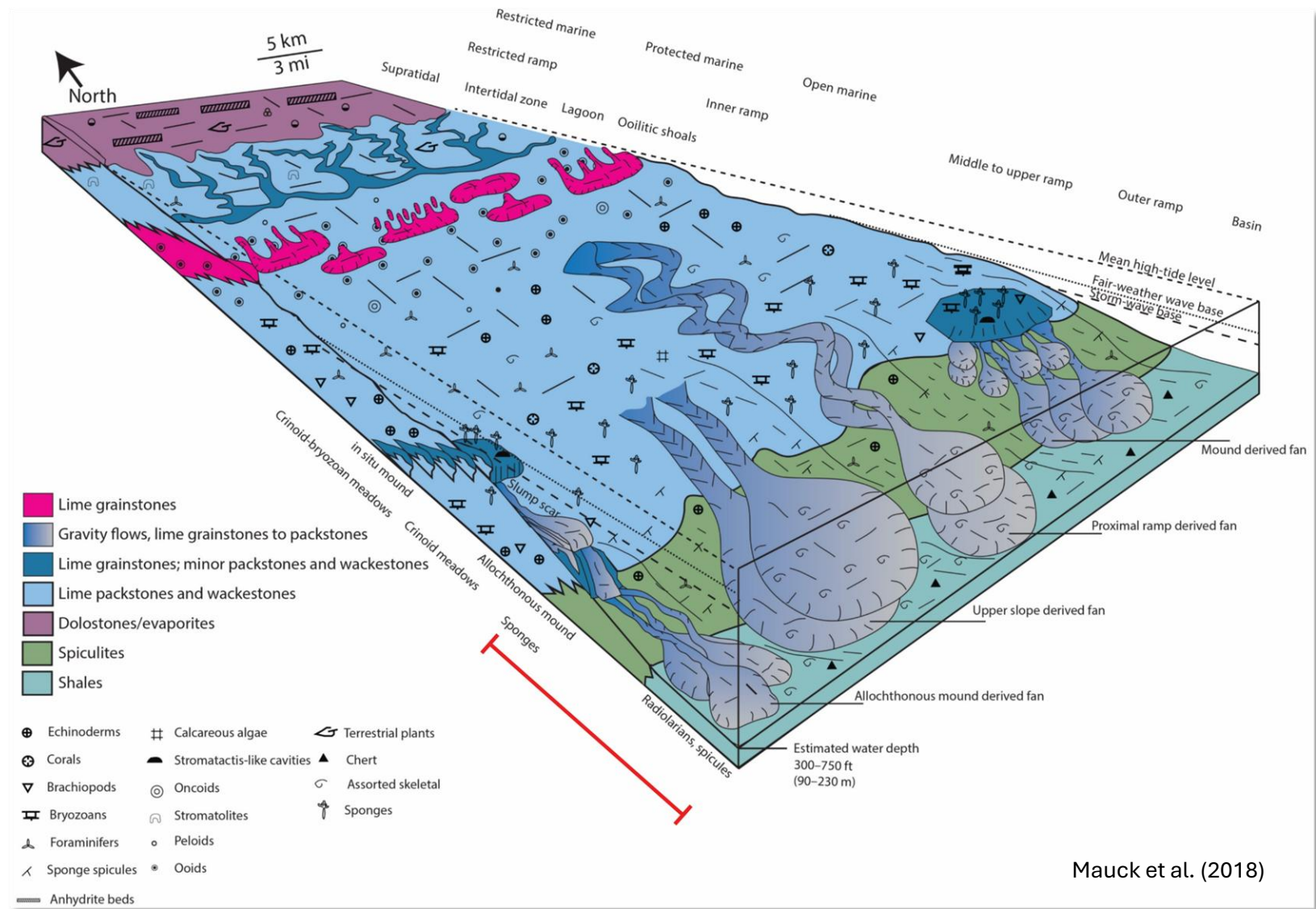
| | |
|---------------|-------|
| Lower Barnett | L.B.3 |
| | L.B.2 |
| | L.B.1 |





Depositional conditions

- Outer ramp to basin
- Facies 2 and 4 record more proximal deposition likely sourced from mid ramp
- Facies 1 records more distal deposition dominated by dilute turbidites and suspension settling
- Lower Barnett strata record an overall deepening



Mauck et al. (2018)

Organic Matter

Geochemical requirements for organic matter in effective source rocks

- Quantity measured as total organic carbon (TOC)
- Quality or type of organic matter (OM)
 - Kerogen type:
 - I – Lacustrine (oil prone)
 - II – marine algal (oil and gas prone)
 - III – terrestrial plant material (gas prone)
 - IV – inert (heavily oxidized or recycled organic matter)
- Thermal maturity

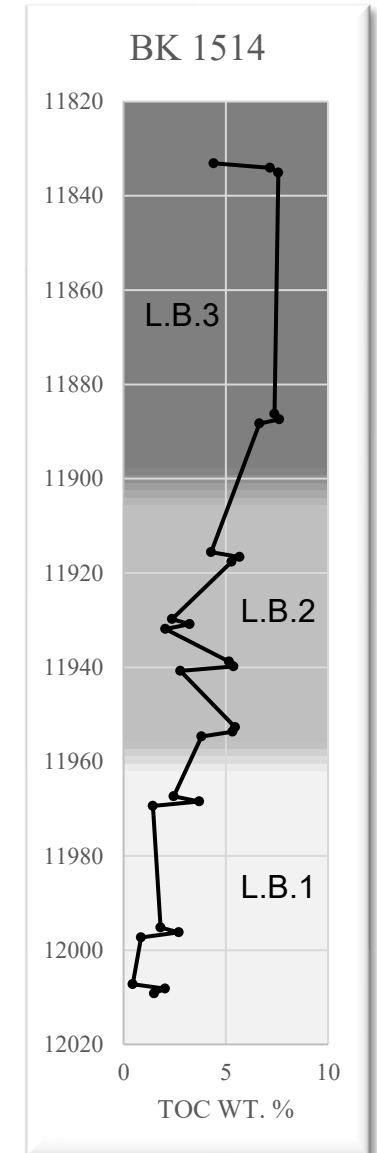
Quantity

- Fasken Fee BK 1514 samples contain up to 7.62% TOC with an average of 4.02% TOC
- TOC values increase upwards through the core

Geochemical parameters describing petroleum potential of an immature source rock

| Petroleum Potential | Organic Matter | | |
|---------------------|----------------|---|-----------------------------|
| | TOC (wt. %) | Rock-Eval Pyrolysis S ₁ ^a | S ₂ ^b |
| Poor | 0–0.5 | 0–0.5 | 0–2.5 |
| Fair | 0.5–1 | 0.5–1 | 2.5–5 |
| Good | 1–2 | 1–2 | 5–10 |
| Very Good | 2–4 | 2–4 | 10–20 |
| Excellent | >4 | >4 | >20 |

Peters and Cassa (1994)



Quality

- Hydrogen index plots near 100 for the BK 1514 and BE 724 wells
- This figure would suggest mostly type III kerogens
- S_2 /TOC graphs are less reliable kerogen type predictors at maturities over 1.0% R_o

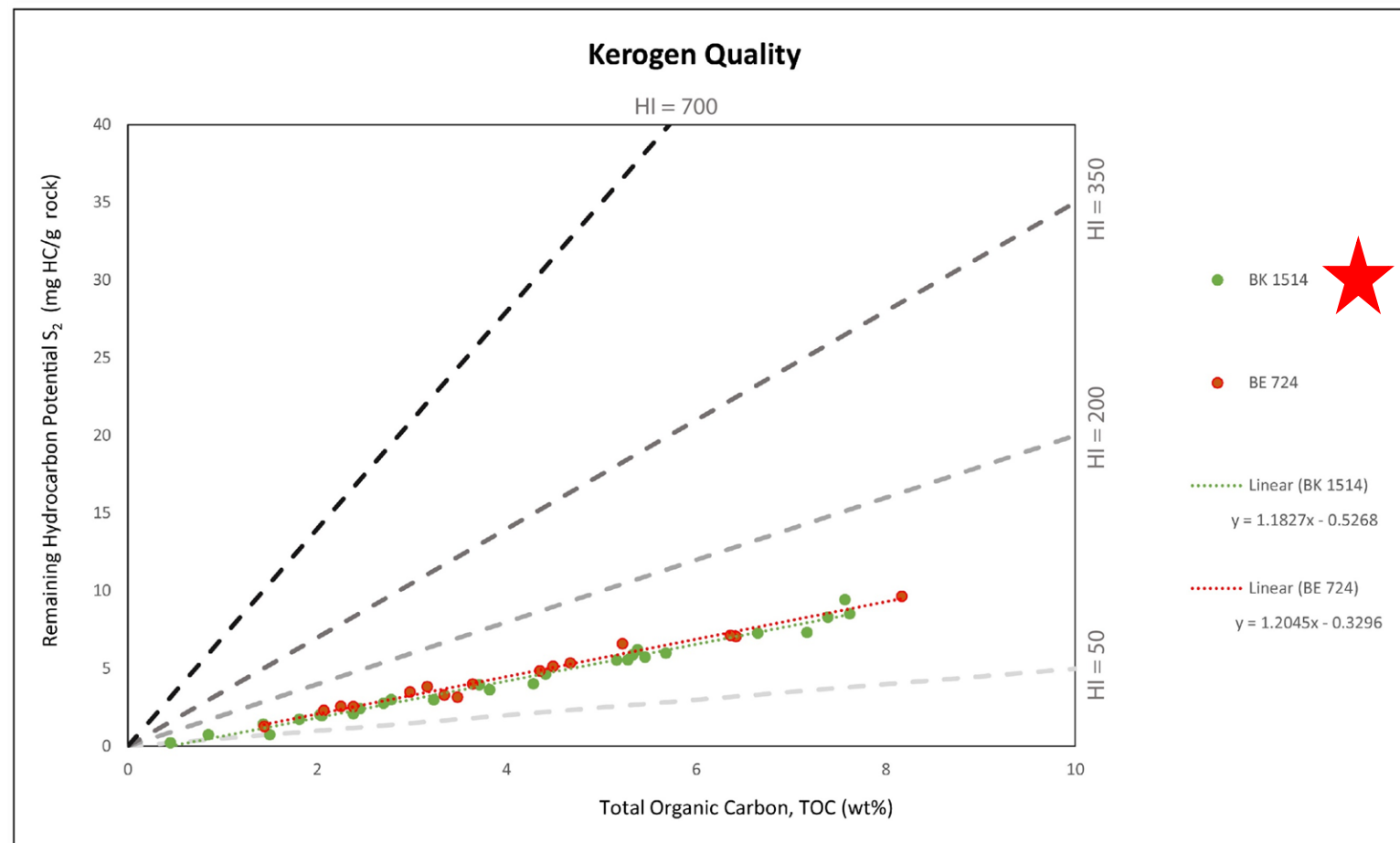


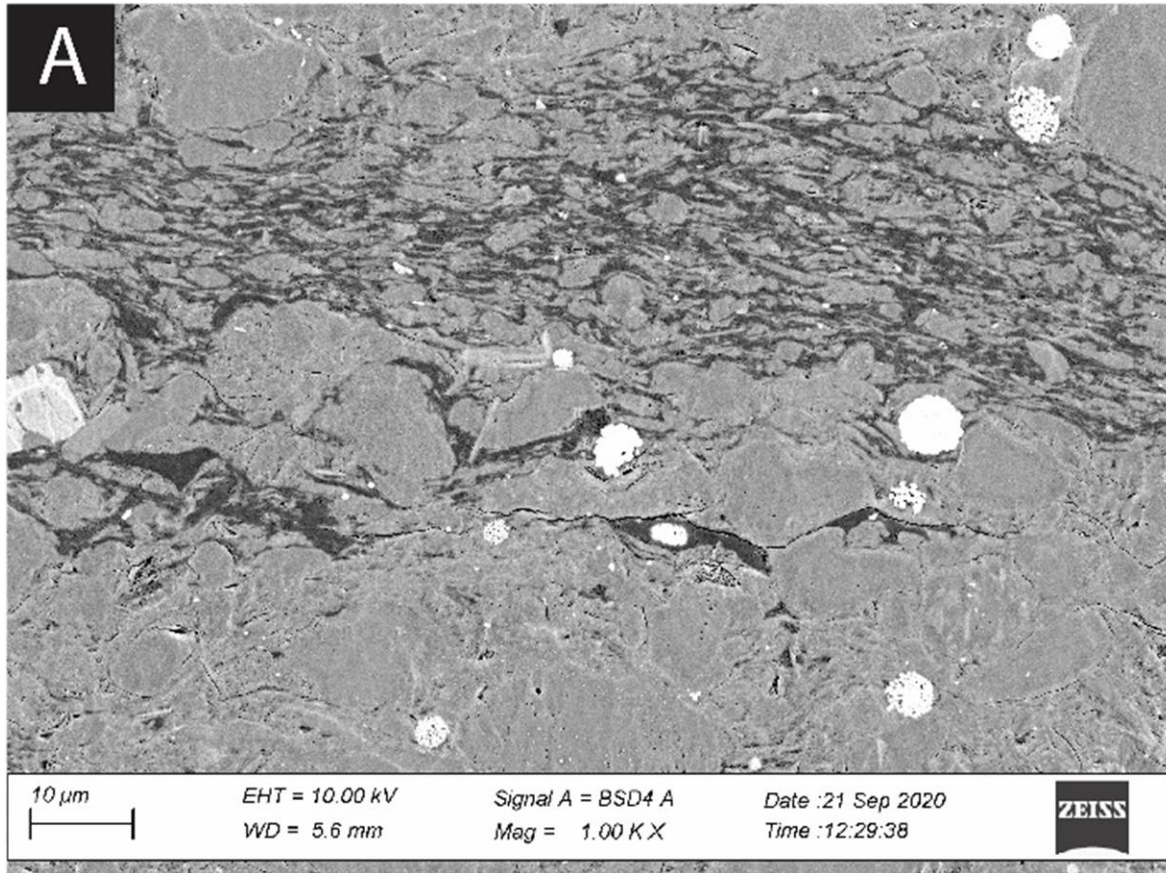
Table 5.2. Geochemical Parameters Describing Kerogen Type (Quality) and the Character of Expelled Products^a

| Kerogen Type | HI (mg HC/g TOC) | S_2/S_3 | Atomic H/C | Main Expelled Product at Peak Maturity |
|---------------------|---------------------|-----------|------------|---|
| I | >600 | >15 | >1.5 | Oil |
| II | 300–600 | 10–15 | 1.2–1.5 | Oil |
| II/III ^b | 200–300 | 5–10 | 1.0–1.2 | Mixed oil and gas |
| III | 50–200 | 1–5 | 0.7–1.0 | Gas |
| IV | <50 | <1 | <0.7 | None |

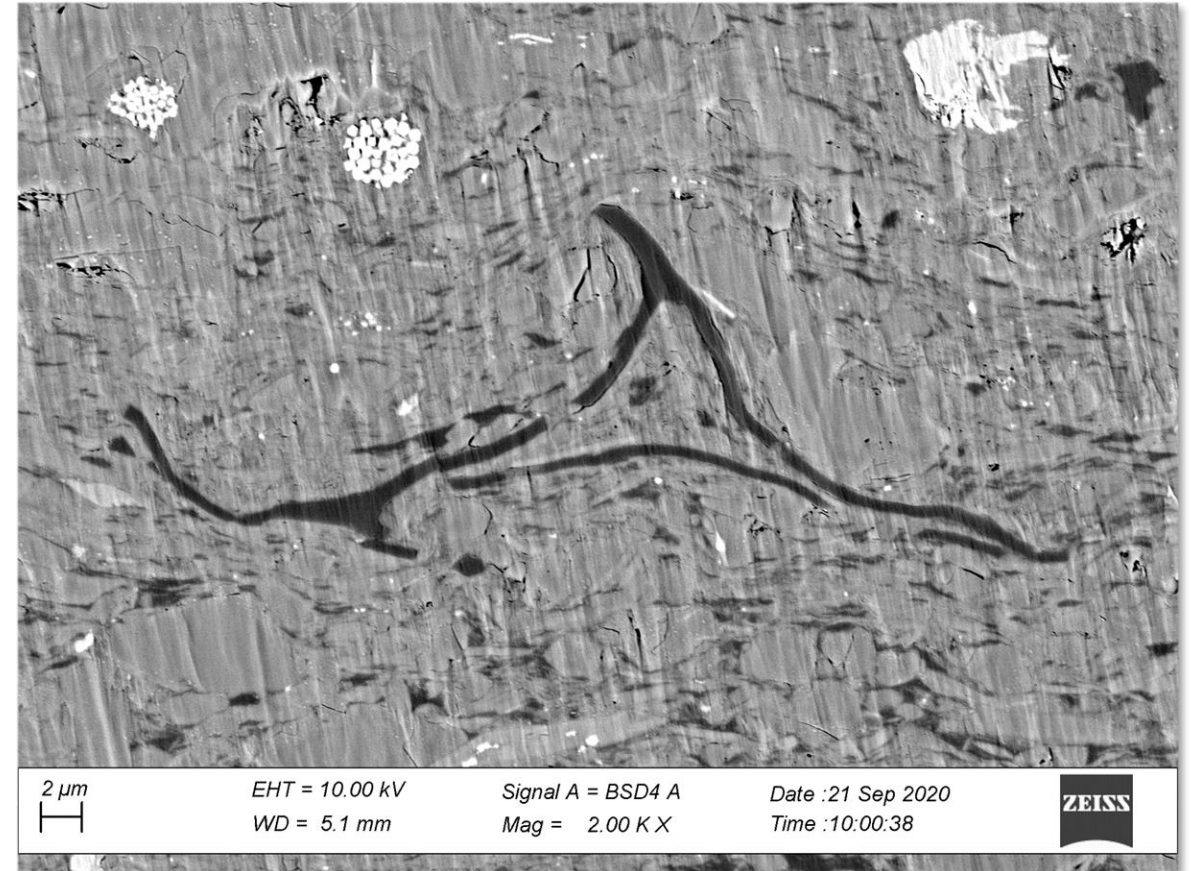
^aBased on a thermally immature source rock. Ranges are approximate.

^bType II/III designates kerogens with compositions between type II and III pathways (e.g., Figure 5.1) that show intermediate HI (see Figures 5.4–5.11).

SEM imaging of lower Barnett samples confirmed primarily amorphous organic matter



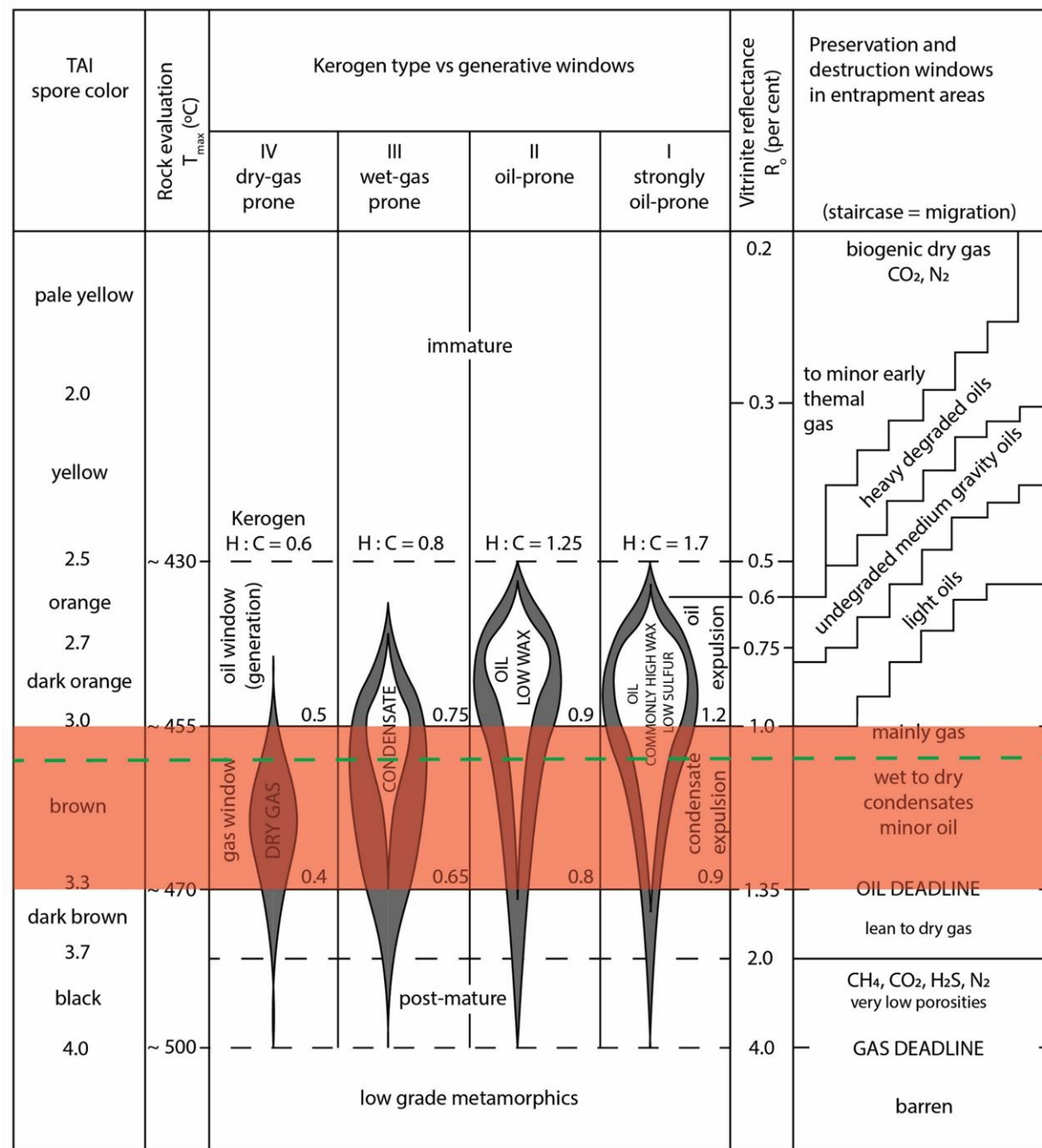
- Compacted amorphous OM (most common)
 - Type II kerogen



- Structured OM grain (less common)
 - Type III kerogen

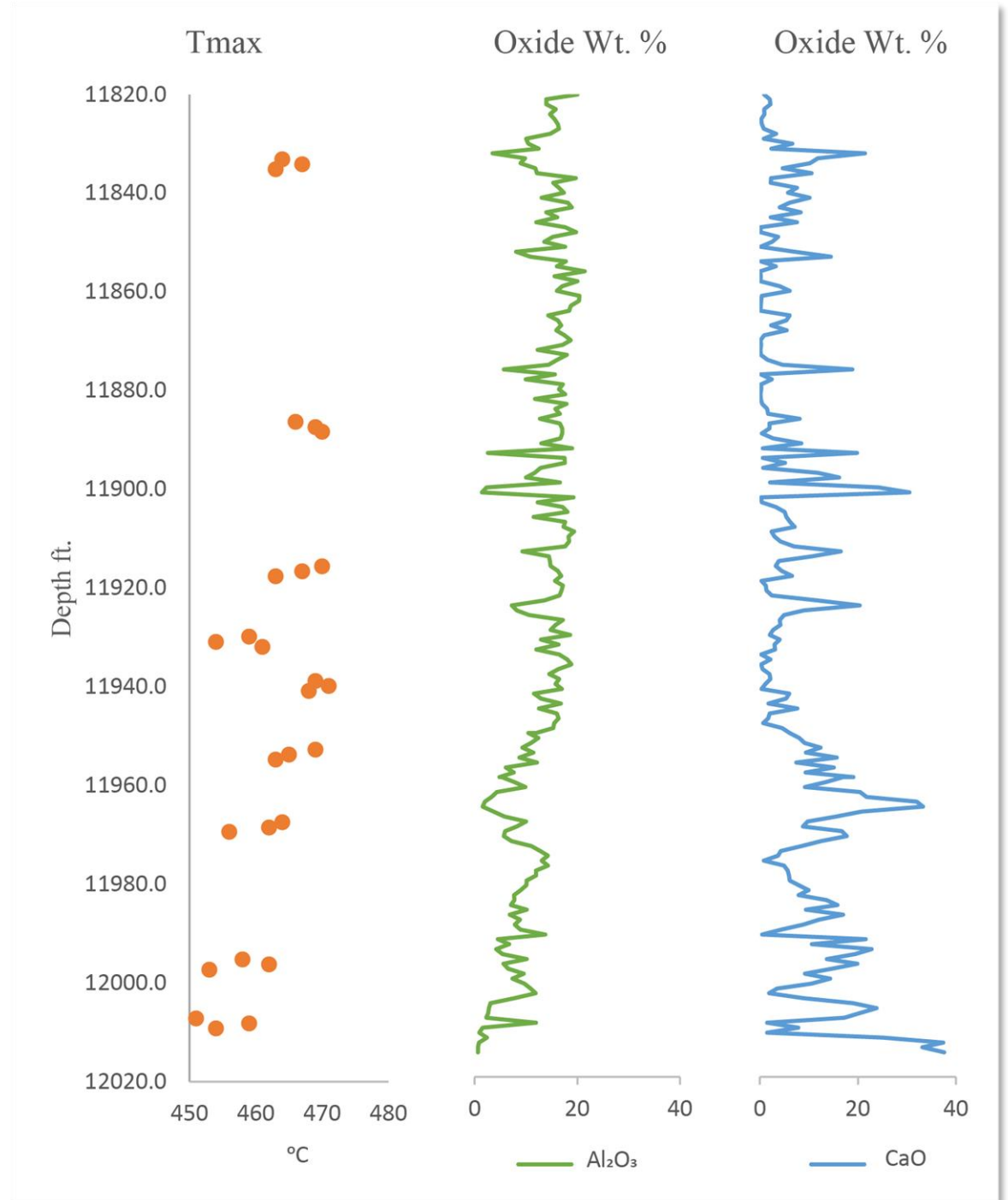
Thermal maturity

- Multiple datasets
 - Estimated $R_o\%$ from TAI for lower Barnett samples are 0.6% to 0.8%
 - Alginite fluorescence: orange color indicates early oil window
 - Two vitrinite reflectance samples averaged 1.07 $R_o\%$
 - Tmax from pyrolysis averaged 463 °C or between 1.0% and 1.3% equivalent R_o



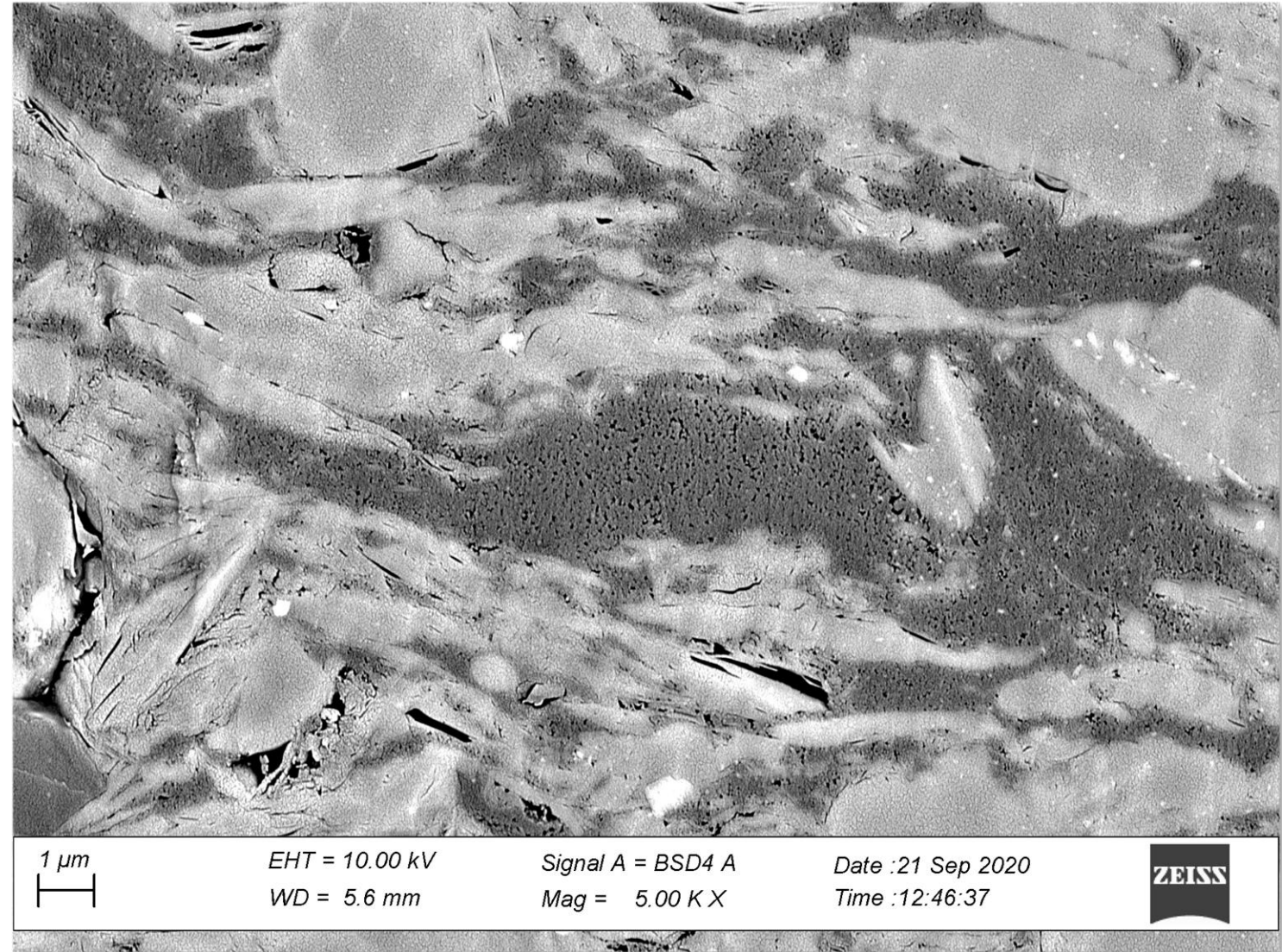
Mineralogy and T_{\max}

- T_{\max} values range from 451 °C to 471 °C
- T_{\max} values increase with increased clay (Al_2O_3) and decreased carbonate (CaO)
- T_{\max} was likely influenced by mineral matrix
- Shifts in T_{\max} cannot be explained by geothermal gradient

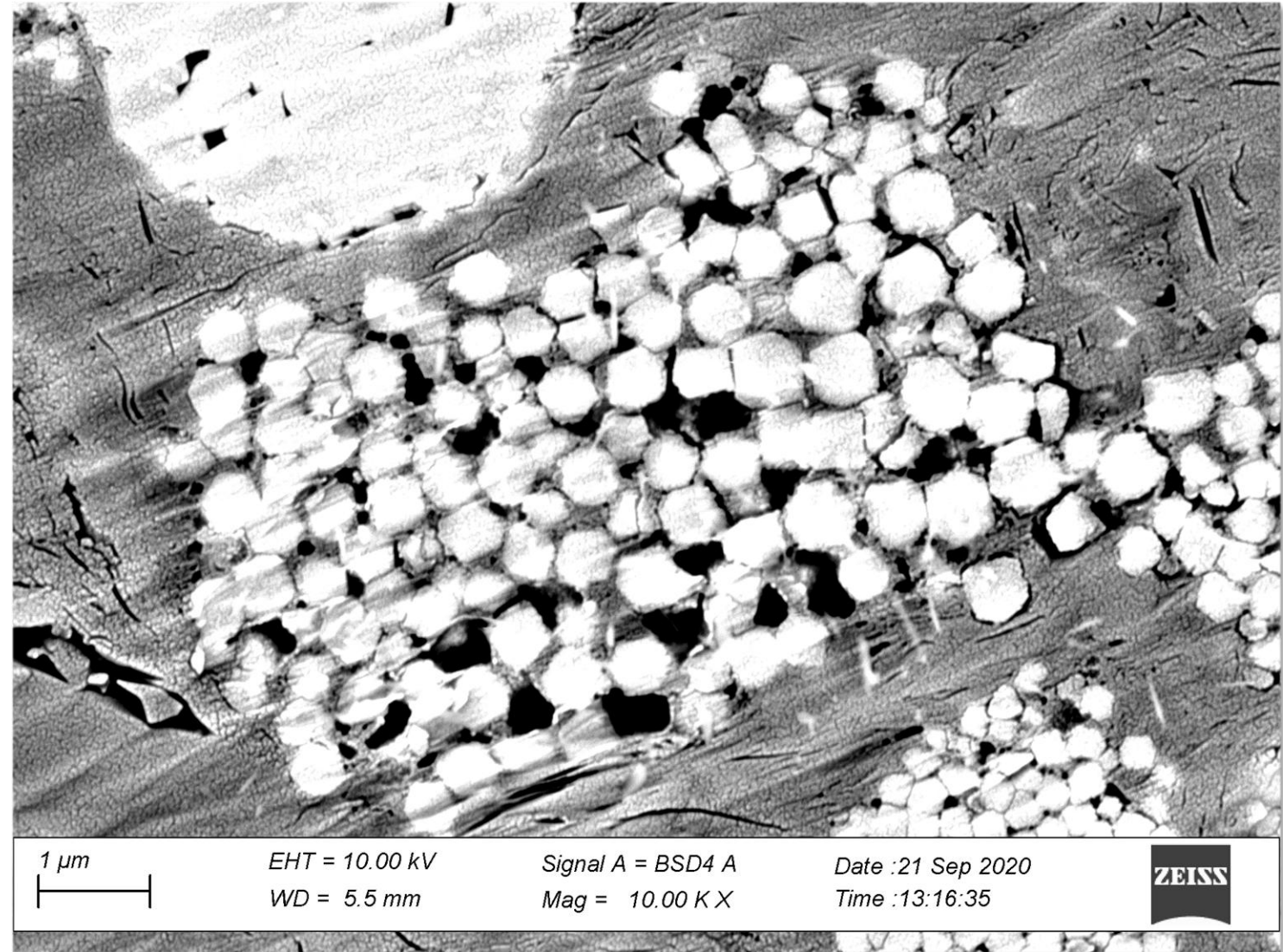


Organopores

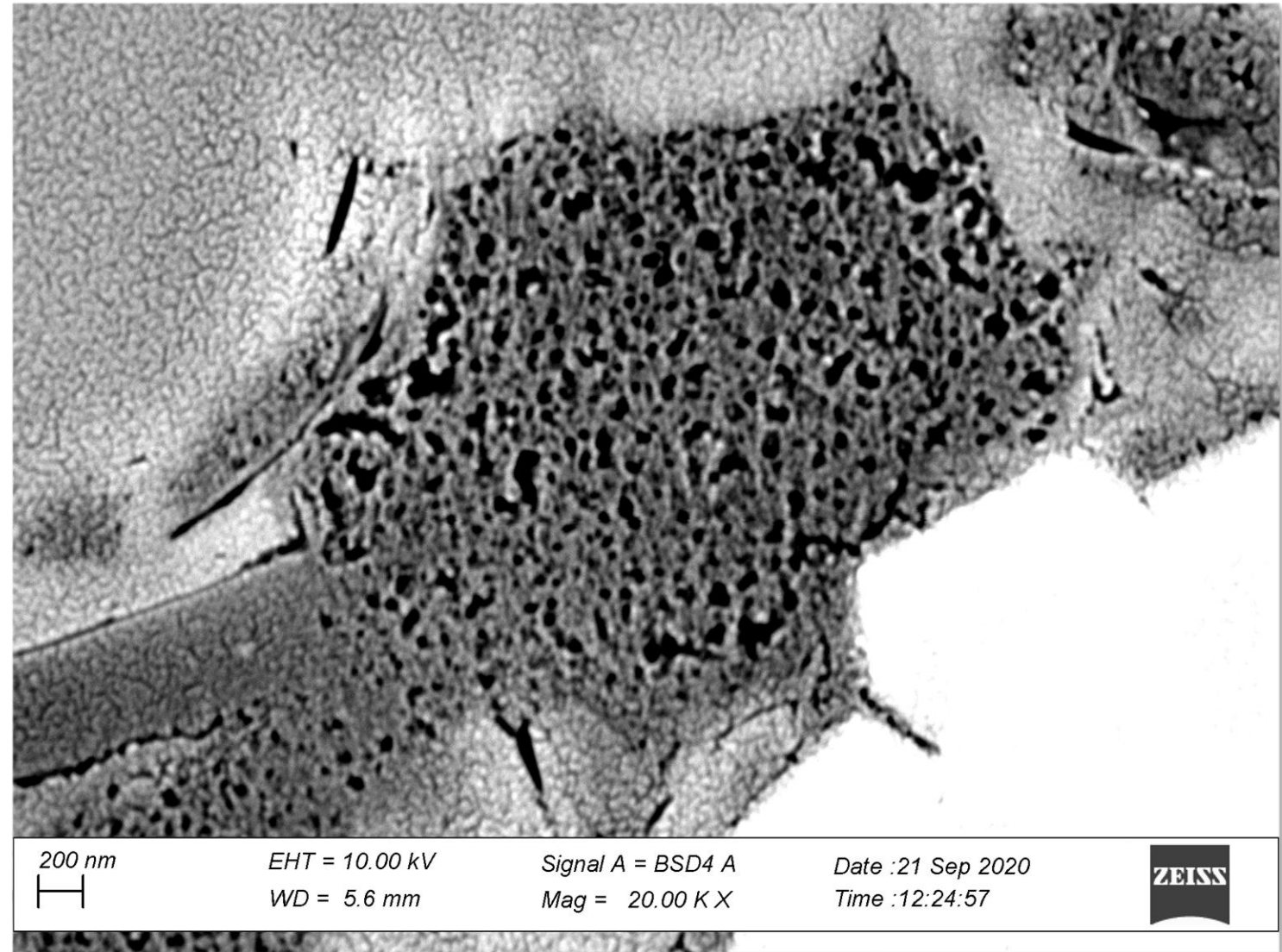
- Primary pore types in the L.B.3 subunit:
 - Interparticle organopores in OM grains



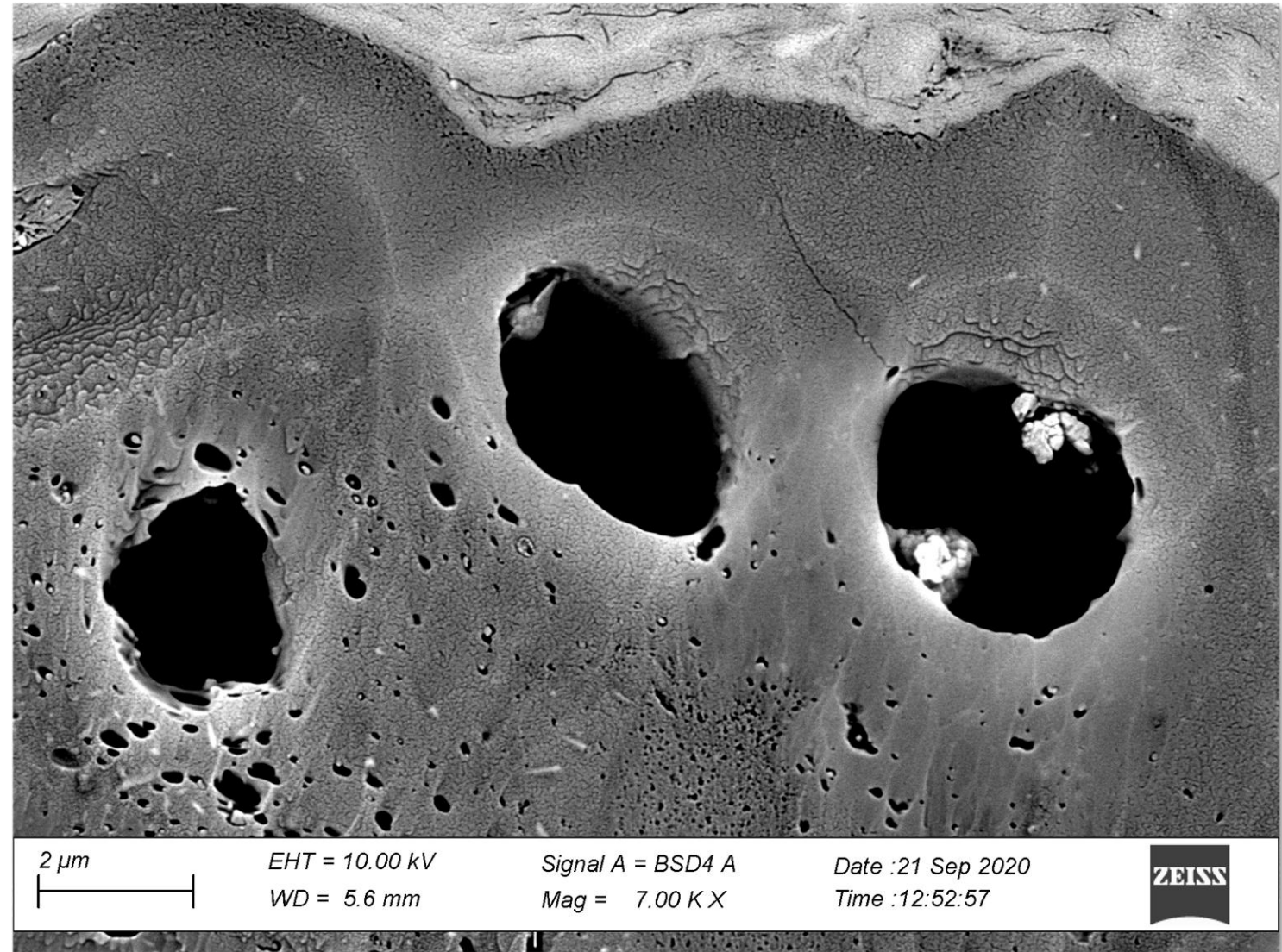
- Primary pore types in the L.B.3 subunit:
 - Interparticle organopores in OM grains
 - Intracrystalline pores in pyrite framboids



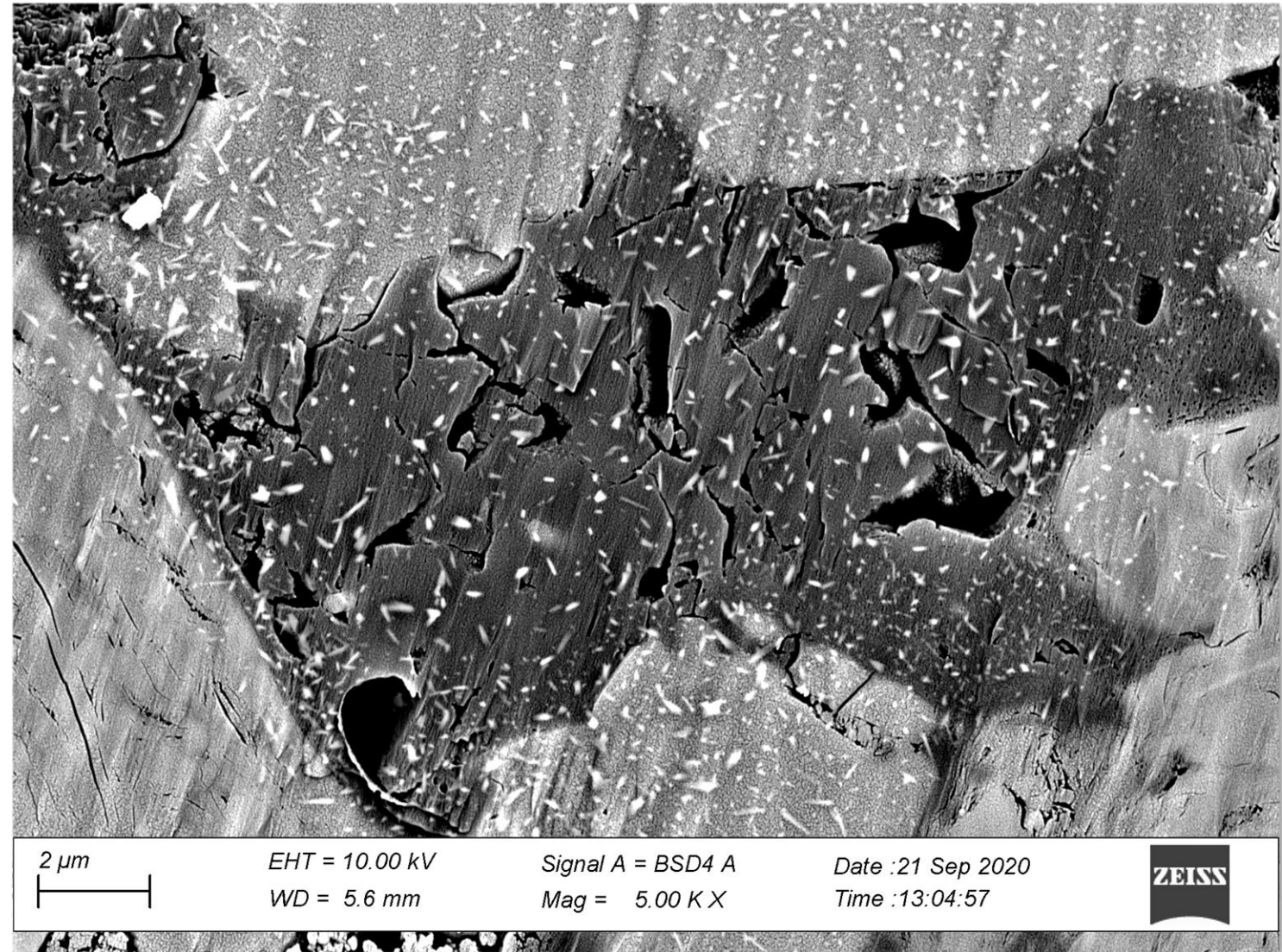
- Primary pore types in the L.B.3 subunit:
 - Interparticle organopores in OM grains
 - Intracrystalline pores in pyrite framboids
- Organopore morphology:
 - Spongy irregular connected nanopores (common)

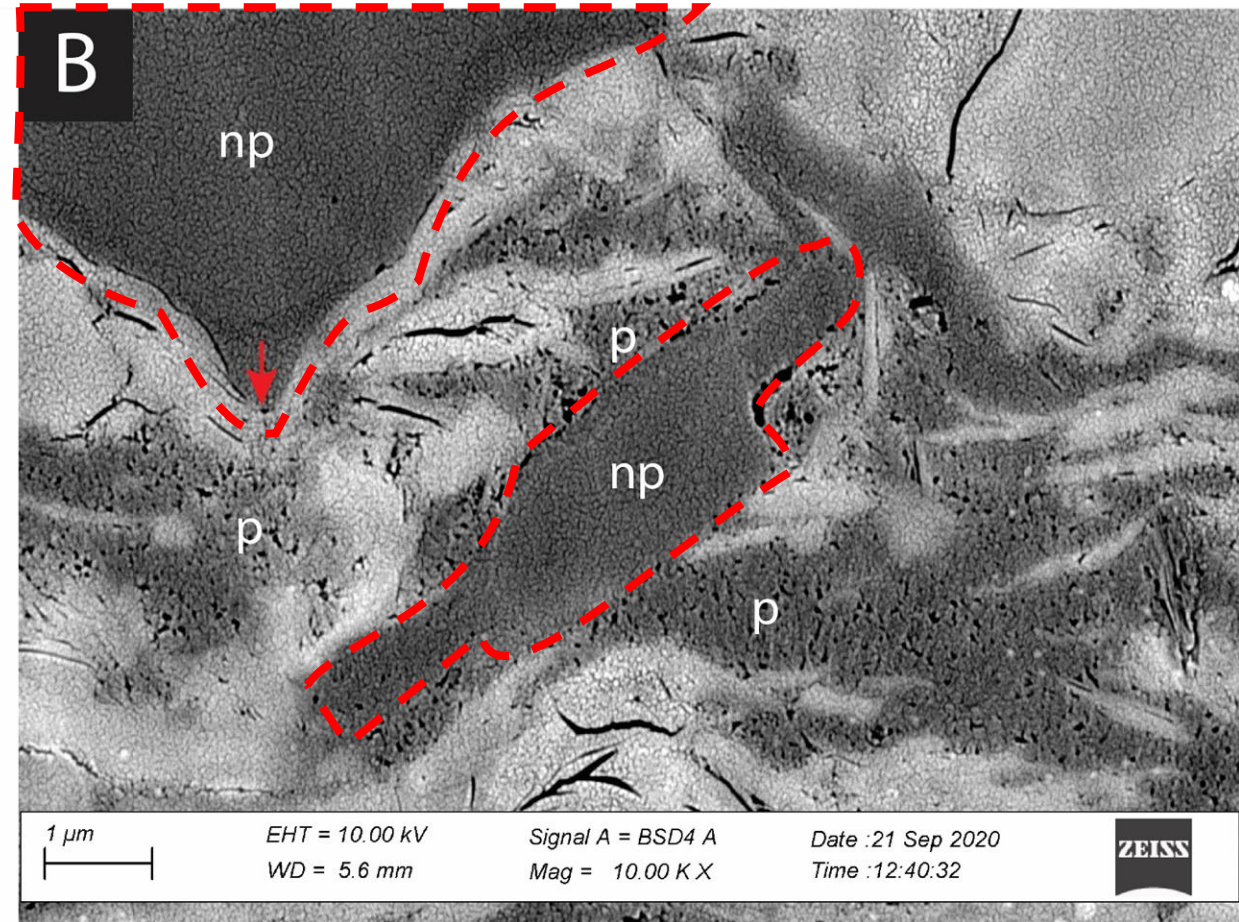
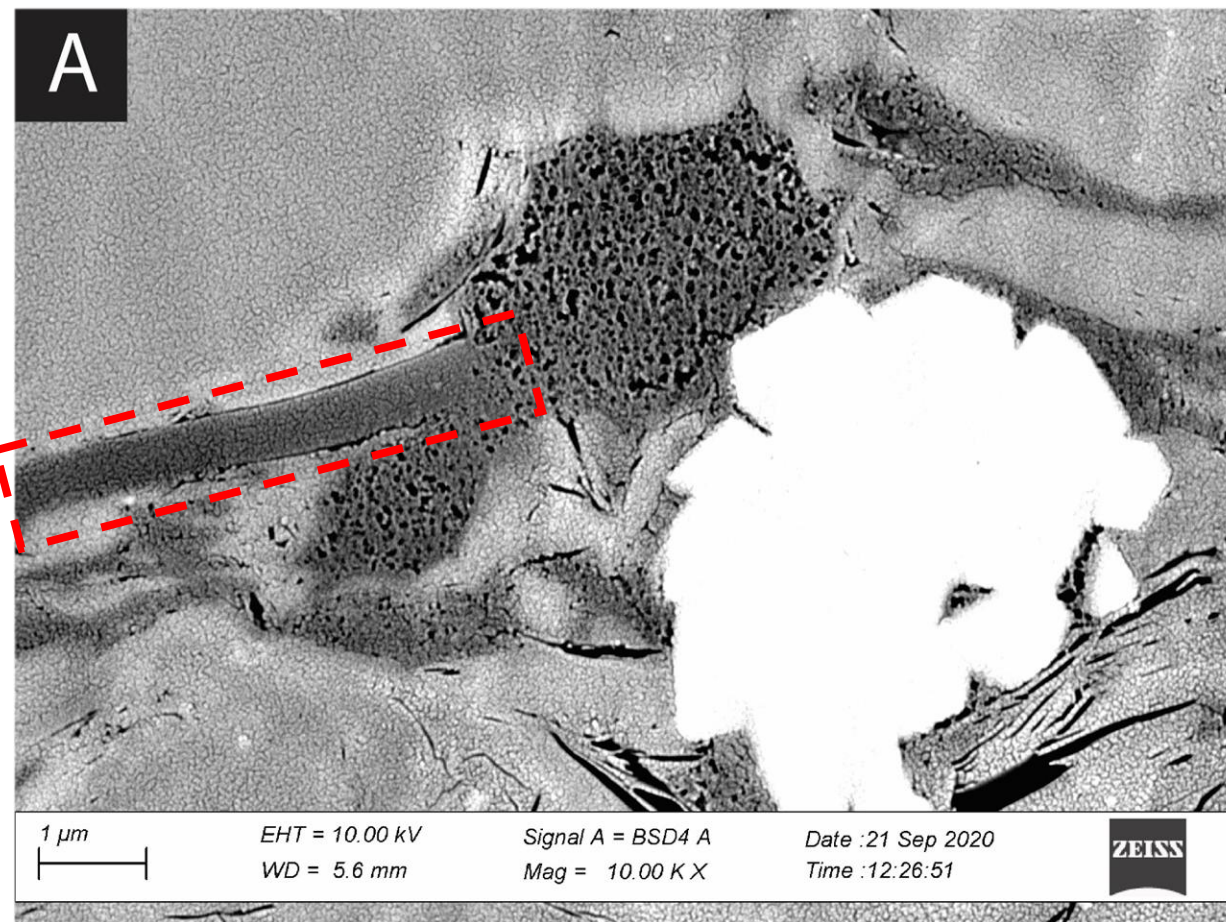


- Primary pore types in the L.B.3 subunit:
 - Interparticle organopores in OM grains
 - Intracrystalline pores in pyrite framboids
- Organopore morphology:
 - Spongy irregular connected nanopores (common)
 - Round to oval micropores (rare)

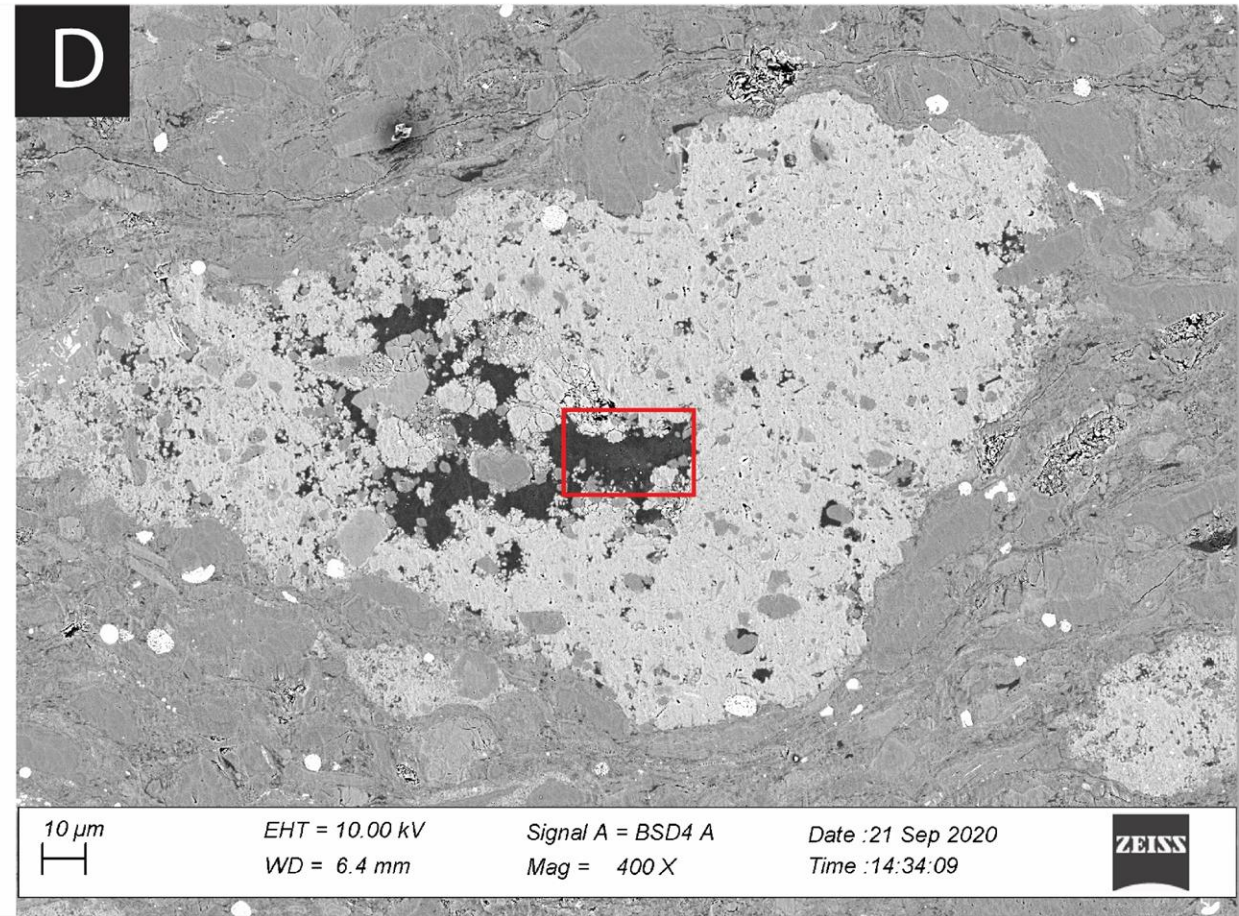
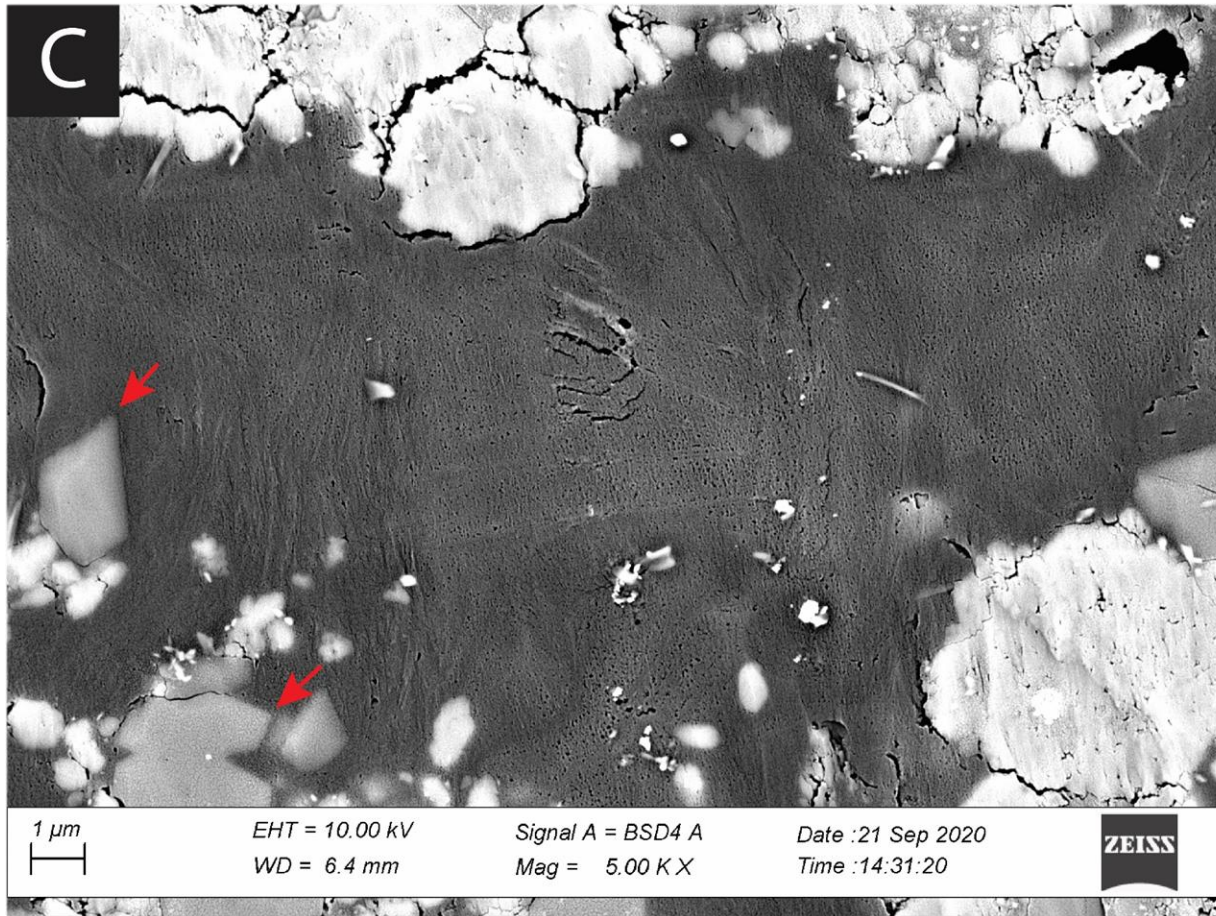


- Primary pore types in the L.B.3 subunit:
 - Interparticle organopores in OM grains
 - Intracrystalline pores in pyrite framboids
- Organopore morphology:
 - Spongy irregular connected nanopores (common)
 - Round to oval micropores (rare)
 - Angular micropores (rare)



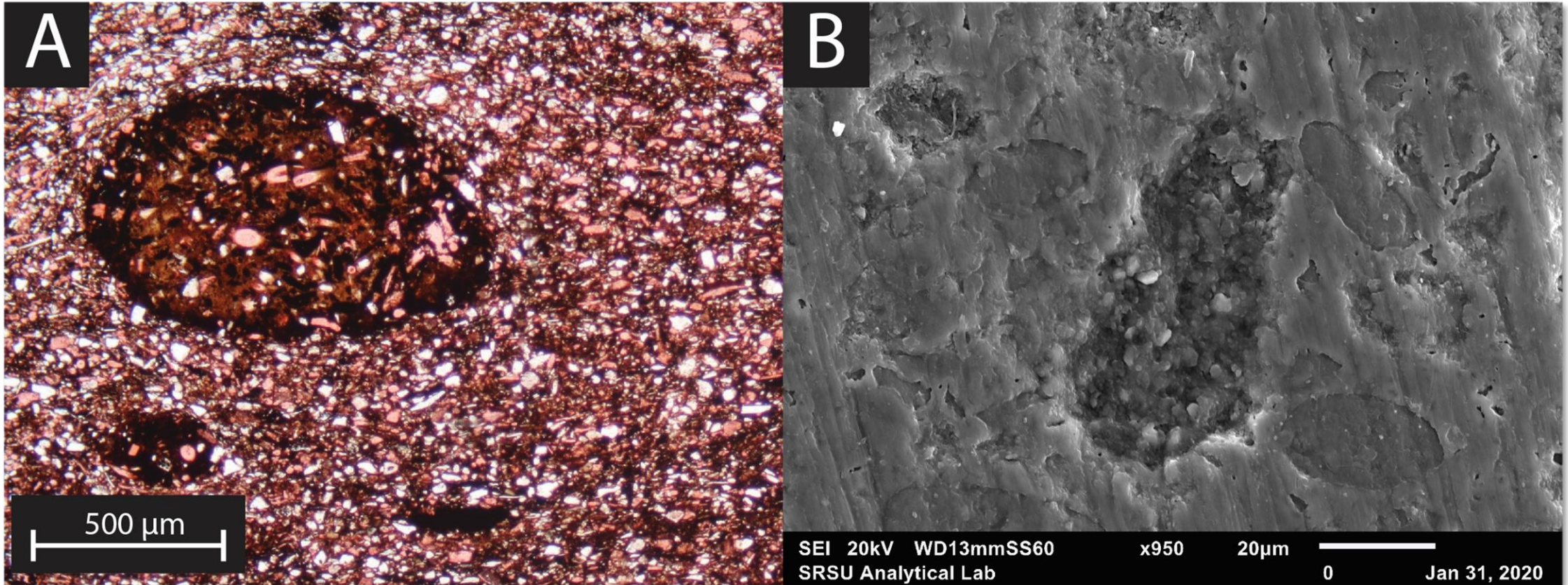


- Angular, compaction resistant OM grains interpreted to be plant material (type III kerogen) lack pore development



- Organic matter within phosphatic peloid
- Euhedral cement at margins of grain
- Interpreted to be migrated HC that filled interparticle pore during initial HC generation.
- Organopores developed during later stages of maturation

- SEI image of pore within phosphatic peloid
- Euhedral cement lining pore walls
- It is likely that phosphatic peloids preserved interparticle porosity during compaction of the host rock
- Therefore presence of phosphatic peloids may enhance reservoir properties where abundant



Conclusions & Recommendations

Conclusions

- The lower Barnett was deposited in an outer ramp to basinal setting below storm wave base
- Deposition occurred as downslope transport by density flows and debris flows and a common reworking mechanism prevailed
- Overall, lower Barnett records a rise in sea level
 - Decrease in grain size, bed thickness upwards
 - Decrease in bioturbation upwards and shift from more proximal to more distal ichnofacies
 - Increase in clay deposition and OM preservation upwards
 - Increase in redox sensitive trace elements upwards
- OM analysis suggest sufficient OM content, quality and maturity to have generated hydrocarbons

Recommendations

- Hydrocarbons produced in the study area will likely be a combination of gas and condensates
- The OXY MF 185H produced 340,690 barrels of condensate and 2,176,198 MCFG between March 11, 2019 and April 30, 2021.
- High clay composition in the TOC rich L.B.3 subunit could present challenges to drilling
- Reservoir properties of the L.B.1 and lower L.B.2 are more ideal
 - Highest porosity and permeability
 - Silt and calcite rich facies are more ideal for fracture propagation
- Sheet like deposits of facies 4 such as the L.B.1 marker are a favorable target for geosteering efforts

Acknowledgements

- Fasken Oil and Ranch Ltd.
- Bob Lindsay
- Stonnie Pollock

Questions?