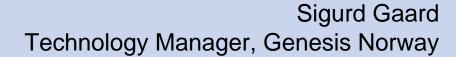
R&D Topics Stimulated from Upstream Gas Processing Challenges

2nd Trondheim Gas Technology Conference, 2-3 November 2011, Norway



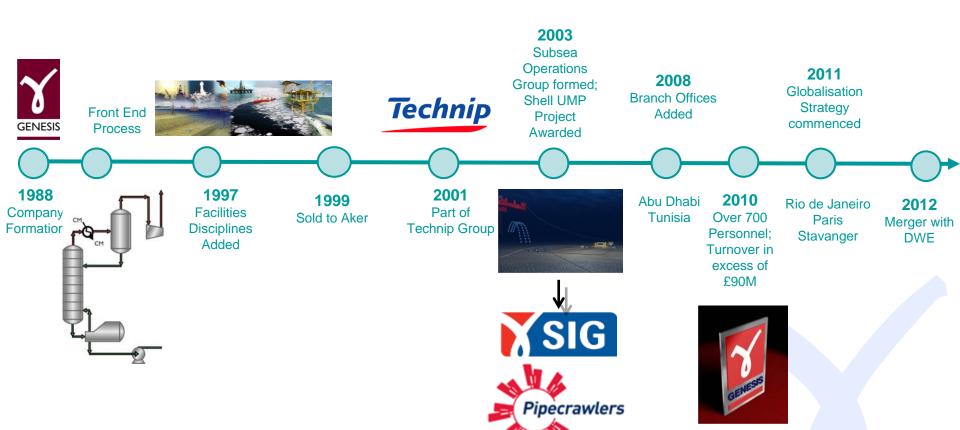
GENESIS



Prepared by
Genesis Oil and Gas Consultants Ltd
Jåttåvågveien 7, Building E, PO Box 130
4065 Stavanger
Tel: +47 67 20 64 06
Fax:+47 67 20 24 90



Genesis Historical Overview





Genesis Today - 'A Global Presence'



Genesis Oil and Gas Consultants Ltd
Presentation



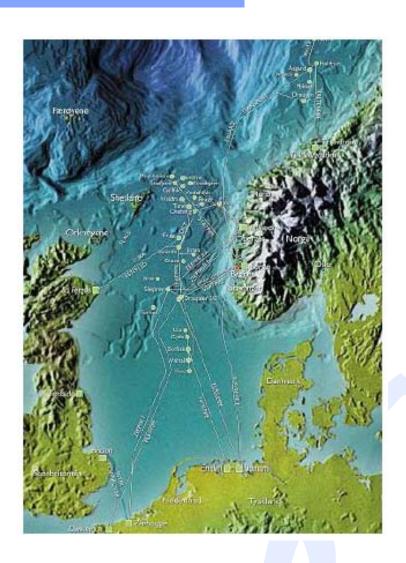
R&D Historical Perspective Gas Processing

- In 1970 the Norwegian trench was considered impossible to cross
- It was "said" that Norway will become rich but there will not be many jobs onshore
- A 2 year Statoil study in late 70's concluded feasible to cross the Norwegian trench
- In 1981 Norwegian Parliament decided crossing
- Kårstø opened in1985, with slug catcher outlet rich gas pipeline
- Today the Norwegian gas transportation and processing network comprises about 8000 km pipelines, processing plants and platforms

Did R&D pay off?

Arve Johnsen, first Statoil CEO, key person wrt crossing the Norwegian trench

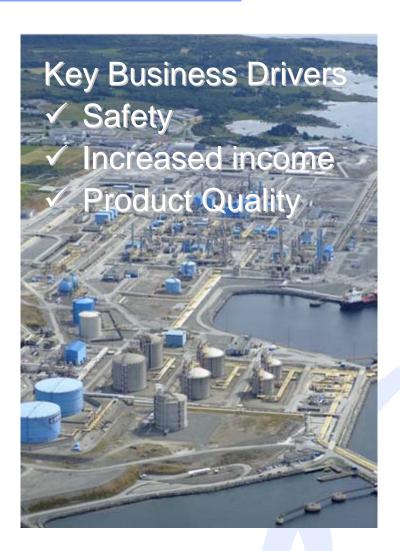
"3 elements may stop us in obtaining the impossible; Human creativity – Time - Capital"





R&D Challenges Gas Processing - Existing plants

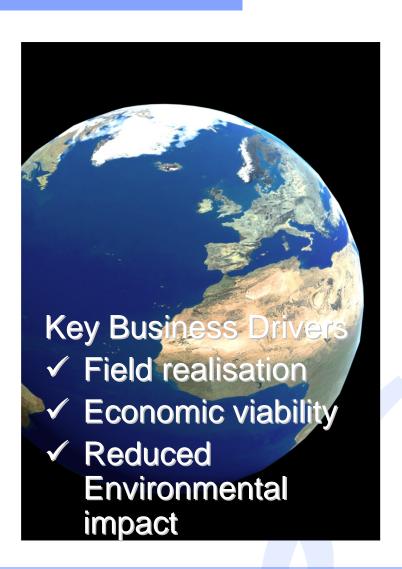
- Need for new volumes
- Aging –Life extension
- Improve safety models related to safety
- Increase Capacity debottlenecking
- Reduce cost brownfield project
- Improved energy efficiency
- Improve or maintain reliability
- Reduce emissions
- Changed operating conditions
- Gas quality and contamination issues
- Removal of systems and abandon area
- Holistic recovery optimisation
- Update software
- Improve metering trace elements
- Tools for inspection or intervention
- Improved prediction and monitoring
- Improved methodologies and work processes
- Simultaneous operation and project
- Improved equipment





R&D Challenges Gas Processing - New Plants

- Harsh environment
- Longer distances
- Deep
- Environment
- Offshore ice areas icebergs
- Subsea pre-processing
- Emergency and evacuation
- Cost reduction
- Competitive gas conversion
- Top quality/safety models related to safety
- Maximise energy efficiency
- Maximise reliability
- Minimise emission or remove emissions
- Improved precision in models & methodologies
- Improved prediction and monitoring
- Improve metering trace elements
- Market assumptions





Examples - Recent Development Topics

- Mercury modelling tool
- Operator Training System
- Optimisation tool genetic algorithm
- Pig for unpiggable pipelines
- New depressurisation and blow-down tools
- Cost estimation tool

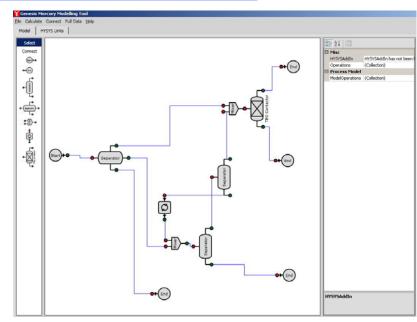






Mercury Modelling Application & Limitations

- Genesis Mercury Modelling Software (GMMS)
- Model mercury partitioning topsides process
- Vapour, organic liquid and aqueous phases
- GUI
- Main molar flows, temperatures and pressures imported (Tables or HYSYS)
- Mercury partitioning factors are imported
- Mercury inputs

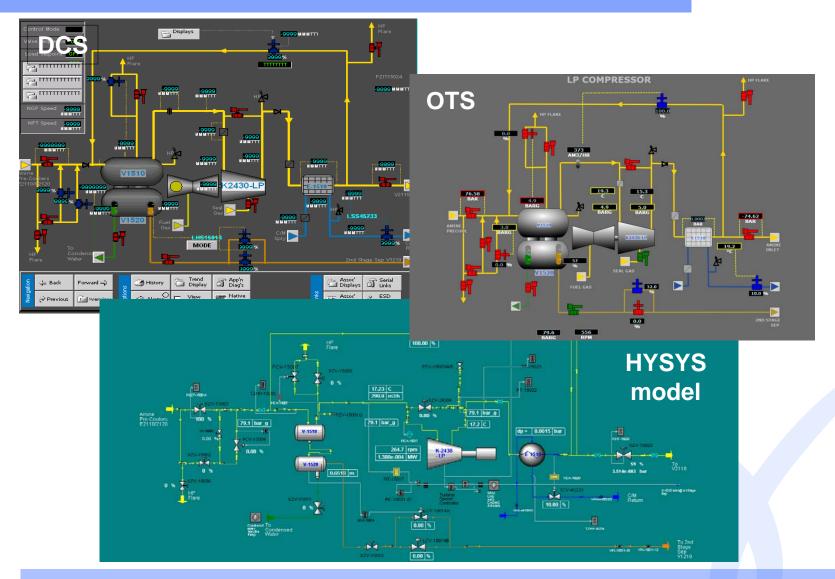


Results:

- mercury specifications hydrocarbon export
- Points the mercury concentrates.
- •Risk of mercury dropout risk to personnel
- Optimum location of mercury removal units
- metallurgical reviews

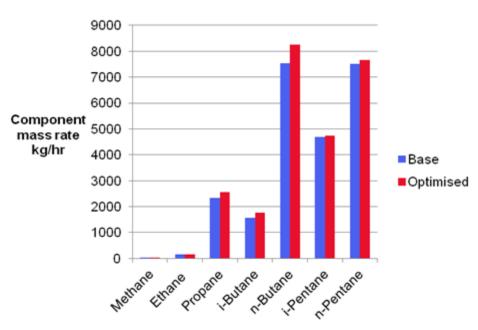


New Tools and Products - OTS

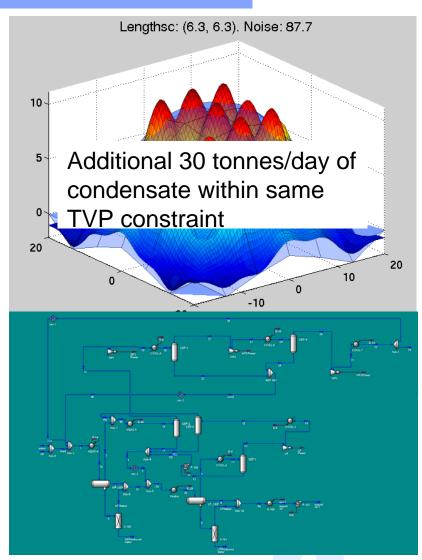




Optimisation Models – Genetic Algorithm



- Product Recovery Optimisation
- Five variable Temperatures, two Pressures
- Maximise Propane Plus in product crude within the same TVP constraint





PIPECRAWLERS - "pigging the unpiggable"

- Onshore and offshore
- 6" to 60" Diameter
- Vertical risers, pipelines and piping
- Complex geometry
 - 1.5D bends
 - Wyes
 - Tees
- Oil, Gas, Multiphase, Water
- No flow or through-flow in production
- 100°C product temperature
- 300 bar product pressure





Client Deliverables

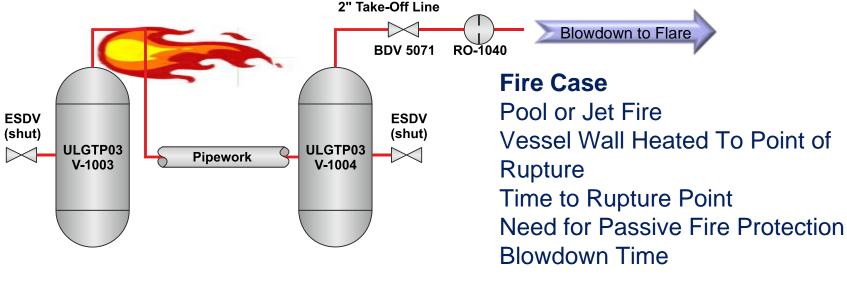
- Inspections
 - MFL
 - UT
 - Calliper
 - Video
 - Sonar
 - Weld inspection
 - IMU

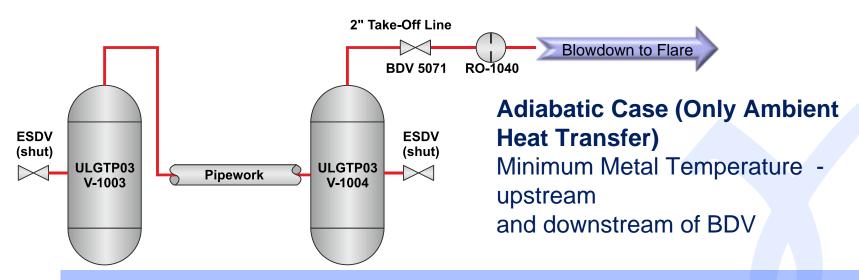
- Cleaning
 - Brush
 - Jetting
 - Chemicals
- Interventions
 - Wax and Hydrate plug dispersal
 - Stuck pigs
 - Testing and isolation plug installation





DEPRESSURING AND BLOWDOWN TOOLS Fire and Adiabatic Cases

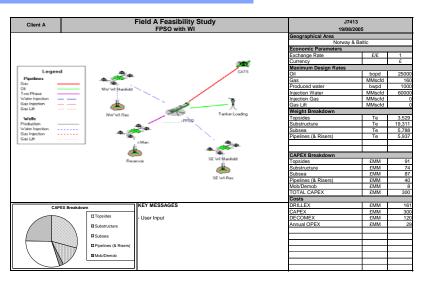






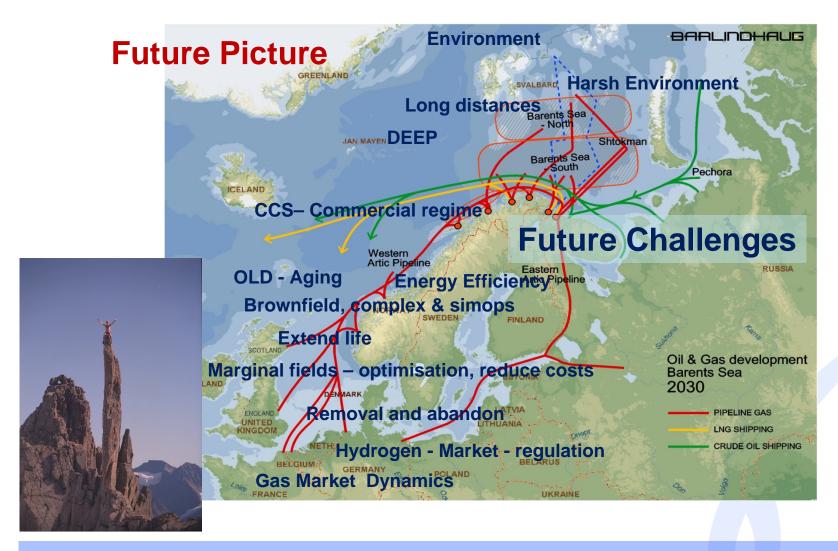
ADEPT Area Development Planning Tool

- An overall facility summary
- CAPEX for Onshore, Topsides, Substructures, Bridges, Pipelines & Risers, Subsea
- OPEX
- DRILLEX



TAG NUMBER	ITEM	Number	Rating	Capacity Per Bern	Material of Consinuel.	Piping	Design Co	enditions deg C	Load		Size (III W		Ory	(Te) Op	France	tala (m*2/	Co WA.	Remarks
	1) - Wellstad Facilities	· ·		747.000	Constraint		941	and c	[NW]	,	-	-"-	MY.	MP.	11/11/2	(sy mi	MP MI	
1-10-001	Production Header	1	100%	8.6	CS	CS	229	-27/78		5.0	1.0	1.0	1.0	7.8	5.0	5.6	7.6	
-LG - 002	Test Header	1	100%	8.0	(1)	69	220	-27/74	1	5.0	0.2	0.2		1.0	0.0	2.0	3.0	
1 - UK - 003	Subsea Control Parkage	- 1	100%	0.0			19'4	-27/79	- 65	6.6	XX	44	20.0	25.4	17.5	28.6	25.4	
	THE REAL PROPERTY OF THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAME					-			15	-	-	-	-		1)	27	35	
	29 - Production Separation																	
- VA - 601 A/B	Inlet Separator	2	58%	8.6	69	69	101	-27/70		15.4	3.4	1.5	124.0	967,0	95.5	248.0	374.0	Cyclone deninting
- VA = 602	Test Separator		160%	0.0	CS	CB	591	-27/78		1.4	1.4		11.0	16.4	2.0	11.0	16.0	2 Focket varie with upstream pad
30 - VJ - 603	Condensate Coalescer	1	166%	8.8	69	CO	191	-27/78		1.0	1.1	2.2	34.7	12.1	17.6	34.7		Kedmesh type
	21 - Condensale Paraging & Melering	-	_	_						_	_	_		_	115.0	295.7	452.8	
- PA - 003 A/B	Condensate Export Pump		100%	8.0	CI	C 9	229	-27/70	172	3.2	1.3	1.5	2.9	3.5	8.3	5.0	7.0	_
- M - 001	Condensate Metering Skid		100%	8.6	CS	69	229	-27/70		7.6	3.1	2.3	4.9	5.9	23.6	4.9	5.9	
	Compensate Metering 1833		1995	0.0			119	4007	272	1.0	A1	1.2	4.7	3.9	31.9	19.7	12.9	
	23 - Gas Export Compression			MW					200						103	110	- 14.17	
- VG - 606 A-E	Export Gas Compressor Suction Scrubber	- 5	25%	8.6	66	69	118	-27/70		2.0	2.0	4.4	29.1	32.5	26.0	140.5	162.5	2 Pocket vane with upstream pad
- KA - 601 A-E	Export Gas Compressor	5	25%	27.6	CS	CS	220	-27/140	1000	23.0	5.0	5.0	191.0	193.0	575.0	955.0	965.0	LM3500+
- HX - 602 A-E	Export Gas Compressor Discharge Cooler	- 5	25%	29.1	66	66	220	-27/140		0.5	0.6	1.7	2.9	3.2	4.5	64.5	16.0	Printed Circuit Heat Exchanger
23 - PA - 662 A-E	Export Gas Comp Stution Scrubber Recycle Pump	- 6	25%	-	CS	CS	128	-27/70	2	0.6	0.4	0.4	0.4	0.4	1.2	2.0	2.0	
									1002						597.7	1112.0	1145.5	
	24 - Gas Delrydration																	
- VB - 865 AB/CD	TEG Contactor	- 4	25%	0.0	55	99	191	-27/70		3.1	3.1	12.6	142.0	163.0	39.4	568.6	652.0	with integral suction scrubber
- XX - 601 A/B	TEG Regen. Package	2	58%	6.0	55	55	3.5	-27/220	3630	15.4	5.2	8.5	104.2	119.6	166.2	200.4	239.7	
- HX - 601 AB-CD		4	25%	AMW	66	CS	991	-27/78		0.9	0.6	1.8	5.7	6.3	2.2	22.8	25.4	Printed Circuit Heat Exchanger
- TA - 602	TEO Make-up Tank	1	100%	20m3	-		3.5	-27/50	15	4.5	3.0	2.0	4.4	17.9	13.5	4.4	17.9	
14 - PA - 00)	TEG Make-up Pump	- 1	100%	5.0	55	- (6	3.5	-27/54	9.2	0.6	0.3	0.4	6.2	6.3	0.2 214.4	6.2	935.0	
	27 - Gas Metering	_	_	_					1939	-				_	214.4	803.9	935.0	
7 - 8 - 601	Export Gas Metering Skid		58%	8.0	66	86	224	-27/74		20.0	3.4	2.9	115.0	116.0	124.0	230.0	222.6	Ultranonic
	Education and and		77.7				1117	40.114	1	14.4			11334	111.4	124.0	230.0	232.0	ON BOOK
	29 - Produced Water Reinjection			BWPD											10.00			
- PA - 001 A/B	Reinjection Pump	2	100%	586.0	69	Duplex	275	-27/54	38	2.5	1.2 0.3	1.4	1.6	2.0	6.0	3.2	4.0	
- CB - 602	Reinjection Water Filter	1	100%		CB	Duplex	3.5	-27/54		0.3	0.3	1.0	0.5	1.2		0.5	1.2	
						_			38		_				6,1	3.7	5.2	
38 - XX - 862	38 - MEO Regeneration MEG Regen, Package		100%	4.4	88	88	3.4	160	3789	14.0		9.0	66.6	16.3	45.1	66.6	16.3	
I - XX - 902	MEG Regen, Package Lean MEG Yank	- 1		400m)	LTCS	LTCS	3.5	-27/50			47							
I - TA - 003	Lean MEG Tank		100%	400m3	LTCS	LTCS	3.5	-27/50		18.0	5.0	3.4	0.0	468.1	8,0	0.0	0.0	Included in Substructure Included in Substructure
I - TA - 004			100%	400m3	LTCS	LTCS	3.5 220	-27/50	0 75		5.0	9.4	9.0		8.0	8.0 E.0	10.0	thickness in transfructure
	MEG Injection Pumps Rich MEG Transfer Pumps	-	100%		LTCS			-27/50	- 79	4.0	2.0	2.0	4.0	5.0				
18 - PB - 106 A/B	Fich MEG Transfer Pumps	1	100%	0.0	LTCS	LTCS	3.5	-27/59	3879	1.5	0.0	1.0	4.7	0.8	2.4	1.4	1.6	
	48 - Cooling Medium			m31r					2819	-						-74	-11	
- HB - G01 A-H	CCCM/Sequeter Cooler		14%	21.4MW	Ti .	LTC9	12	-27/50		6.0	2.2	2.9	44.5	19.5	105.6	112.8	156.0	Plate Heat Exchanger
- PA - 007 A-E	Circulation Pump	- 1	25%	2250	LTCS	LTCS	12	-27/50	2500	4.2	2.0	2.4	14.1	6.0	42.0	27.5	30.0	ran ma Limby
- VL - 003	Expansion Vennet	1	100%	2017	LYCS	LYCS	12	-27/50	0	0.0	27	3.2	9.5	35.5	21.6	9.5	35.5	
	Filter Package		100%	900	LTCS	LTCS	42	27/50			2.0	4.0	5.0	4.5	44	5.0	6.5	
- CB - 004																		

R&D Future Summary







Prepared by Genesis Oil and Gas Consultants Ltd Jåttåvågveien 7, Building E, PO Box 130 4065 Stavanger Tel: +47 67 20 64 06 Fax:+47 67 20 24 90