

Advanced Technology and Collaboration: Clean Coal Development

John M. Pope, Ph.D. CEO | November 2017 | Clean Coal Industry Forum, NETL

WellDog technical product and service company

Founded: 1999 in Laramie, Wyoming, USA

Mission: Driving global sustainability through georesource innovation

Industries: Coal mining, coalbed methane, shale gas and oil, tight gas, CCS

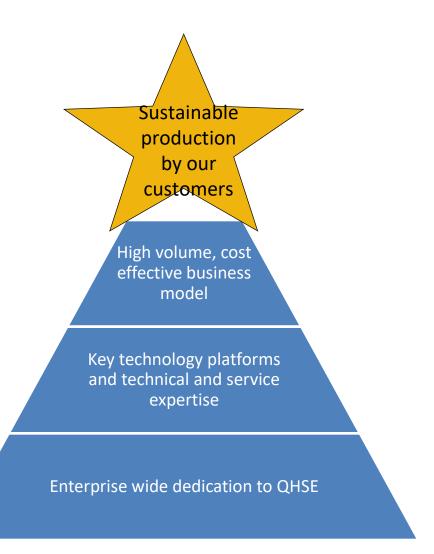


WellDog technical product and service company

+ Business model:

- Practical technical innovation
- Sustained customer focus
- Value-driven business innovation





WellDog technical product and service company

+ Credentials:

- Leading downhole technology company
 - Backed by Shell Technology Ventures
 - Over 3,000 wells tested or optimized
- Impacts:
 - Located 600 Bcf gas in CBM wells
 - Increased Australian CBM output by 15% (65 Bcm) worth A\$500MM
 - Reduced coal mining pre-drainage time and cost by 33%
- Industry firsts:
 - Pre-drainage measurement of coal seam gas and permeability in 13 hours (with BHP Billiton)
 - Direct measurement of downhole gas in CBM wells; first alternative to core desorption
 - Direct measurement of downhole gas in shale wells; observation of imbibition (with Shell)
 - Direct measurement of injected CO₂ across multiple coal seams (with DOE)
 - First and only direct measurement of shale thermal maturity
 - First direct measurement of frac wings in shale well

Awards:



OF

ENERGY





Safety







World's Best Technologies 2004

AWARDS Wriner 2003

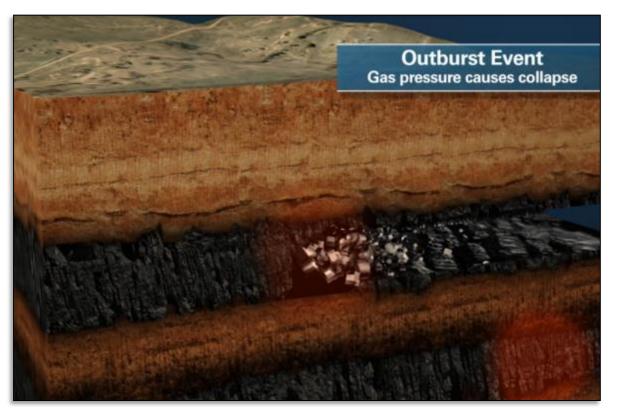


Proud Recipients of the Presidents Excellence in Exporting "E" Award





- + Pre-drainage planning and management
- + Coal gas production
- + VAM/GHG emissions reductions



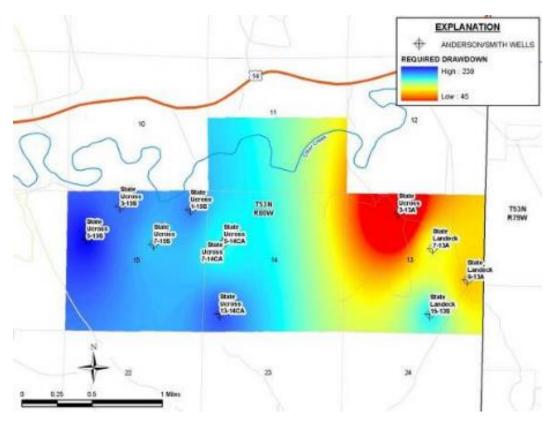


+ Pre-drainage/coal gas production

- Identify key pre-drainage locations and depths
- Minimize pre-drainage time
- Validate resulting gas levels
- Test at wellhead or downhole, alone or with permeability
- Wet or dry coals



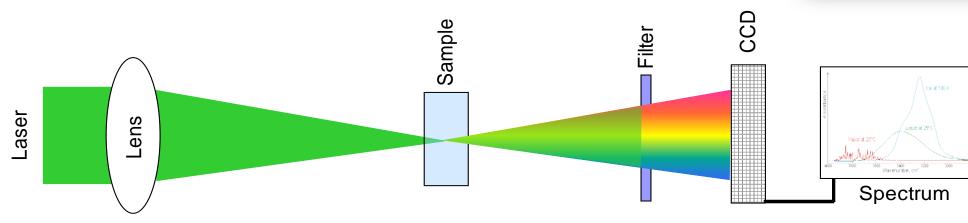




+ Pre-drainage/coal gas production

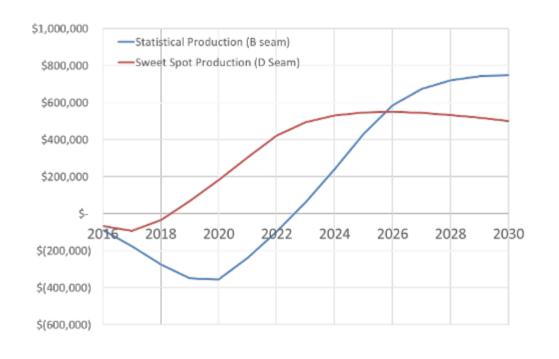
- Uses unique, proprietary Raman system for measurement
- Highly accurate: Results accepted by CBM reserves auditors

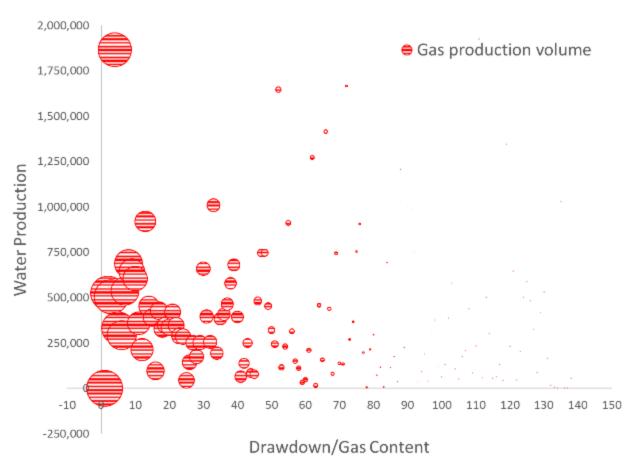




+ Pre-drainage/coal gas production

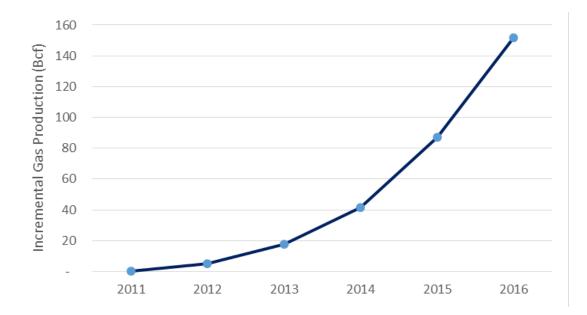
- Predicts which coals will drain first
- Test occurs before any production commences





+ Pre-drainage/coal gas production

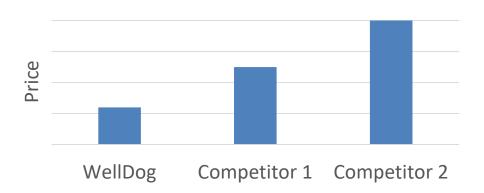
- Monitor subsequent drainage with WatchDog systems
 - Maximize drainage rate without damaging coal face
 - Confirm drainage rate and completion

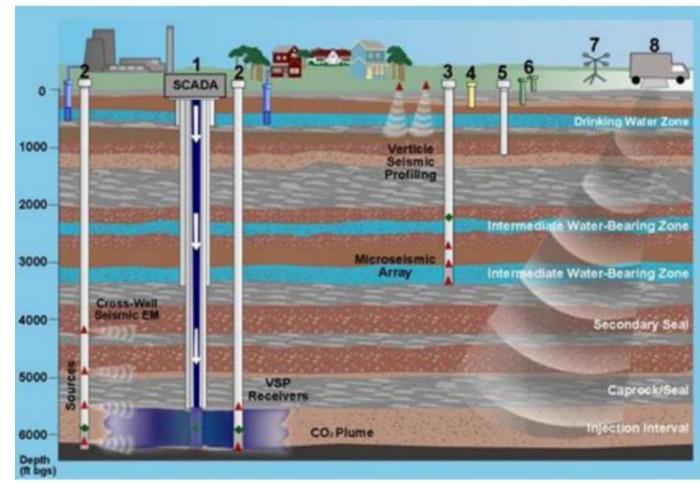




+ Carbon sequestration monitoring

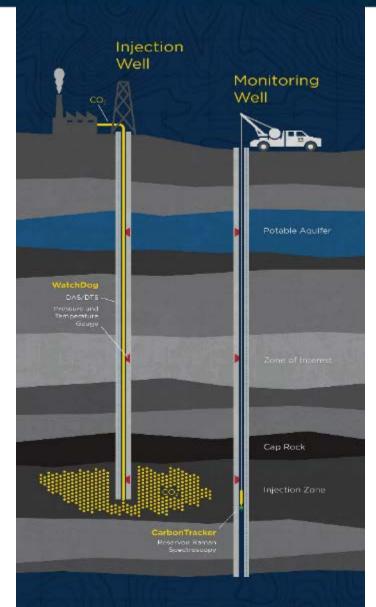
- Standard verification, monitoring and assessment services
- Assess possible sinks, monitor and verify sequestration
- Downhole microseismic, pressure and other sensor systems
- Low cost, high volume services suitable for commercial scale up





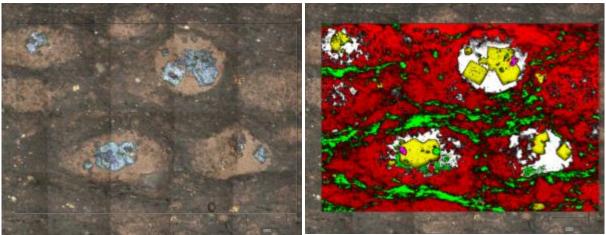
+ Carbon sequestration monitoring

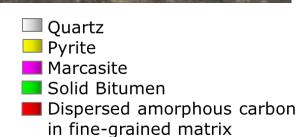
- Directly monitor CO₂ sequestration
 - The only system that does so
- Wellhead or downhole test, alone or with permeability test
- Open hole or cased hole tests
- Performed on multiple US-DOE CCS projects in the US
- Performed on CCS wells in Australia
- Reveals which zones uptake CO₂
- Shows the extent of reservoir loading
- Shows methane vs. CO₂ flowback

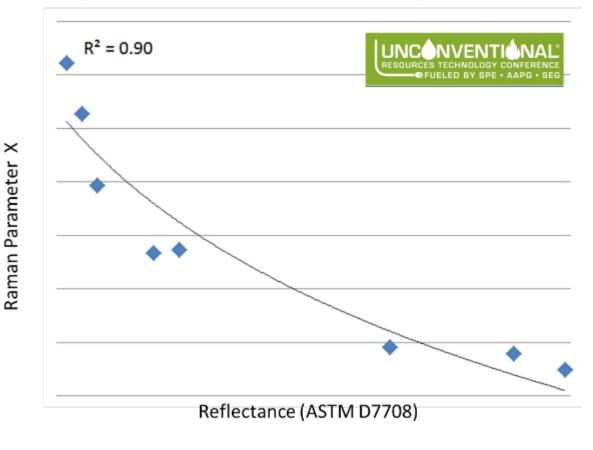


+ Shale oil and gas (laboratory)

- Identify shale mineralogy
- Identify shale thermal maturity directly and accurately





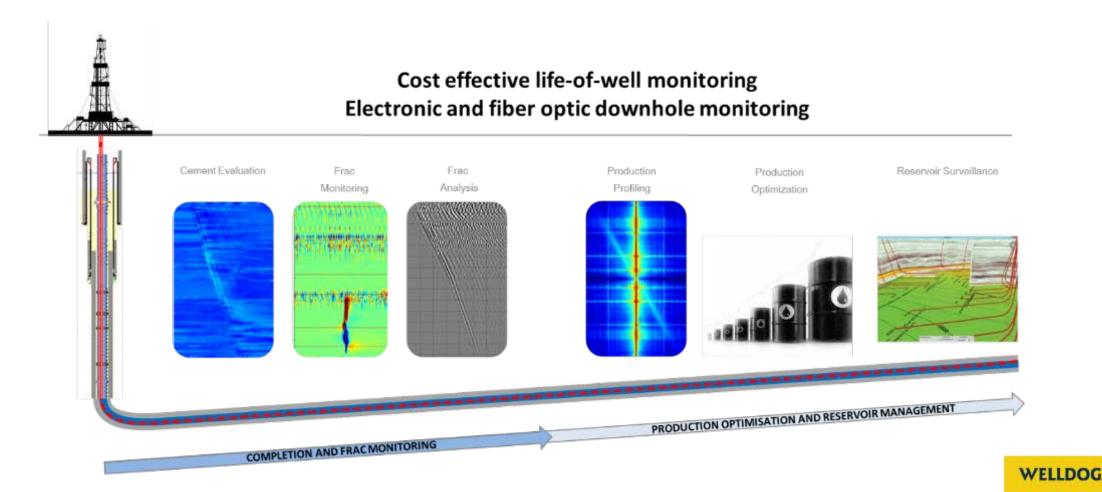


High Correlation with Standard Maturity Measurement

WELLDOG.

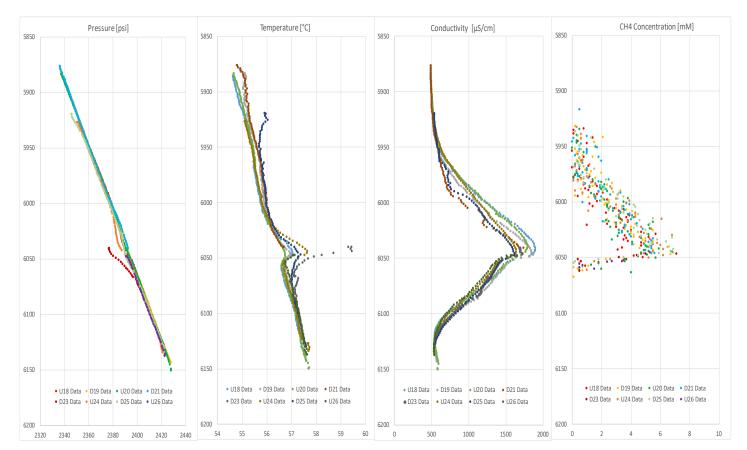
+ Shale oil and gas (downhole)

Measure downhole pressures to optimize completion and production success

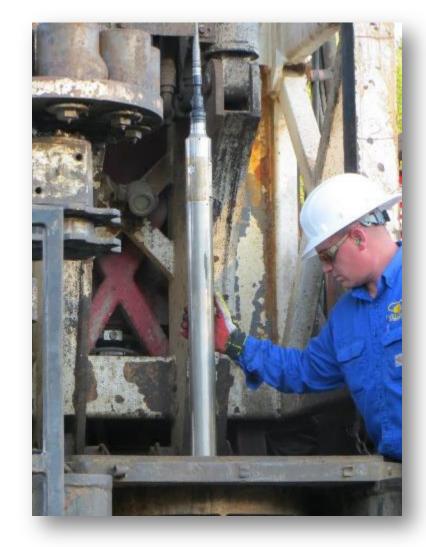


+ Shale oil and gas (downhole)

 Locate and identify the hydrocarbon directly





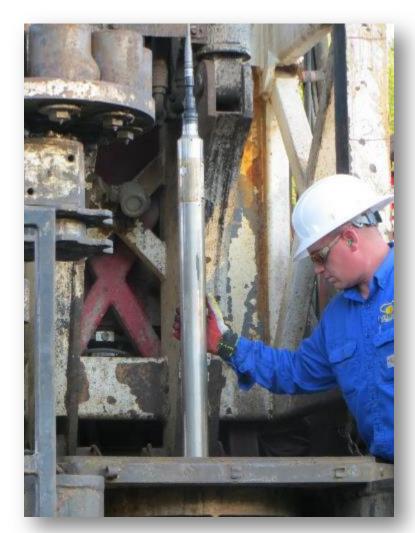


Shell

+ Shale oil and gas (downhole)

 Locate and identify the hydrocarbon directly

	Basal	Middle	Upper	
Formation Density	2.35	2.55	2.55	g/cm3
TOC	10.0	4.4	8.0	wt %
Sg	0.78	0.68	0.72	
Porosity	0.15	0.06	0.10	mole %
DRRS Gas Content	474	602	976	scf/ton



WellDog provides integrated operator services

- + Sister company Carbon GeoCycle now operates oil, gas and CCS projects
- Works closely with WellDog to provide integrated project management to customers around the world
- + Specializes in sustainable CBM, conventional onshore oil and gas, and CCS operations
- Engaged in JV with oil and gas company in USA focused on ECBM
- + Participating (as subcontractor) in Shaanxi JV



WellDog delivers its services in China

- + WellDog products and services are available in China now
 - Shaanxi
 - Shaanxi WellDog Energy Technology Limited: Cooperative JV between WellDog and SPIERCE
 - CJV signed 4 June 2017 in front of Wyo Gov Mead and Shaanxi Gov Hu
 - WellDog providing commercial and technical innovation
 - SPIERCE providing technical and public policy innovation

WellDog delivers its services in China

+ Shaanxi WellDog Energy Technology Limited: Cooperative JV between WellDog and SPIERCE



WellDog delivers its services in China

+ WellDog products and services are available in China now

- Shaanxi: Shaanxi WellDog Energy Technology Limited
 - Goal: Enable a more sustainable Shaanxi resource industry through:
 - Accurate reservoir data
 - Best practices development decision making
 - Advanced production/sequestration optimization tools
 - Now working to deliver on three projects in 2018
- PRC, other
 - Services sold through agent based in Beijing
 - Testing equipment is in country now
 - Previous jobs have included Ordos Basin CBM testing