WEATHER, STAFF AND EQUIPMENT

A TRIFECTA OF SUCCESS FOR CLOSURE WORK ON REMOTE WINTER ACCESS SITES

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INTRODUCTION TO AB OWA

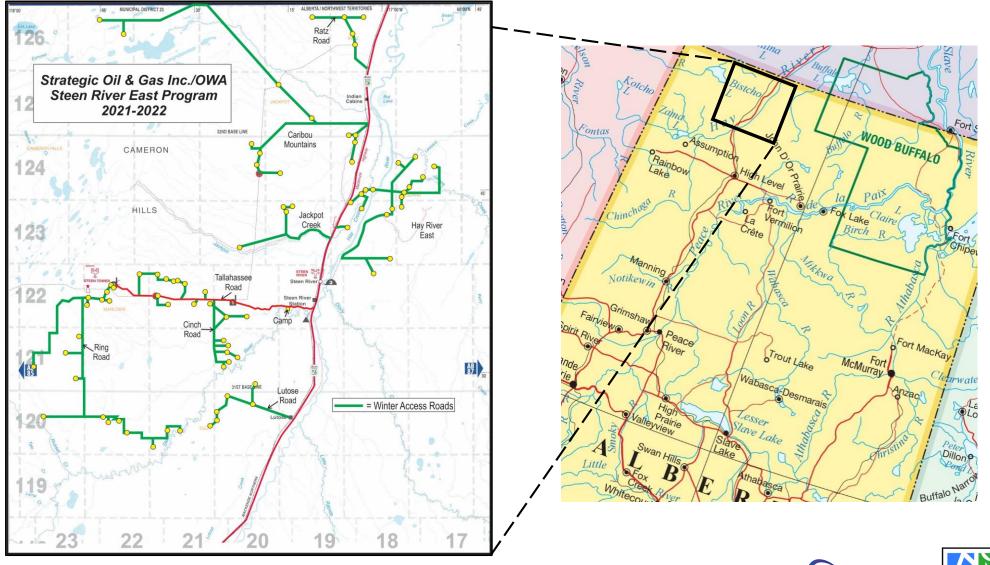
Alberta Orphan Well Association (AB OWA)

MANDATE:

To decommission all Orphan oil and gas infrastructure and reclaim the land similar to its original state. We do this while operating in a manner that is:

- Safe
- Principled
- Cost-efficient





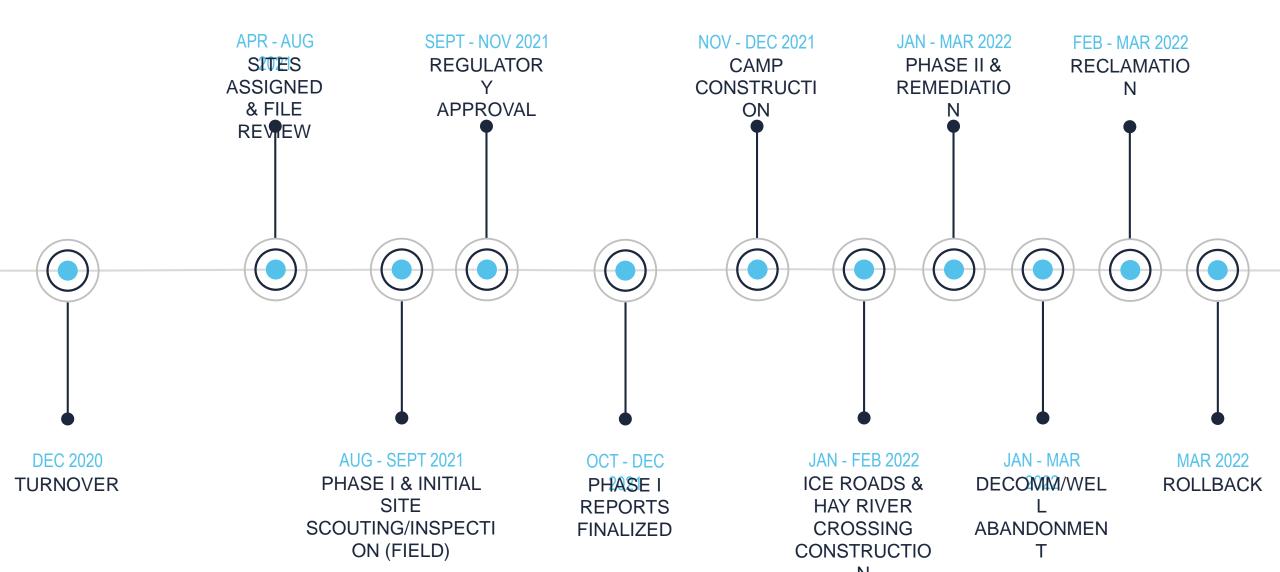








PROJECT TIMELINE

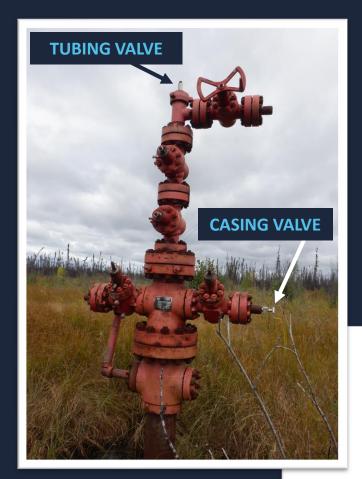


PHASE I

- a. File review
- b. Site inspection
- c. Results:
 - Phase II yes/no
 - Outstanding reclamation obligation
 - Determine reclamation costs
 - Major or minor reclamation

INITIAL INSPECTION

- a. Take inventory of facilities
 - Well vintage 1960's to 2008
 - Varying degrees of facility neglect
- b. Wellhead pressure tubing/casing
- c. Issues (leaks, surface casing vent flow (SCVF) and gas migration)
- d. Scout access
 - Creeks/rivers
 - Ground type (muskeg, upland and permafrost)



TAKING STOCK OF FACILITIES



ONSITE PIPING



TANKS



RISER



FACILITIES



FLARE STACK



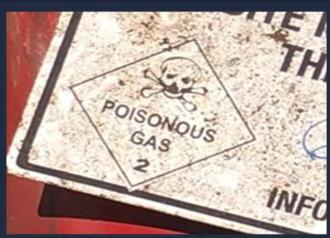
HELI PAD/ABANDONED

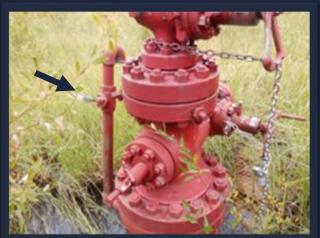
Many of the sites inspected had significant production infrastructure still in place



High H2S wells pose a significant risk factor











REGULATORY APPROVALS

CAMP (200 person camp)

- Location, placement
- Regulator Temporary Field Authorizations (RTFs issued by AER)
- Wildlife sweep
- Municipal approvals (open for occupancy December 15, 2022)

ROADS

- RTFs
- Seismic line usage
- Proximity/crossing approvals

HAY RIVER CROSSING

- Regulatory approvals
- Ice survey; ground penetrating radar (GPR)
- Ice engineering
- Fisheries and Oceans Canada approval

CARIBOU PLANNING

- Yates herd
- Bistcho herd



SNOW CAT

FLOATER TRUCK

D3 CAT

START OF FIELD ACTIVITY

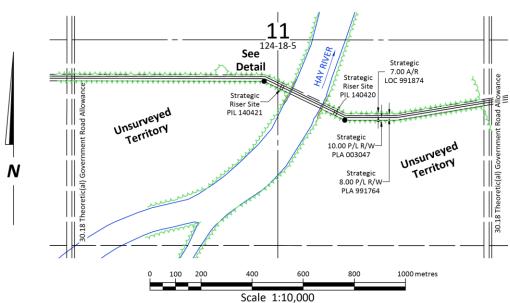
- Contractor mobilization to the area
- Track packing
 - Skidoos
 - Tracked argos
 - Snowcats/floater trucks
 - D3-D5 Cats, graders
 - Snow making machine (river, creeks)

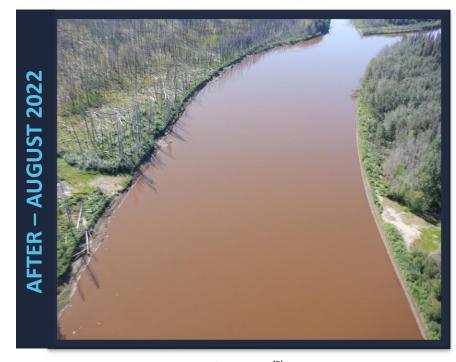
(Maximum 120 day operating period)

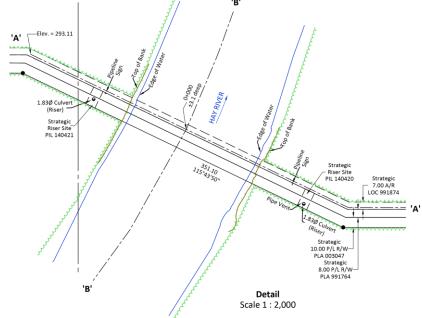














HAY RIVER INSTALLATION

PROCESS TO WORK ON ICE

- a. Walk on ice
- b. Flood ice
- c. Drive on ice
- d. Flood ice
- e. Engineering/inspection
- Minimum 25 cm of ice to commence operations (December 23, 2021)
- Require 1.1 metres for 50,000 kg loads (February 5, 2022)
- Three GPR inspections

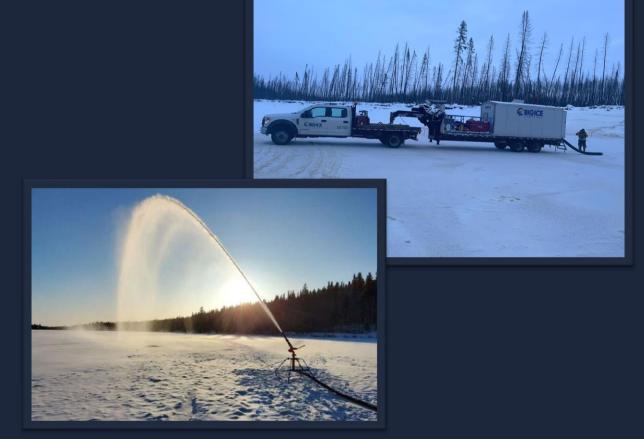






HAY RIVER INSTALLATION





HAY RIVER CROSSING







PHASE II ESAs

Initial Phase II

Analytical interpretation and next phase of work proposal (supplement or remediation) was completed within 4-5 days of sample arrival at the lab

Supplementary Phase II

- a. Field drilling with remote access drill
- b. Sample preparation and shipping
- c. Laboratory analysis (Bureau Veritas, Calgary)

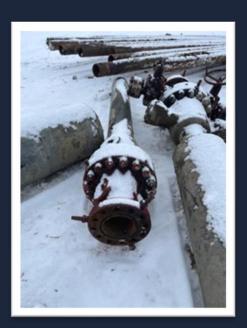
Results/Interpretation

Remediation Plan and Cost Estimate

DECOMMISSIONING/ABANDONMENT

FACILITY DECOMMISSIONING REMOVAL

- a. Fluid removal
 - Oil/water emulsion
 - Propane
 - Corrosion inhibitor
 - Methanol
- b. Onsite flowlines and pilings
- c. Pipeline and risers











DECOMMISSIONING/ABANDONMENT



SERVICE RIG



WATER JET CUT & CAP



WELL ABANDONMENT

- a. Removing downhole pipe
- b. Cementing
- c. Repair SCVF/gas migration
- d. Upon successful abandonment
 - cut and cap wellhead





REMEDIATION

REMEDIATION PLAN – MAJOR

- a. Excavation
- b. Class II landfill approvals
- c. Excavation closure sampling
- d. Analytical interpretation
- e. Excavate and haul to landfill
- f. Backfill
- g. Large excavation where material was hauled to landfill required backfill material from regulatory approved borrow pit

REMEDIATION PLAN – MINOR

- a. Surface stain cleanup and analytical closure
- b. Numerous sites were identified to have small cumulative releases from around existing facilities:
 - Salt water
 - Petroleum hydrocarbons
 - Methanol





REMEDIATION



REMEDIATON - EXCAVATION



LOADING CLEAN BACKFILL



TRUCKING CONTAMINATED SOIL TO LANDFILL









MAJOR RECLAMATION

Cut/fill with grade road format:

- Cut and fill construction
- Pad sites
- High grade roads
- Stripped sites requiring surface soil re-distribution

MINOR RECLAMATION

- Woody material rollback to prevent windrows
- Contour minor settlement





ROLLBACK





Rollback woody vegetation on designated sites to enhance the re-establishment of native forested species and to minimize weed encroachment



360

PROJECT LIMITATIONS

REMOTENESS TO SERVICES

Sample shipment logistics and coordination with shippers and Bureau Veritas laboratory

DURATION OF EXTREME COLD

• 90 of the 120 days spent on the project were -25 to -42 C, causing significant issues with equipment operability

MANPOWER CHALLENGES

- ↑ Rising oil and gas prices
- ↑ Rising oil and gas activity
- Manpower and available equipment shortages

COVID-19

- During the peak of the Omicron variant, experiencing multiple waves
- Rapid testing before and after arrival at camp (3 negative tests) required to remain at camp
- 10-day quarantine to 5-day quarantine

PROJECT SUCCESS

SAFETY

- 77,979 total person hours (abandonment, decommissioning & environment), 3 incidents
- Everybody went home safe at the end of the day
- Due to the COVID-19 protocols in place, there were very few pandemic issues in the camp

LARGE VOLUME OF WORK

- 350 km winter access/ 57 to 10/km freeze-in. Tackle and complete closure on the most remote sites as a priority
- 988 boreholes drilled (Phase II)
- 4,105 soil samples analyzed in a 48 hour turnaround
- 3,839 tonnes contaminated soil hauled to landfill

ALBERTA BIODIVERSITY

- Less future disturbance to Caribou herds
- Sour wells removed from Alberta inventory
- Significant decommissioning and equipment removal to aid in future site restoration and reduce permafrost damage, cleaning up our backyard





HANK YOU TO PARTICIPATING CONTRACTORS

PRIME CONTRACTORS









SUBCONTRACTORS









