



Gas Well Unloading

Well Unloading ??

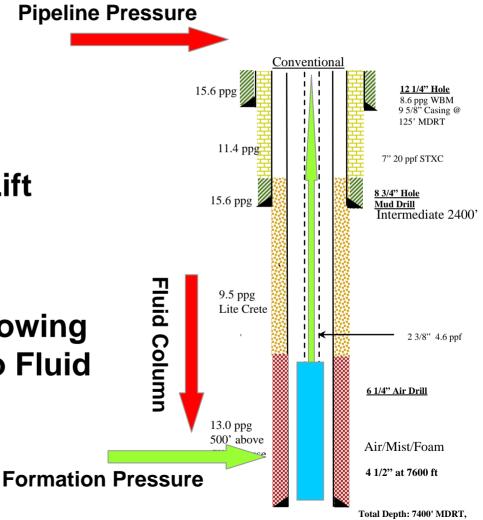


Well Flow:

- Depends on Delta P
- Flow Rate is a f of Delta P
- Rate Determines Velocity
- Velocity Determines Fluid Lift

Formations:

- Deplete over Time
- Build P While Well is Not Flowing
- Shut-in Time is Important to Fluid Unloading







"Smart" Automation

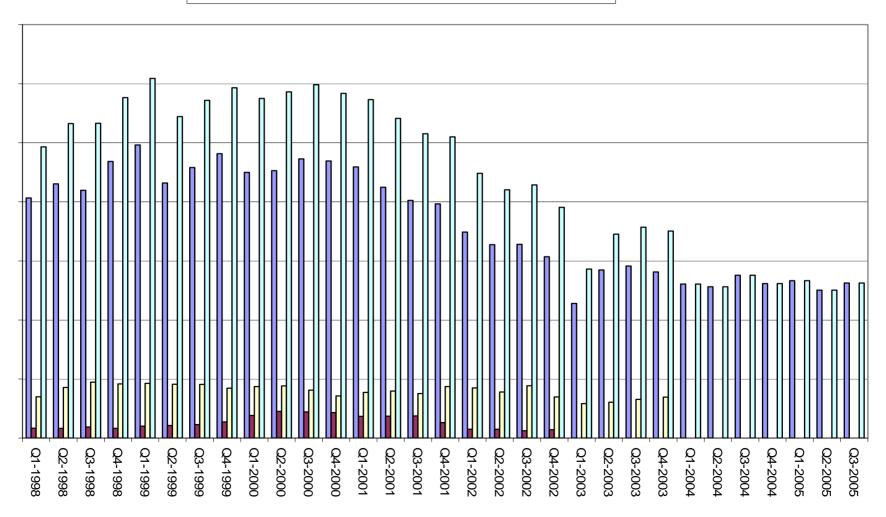
- Both Plunger Equipped and No
 Plunger
- On-site PLC Based
- Custom Control Code Based on "Turner" Lift
- **RTU Transmission to Host**
- ~2300 Wells Under Control Beginning in 2001
- Venting More than Halved Production UP





Quarterly Vent Volumes

■ EL Paso Vol ■ SAMS Vol ■ JIC Vol ■ Total Vent Vol

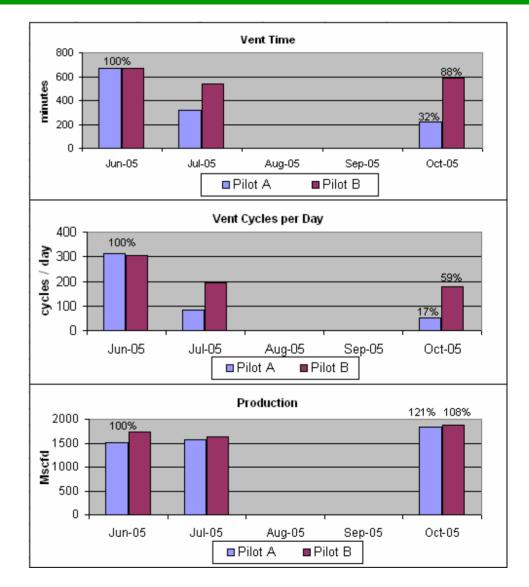




Next Steps

"New" Code

- Optimize Performance
 - Improve Production
 - Reduce Venting
- Automate Further
 - "Better Learning"
 - Less Intervention
- 40 Well Pilot
 - 20 Control
 - 20 Test
- More to Come



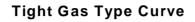
Tight Gas Reservoir

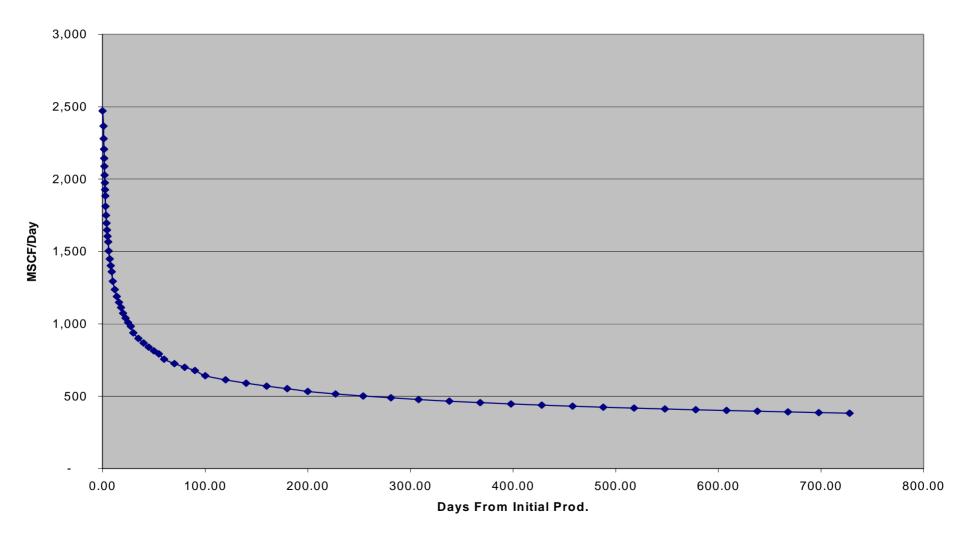


- Most Wells Not Plunger Equipped
- Condensate and Water Production = Fluid Loading
- Venting to Atmosphere Historical Approach
- Automated Shut-in Cycles New Approach
- PLC; RTU; Host; and Automated Flow Valve
- 40 Well Pilot ~ 12 Months
- ~\$5 K/Well for Automated Valve + RTU

Tight Gas Production







Results to Date



- Venting Virtually Eliminated
- Production Up ~ 17 MCF/Well/Day
- Overall Better Well Control
- Reduced Operator Trips
- ~200 Well Expansion Planned for 06
- ~Production Enhancement of ~1167 MMSCF/Yr Expected
- Vent Reduction of ? Expected