Tidelands Oil Production Company

Methane Reduction Actions

EPA's Natural Gas Star
Producers Technology Transfer Workshop
Long Beach, CA
August 21, 2007

Mark Shemaria

Replaced Old Gas Stretford Processing facility with Sulfa Treat System

Issue: Inefficient processing facility for changes in gas production.

Answer: Replace with Sulfa Treat System, for current and project gas production.

Replaced Old Gas Stretford Processing facility with Sulfa Treat System

- What did we do: Shut-in 11 "1920s" vintage ICEs
- Benefit: Removed old engines with inefficient combustion process that had a high blow-by of un-combusted fuel. (>100 tons/year);
- Technical Issues: New process and how do we manage the gas at the new facilities;
- Additional Benefits: Provided clean, efficient and reliable system



Consolidate Tank Facilities

Issue: Neighboring facilities were now under common ownership, duplication of facilities existed.

Answer: Consolidate facilities accordingly for current and project production needs.

Consolidate Tank Facilities

 What did we do: Combined production at 7 tank facilities into 2;

 Benefit: Eliminated over 80 processing tanks and associated equipment containing Methane;

Consolidate Tank Facilities

- Technical issues: How do we get the production there and accommodate unique production issues (hot fluids from steam fluid);
- Additional Benefits: Reductions in staffing needed to run facilities and reduction in maintenance, reduced other liabilities.

Consolidated and Electrified hydraulic pump operations

Issue: Multiple small (50 –120 bhp) old internal combustion engines driving power oil pumps;

Answer: Replace with electric motors

Consolidated and Electrified hydraulic pump operations

 What did we do: Reduced over 30 ICE powered Kobe hydraulic pumps to 12 electric motor powered units;

 Benefits: Removed old engines with inefficient combustion process that had a high blow-by of un-combusted fuel.

Consolidated and Electrified hydraulic pump operations

- Technical Issues: How do you make best use of existing equipment;
- Additional Benefits: Reductions in staffing needed to run facilities and reduction in maintenance, reduced other liabilities.



Installation of Molecular Gate® CO₂ Removal system.

Issue: Desire to take non-merchantable gas and make utility spec gas instead of flaring gas.

Answer: Install Acid Gas Removal system.

Installation of Molecular Gate® CO₂ Removal system

- What did we do: Installed Molecular Gate CO2 Removal system;
- Benefits: Created merchantable gas instead of flaring;
- Technical issues: New technology: 2nd unit to be installed in the world;
- Additional Benefits: Increase in revenue.





Use of Ultra Efficient ICEs

Issue: Desire to use non-merchantable gas, instead of flaring gas, to run ICEs instead of electric motors.

Answer: Install large ICEs capable of using gas to drive water injection pumps.

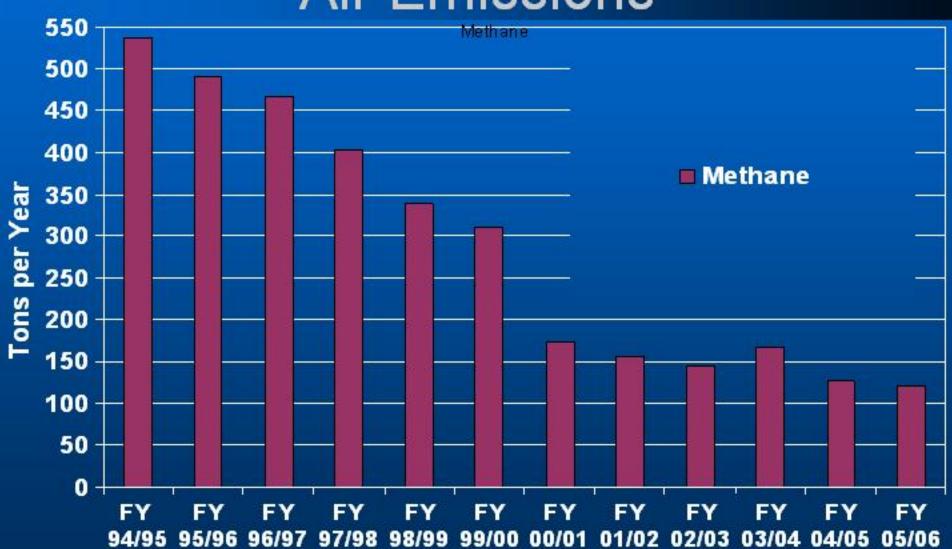
Use of Ultra Efficient ICEs

- What did we do: Designed ICEs to allowed the use of non-merchantable gas to be used as fuel.
- Benefits: Significantly reduced flaring (800 mscf/day)
- Technical Issues: How do you control emissions with varying quality gas;
- Additional Benefits: Reduction in electrical cost (\$3,000/day/unit)





Air Emissions



Methane is higher in FY03/04 because SCAQMD changed method for calculating methane emissions.