



# Upstream Oil and gas glossary

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**esanda**

*Upstream oil and gas training specialists*





*Delivering integrated  
upstream oil and gas  
industry training*

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# Introduction

Esanda is an independent upstream oil and gas consultancy specialising in industry specific training and field development planning services. Our operations are supported by our UK and Australia offices.

Esanda provides upstream professional development training courses, workshops and coaching/mentoring services throughout the world which is delivered by a core team of industry experts, each with over 30 years' experience.

We cover the gamut of upstream industry topics; geology, geophysics, reservoir engineering, drilling, facilities, costing, commercial, financial and accounting.

Our training programmes run from specialist breakfast sessions to Masters level courses as well as graduate training programmes of up to 9 months duration.

At Esanda we develop long term relationships with our clients and provide follow up coaching/mentoring and online support as well as tailored in-house coaching/ mentoring programmes to suit our client's needs.

## Esanda Course Offerings

Open course program visit

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Bespoke courses for NOCs and IOCs

Graduate training programmes

Masters level courses in Energy Management

Coaching/mentoring programs

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Core team of experienced trainers

Internally develop training programmes

Enter into long term relationships with clients by providing ongoing coaching/mentoring.

Follow on support to client's specific needs through our trainer's practical industry experience

Esanda courses are individually accredited by the UK CPD certification service

## Training

See our training page at [www.esandaengineering.com](http://www.esandaengineering.com)

for details of upcoming courses or contact us directly on [info@esandaengineering.com](mailto:info@esandaengineering.com)

to enquire or discuss your bespoke training needs.



# Glossary

**Abandonment** End of production, plug and abandon wells, dismantle and remove all material and equipment

**Acidising** Treatment of reservoir with hydrochloric or hydrofluoric acid to improve performance

**AFC** Approved For Construction

**AFD** Approved For Design

**AFE** Approved For Expenditure

**AHV** Anchor Handling Vessel

**Alkane** Any of various saturated open-chain hydrocarbons having the general formula  $C_nH_{2n+2}$ , the most abundant of which is methane ( $CH_4$ )

**Alkene** Any unsaturated aliphatic hydrocarbon with the general formula  $C_2H_2n$  such as ethylene, also known as olefins

**Alluvial fan** Pattern of sedimentary deposit frequently laid down by streams or rivers which spread out into plains

**Annulus** Space between two concentric objects such as between the wellbore and casing

**Anoxic** Lack or absence of oxygen

**Anticline** An arched shape fold in which rock layers are upwardly convex

**API** American Petroleum Institute

**API gravity** Density measurement for oil.  $API\ gravity = 141.5 / (\text{specific gravity}) - 131.5$

**Aquifer** Water-bearing rock strata

**Aromatics** Relating to an organic compound containing at least one benzene ring ( $C_6$  ring) or similar ring-shaped component. Naphthalene and TNT are aromatic compounds. Notable for their distinctive, usually fragrant smell

**Artificial lift** Sucker rod-pumps (nodding donkeys), gas lift, hydraulic pumps, and submersible electric pumps, used to aid the production of oil as reservoir pressure declines

**Asphalt** Solid petroleum residue, similar to bitumen, tar and pitch

**Associated gas** Natural gas which is dissolved in crude oil in the reservoir

**Bar** Unit of pressure

**Bara** bar, absolute pressure

**Barg** bar, gauge pressure

**Barrel** 42 US Gallons

**Bbl** Blue barrel, 42 US Gallons

**bb/d** barrel of oil per day (see also Mbb/d and MMbb/d)



**Blue Barrel**

**bb/MMscf** barrels per million standard cubic feet

**bcf** billion cubic feet (10<sup>9</sup>)

**BH** Bottom Hole

**BHA** Bottom Hole Assembly

**BHP** Bottom Hole Pressure

**Bit** The cutting/boring element used in drilling wells, consisting of a cutting and a circulating element



**Drill Bit**

**Bitumen** Form of heavy, solid petroleum. See Asphalt

**Block** Subdivided areas for the purpose of licensing to a company for exploration or production rights

**Blow down** Process of releasing pressure. Producing a gas cap after oil production has concluded

**Blowout** Uncontrolled release of fluids from the well bore

**Blowout preventer** See BOP

**BOD** Basis Of Design

**BOE** Barrels of Oil Equivalent (6,000 scf of gas equivalent to 1 bbl of oil)

**BOP** Blowout preventer, arrangement of valves and rams installed at wellhead to prevent sudden escape of fluids from reservoir



**BOP**

**Bopd** Barrels of oil per day

**Borehole** Refers to the face of the rock outside or below the casing

**Bottom-hole** Deepest part of a well

**Bottom-Hole Assembly (BHA)** Includes drill bit, drill collars, stabilizers and other drilling components

**Bottom-Hole Pressure (BHP)** Formation pressure at reservoir depth

**Bottom-hole pump** Pump installed in the wellbore, to increase productivity, (Also downhole pump)

**Bpd** Barrels per day

**Bridge plug** Down hole packer assembly used in a well to seal off or isolate a particular formation for testing, acidizing, cementing

**BS&W** Basic Sediment and Water

**Btu** British thermal unit

**Bubble point** The pressure and temperature at which the first bubbles of gas come out of solution

**Bwpd** Barrels of water per day

**Calliper** Tool for checking casing in a well for deformation

**CALM** Catenary Anchor Leg Mooring

**Calorific value** Quantity of heat produced by complete combustion of a unit weight of a material

**Cantilevered jackup** Jackup drilling unit where the drill rig is mounted on two cantilevers – see also Jackup

**CAPEX** Capital expenditure

**Cap rock** Impermeable layer of rock providing a seal to contain the reservoir fluids

**Casing** Steel pipe placed in the well and cemented in place

**Catenary** The natural curve assumed by a chain or cable suspended between two points (e.g. an anchor chain).

**cc** Cubic centimetre (cm<sup>3</sup>)

**CCR** Central Control Room

**CCS** Carbon Capture and Storage

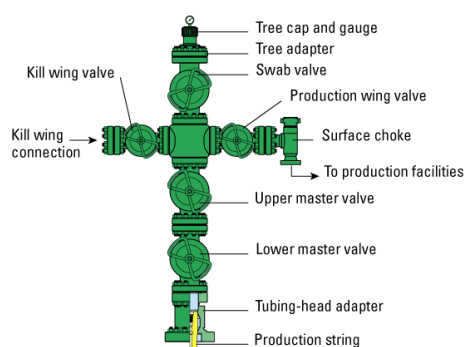
**Cellar deck** Deck beneath the working floor of a drilling rig or below the main deck of an offshore platform

**Centipoise (cP)** A unit of measurement for viscosity

**Check valve** A non-return valve, allowing flow in only one direction

**Choke** Device incorporating an orifice that is used to control fluid flowrate or downstream system pressure

**Christmas tree (Xmas Tree)** The set of valves, spools, pressure gauges and chokes fitted to the wellhead of a completed well to control production



**Christmas Tree**

**Clastic Rock** Rock which has been formed from sediment of other rocks e.g. sandstone, shale, conglomerates, etc.

**Cloud Point** The temperature at which paraffin waxes solidify and give a cloudy appearance to the oil which they form part

**CNG** Compressed Natural Gas

**CO<sub>2</sub>** Carbon dioxide

**Concession** Licence, lease, or other permit for exploration and/or production in an area or block

**Condensate** Low density, high API gravity liquid hydrocarbon phase that generally occurs in association with natural gas

**Conductor casing** Generally the first string of casing in a well

**Conductor pipe** A short string of large diameter casing used to keep the wellbore open and prevent it from caving in. It is usually put into the well first

**Coning** At excessive rates the reduction in reservoir pressure may tend to draw up underlying water or overlying gas towards the well in a cone like shape

**Continental Shelf** The area at the edge of a continent from the shoreline to a depth of 200m, where the continental slope begins

**Conventional** A reservoir in which buoyant forces keep hydrocarbons in place below a sealing caprock. Reservoir and fluid characteristics of conventional reservoirs typically permit oil or natural gas to flow freely into wellbores

**Core** A cylindrical sample taken from a formation for geological analysis

**Coring** The process of cutting a vertical, cylindrical sample of the formations

**Cp** Centipoise, a unit of measurement of dynamic viscosity (See Centipoise)

**CPF** Central Processing Facility

**CPU** Central Processing Unit

**CRA** Corrosion Resistant Alloy

**Cretaceous** Rock formed in the last period of the Mesozoic era, between the Jurassic and the Tertiary periods, during which chalk deposits were formed.

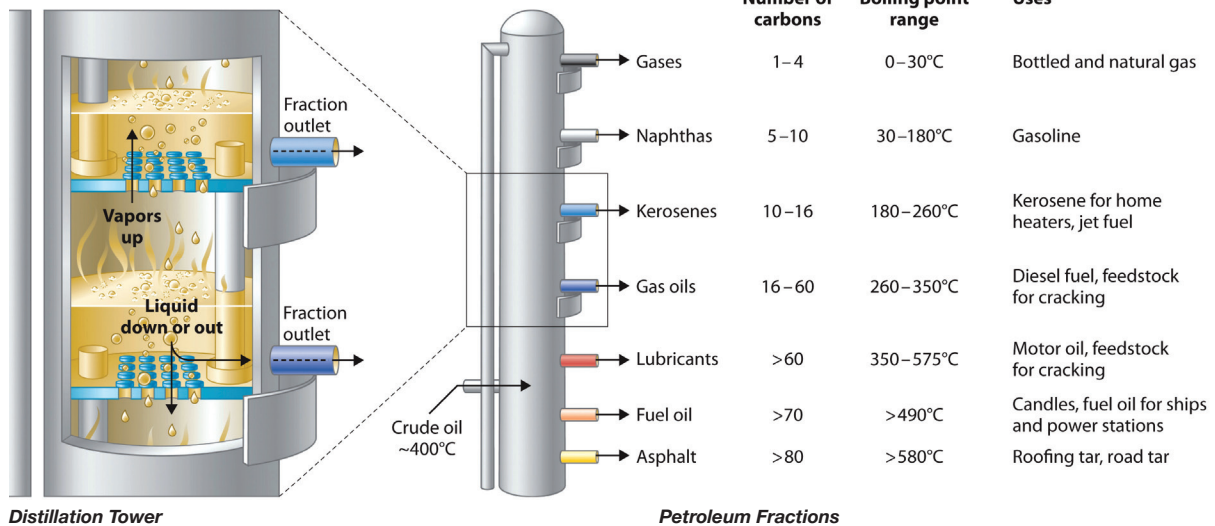
**Crude Oil** An unrefined mixture of naturally occurring hydrocarbons

**Cuttings** Small chips of rock retrieved from a well by the circulation of the mud, studied/logged by well-site geologist

**Daisy chaining** Subsea wells connected in series by flowlines

**Darcy** Unit of measurement of rock permeability, the extent to which fluid will flow through it

**DCF** Discount Cash Flow



**DCQ** Daily Contract Quantity

**DCS** Distributed Control System

**DDCV** Deep Draught Caisson Vessel

**Dead Oil** Oil containing no natural gas

**DEG** Diethylene glycol

**Degasser** A separator which removes entrained gases from liquids (oil or water)

**Dehydrator** Equipment for the removal of water from oil or gas

**Dehydration** Removal of water from oil or gas to meet an end user specification

**Delineation well** An appraisal well, drilled to determine the boundary of a discovered reservoir

**Density** Mass divided by volume, kg/m<sup>3</sup>, lb/ft<sup>3</sup> etc.

**Density log** Measurement of density, a guide to porosity

**Depletion** Progressive reduction in reserves as a result of production

**Depth map** Relief map of sub-surface structure, contours relating to depths from surface datum level, (i.e. sea level)

**Derrick** A large load-bearing structure, used for drilling

**Development well** A well drilled to allow production

**Deviated well** Well diverted from the vertical

**Dew point** Temperature and pressure condition at which liquids first condense from a gas

**Dewpointing** Removal of heavier hydrocarbons from a gas stream to meet end user specifications

**Diaper** Up-thrust intrusion of lower-density rocks through overlying formations, e.g. a salt dome

**Directional drilling** Intentional deviation of a wellbore from the vertical

**Discovery well** A successful wildcat or exploration well

**Distillates** The products of distillation

**Distillation** The process of heating and "flashing" or boiling off successive fractions, component hydrocarbon, from a crude oil feedstock, or a product of earlier distillation

**Down Hole** Down a well

**Downstream** Generally refers to crude oil refining, petrochemicals, marketing and distribution

**Downtime** A period when equipment is unserviceable or out of operation for maintenance etc.

**DP** Dynamic Positioning

**Draft** The vertical distance between the bottom of a vessel floating in water and the waterline.

**Drawdown** The difference between the static and the flowing bottom hole pressures

**Drawworks** The hoisting mechanism in a drilling rig

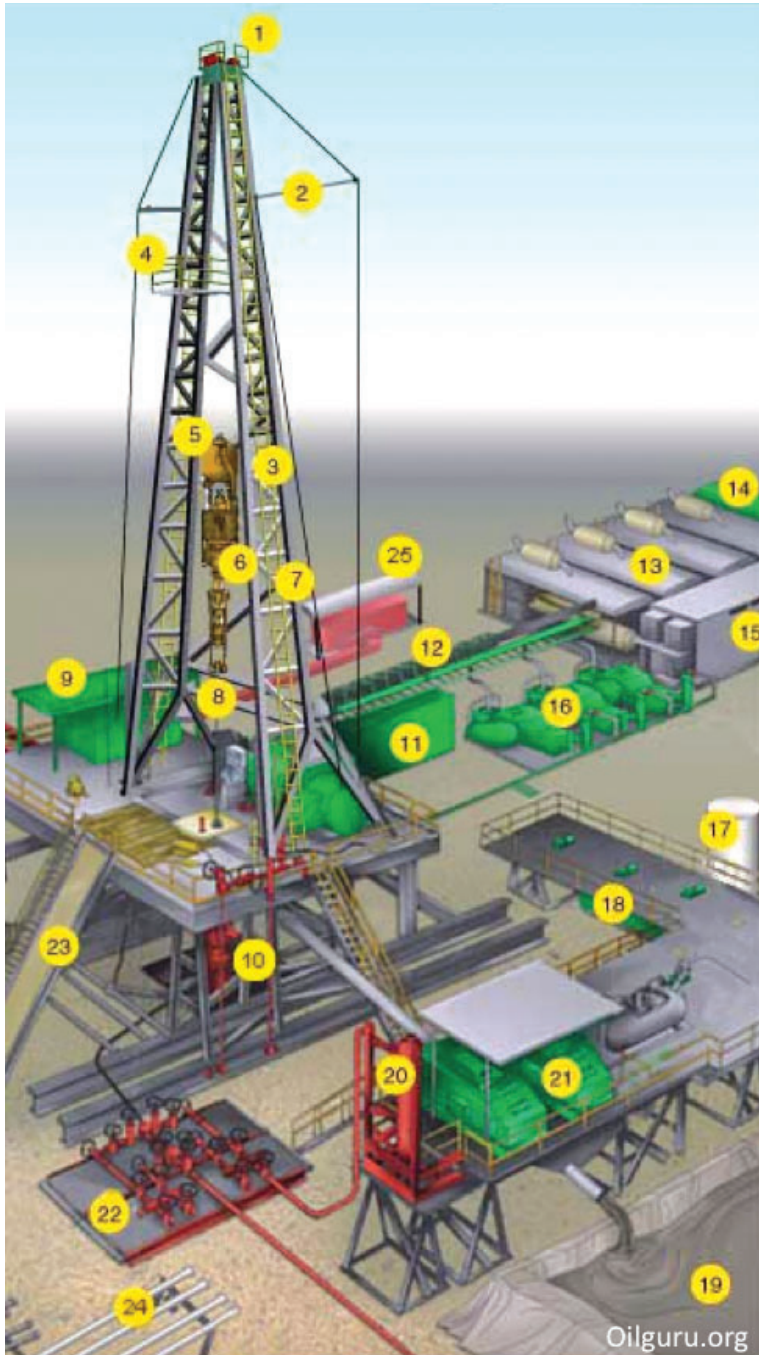
**Drilling fluid** Circulating fluid, removes cuttings from wellbore to surface, cools the bit and counteracts downhole formation pressure. See mud

**Drilling mud** Specially compounded liquid circulated through the wellbore during rotary drilling operations. See mud

**Drilling rig** Comprises derrick, draw-works, lifting tackles and blocks, Kelly and rotary table, mud pump and mud circulation system, blowout preventer, and a system for handling drillpipe and casing

**Drill pipe** Heavy, seamless tubing used to rotate the drill bit and circulate the drilling fluid





**Drill Rig**

1. Crown Block
2. Catline Boom and Hoist Line
3. Drilling Line
4. Monkey board
5. Travelling Block
6. Top Drive
7. Derrick or Mast
8. Drill Pipe
9. Doghouse or drillers shack
10. Blowout Preventer
11. Water Tank
12. Electric Cable Tray
13. Engine Generator Sets
14. Fuel Tanks
15. Electrical Control Room
16. Mud Pump
17. Bulk Mud Components Storage
18. Mud Pits
19. Reserve Pits
20. Mud Gas Separator
21. Shale Shakers
22. Choke Manifold
23. Pipe Ramp
24. Pipe Racks
25. Accumulator



**Drill Ship**

**Drill ship** Self-propelled ship with an offshore drilling unit

**Dry Gas** Natural gas, methane and ethane, with small amounts of heavier hydrocarbon fractions

**Dry Hole** Unsuccessful well, also called a “Duster”, containing no or uncommercial quantities of hydrocarbon

**DST** Drill Stem Test

**DSV** Diving Support Vessel

**Duster** A dry well drilled during exploration. See dry hole

**Dynamic positioning** A satellite monitoring system used to control the action of thrusters/propellers to maintain a vessel on location without deploying anchors

**EDU** Electrical Distribution Unit

**EFL** Electrical Flying Lead

**EH** Electro-Hydraulic

**EHDM** Electro-Hydraulic Distribution Manifold

**E/H MUX** Electro-Hydraulic Multiplexed

**9k,k,mpl** Environmental Impact Assessment

**EIS** Environmental Impact Statement

**Emulsion** Suspension of one liquid in another, e.g. oil in water

**Enhanced oil recovery** Assisted extraction of oil either by installing equipment into the production tubing or by injecting water, gas or steam into the reservoir

**EMP** Environmental Management Plan

**EMS** Environmental Management Study

**EPC** Engineering, Procurement and Construction

**EPIC** Engineering, Procurement, Installation and Construction

**EPU** Electric Power Unit

**ERD** Extended Reach Drilling

**ESP** Electric Submersible Pump

**ESS** Expandable Sand Screen

**EWT** Extended Well Test

**Fault** A break in subsurface strata

**FBHP** Flowing Bottom Hole Pressure

**FEED** Front End Engineering Design, early phase of field development engineering

**FFD** Full Field Development

**Fiscal metering** Measurement of oil, gas or condensate for taxation purposes

**FID** Final Investment Decision

**Fixed installation** A fixed offshore structure involved in the production of oil and gas

**Flare** Vent for burning off unwanted gas or hydrocarbons which due to process upsets cannot be safely retained in process vessels

**Flare stack** Elevated tower containing piping for the discharge and burning of waste gas

**Flash drum** Pressure vessel used to reduce pressure of oils and other liquids to encourage vaporisation of dissolved gases

**Flash** To vaporize or “boil off” a hydrocarbon gas by reducing pressure or heating

**Flash Point** Lowest temperature at which a vapour will burn when ignited.

**FLNG** Floating Liquefied Natural Gas Facility

**Floater** Floating substructure for drilling or production



**FLNG**

**Flowing Bottom Hole Pressure** Bottom hole pressure (reservoir) measured at a given flow rate.

**hxFlowline** Pipe from the Xmas tree through which produced fluid travels to a manifold, processing equipment or storage

**Flowline Bundle** A combined assembly of production flowlines, hydraulic and/or electrical control lines

**Flowmeter** Used to measure the rate of flow of a fluid

**Formation** Reservoir rock

**Formation Damage** Reservoir damage due to plugging with mud, crumbling under pressure or high flow rate, etc.

**FPF** Floating Production Facility

**FPF** Floating Production Platform

**FPS** Floating Production System

**FPSO** Floating Production, Storage and Off-loading (vessel)

**FPDSO** Floating Production, Drilling, Storage and Off-loading (vessel)



**FPSO**

**Fracturing** Fracturing formation adjacent to well bore to improve well productivity (flow) by applying hydraulic pressure downhole

**Free-water knockout** Removing any water that is not emulsified with the oil, usually in a vessel

**FSO** Floating Storage and Off-loading (vessel)

**FSU** Floating Storage Unit

**FTP** Flowing Tubing Pressure

**FWHP** Flowing Well Head Pressure

**FWHT** Flowing Well Head Temperature

**FWKO** Free Water Knock Out. See free water knockout

**Gamma ray log** Log of the total natural radioactivity. Shales and clays are responsible for most natural radioactivity, so the gamma ray log often is a good indicator of such rocks

**Gas Cap** Free gas at the top of a reservoir

**Gas Cap Drive** Primary production utilising the pressure and expansion of the gas cap to drive the oil to the surface

**Gas Chromatography** Laboratory method of separating and analysing the components of hydrocarbon mixtures

**Gas Column** See Oil Column/Gas Column

**Gas Condensate** Light hydrocarbons in gas which

condense into liquid when brought to the surface

**Gas Injection** Gas is injected if there is no market for it, as a means of recovering condensate in certain reservoirs or until oil production is complete and then gas blowdown (production) can take place

**Gas lift** Process of lifting liquids from a well by injecting gas into the wellbore to reduce the density of the liquid, i.e. making it lighter

**Gas/Oil Ratio (GOR)** Ratio of gas to oil in reservoir, scf/bbl

**GBS** Gravity base structure

**GCR** Ratio of Gas to condensate in a reservoir, bbl/MMscf

**Geochemical Survey** Analysis of the hydrocarbon-bearing potential of an area by studying shallow cores and subsurface water for evidence of seepage or kerogens

**Geology** The study of the history of the earth and its rocks

**Geologist** Geologists in the oil and gas industry specialise in Sedimentology, Palaeontology

**Geophones** Sound wave receivers for onshore seismic surveys. See also Hydrophone

**Geophysics** Application of physics to the measurement of the earth and the study of its composition.

**Geophysicist** A Geophysicist in the oil and gas industry usually specialises in the interpretation of seismic survey data

**Geothermal Gradient** Increase of temperature with depth in the earth's crust, (Approximately 1 F°. per 70 feet).

**GI** Gas Injection

**GIS** Geographic Information System

**GJ** Gigajoules

**GLR** Gas Liquid Ratio

**GOC** Gas Oil Contact

**GoM** Gulf of Mexico

**GOR** Gas Oil ratio. See Gas oil ratio

**GPD** Gallons per day

**GPH** Gallons per hour

**GPM** Gallons per minute

**Grass-Roots** Development project which is built from scratch on a green field site

**Gravel Pack** Unconsolidated formations may require the wellbore in the producing zone to be filled with fine gravel which supports the formation and prevents sand production into the well

**Gravimeter** Device used to measure the variations in the gravitational field between 2 or more points

**Gravity Platform/Structure** Offshore platforms which rely on weight alone to keep them stable and in place

**Gravity survey** Exploration method measuring the intensity of the earth's gravity in order to detect geological structures

**GRP** Glass Reinforced Plastic

**GTL** Gas To Liquid

**GWC** Gas Water Contact

**H<sub>2</sub>S, H<sub>2</sub>S** Hydrogen sulphide, toxic sour gas.

**Hawser** Heavy rope for mooring or towing

**HAZAN** Hazard analysis

**HAZID** Hazards in design analysis

**HAZOP** Hazard and operability analysis

**Header** Pipe in which several pipes feed fluid into or from

**HC** Hydrocarbon

**HDPE** High density polyethylene

**Heat Exchanger** Process vessel equipment which passes fluid through pipes or plates to heat or cool another fluid (without mixing)

**Helipad** Helicopter landing deck or landing area

**HFO** Heavy Fuel Oil

**HIPPS** High Integrity Pipeline Protection System

**Horizon** Formation at a given depth is identified by geological age, e.g. "Middle Jurassic Horizon"

**Horizontal Drilling** Wells drilled up to 90° from the vertical, "horizontal", to the reservoir strata in order to increase well productivity

**HPHT** High Pressure High Temperature

**HPU** Hydraulic Power Unit

**HSE** Health, Safety, Environment

**HUC** Hook-Up and Commissioning

**Hydrates** Ice like crystals formed of water and methane in well bores or pipelines under certain pressure and temperature conditions. Problematic in that they can cause blockages that prevent continual production

**Hydrocarbons** Organic compounds formed of hydrogen and carbon atoms

**Hydrocyclone** Separation device utilising centrifugal force to remove oil from water

**Hydrofrac** See Fracturing

**Hydrophones** Instruments used for detecting and returning sound waves in offshore seismic operations.

**Hydrostatic** Pressure/Head pressure exerted by a column of liquid at a given depth

**Hydrostatic** Testing Pressure-testing vessels and piping systems with the use of water to a specified pressure

**ID** Internal Diameter

**IEA** International Energy Agency

**Igneous rock** Rock mass formed by solidification of molten material into/onto the earth's crust e.g. Granite

**Impermeable** Rock that will not allow hydrocarbons to flow through it

**Inert Gas** Chemically unreactive gas

**Infill Drilling** Production wells drilled between existing wells to increase recovery of hydrocarbons.

**Injection Well** Well through which water/gas is injected to maintain pressure and improve 'sweep' recovery of reserves. Or for the return of gas to the reservoir if it has no market

**Injector** See injection well

**In Place** Total hydrocarbon content of a reservoir, as distinct from 'Reserves' which can be 'recovered' or produced

**Instrument/Intelligent Pig** Pipeline pig fitted with monitoring/gauging devices to check pipe integrity, wall thickness and or damage

**IOC** International Oil Company

**IP** Institute of Petroleum

**IFE** International Petroleum Exchange

**IR** Injection Rate

**IRR** Internal Rate of Return

**ISO** International Standards Organisation

**ITT** Invitation To Tender

**Jacket** Steel framework supporting platform topsides

**Jack-Up Rig** Drilling rigs/barges which once floated to location raise their legs clear of the water by 'jacking' themselves up

**JIP** Joint Industry Project

**JOA** Joint Operating Agreement

**Joint Venture** A common form of risk-sharing in Oil and Gas operations, especially during exploration and production

**JT Joule** Thompson -Change in temperature when gas expands from a high pressure to low pressure, such as across a valve, aids in the cooling and condensation of hydrocarbon liquids from gas

**J-tube** Open-ended J section of pipe attached to a jacket structure or to a pipelay vessel providing a means of installation and protection for flexible flow lines and umbilicals

**J-T valve** Joule-Thompson valve. Throttle valve using pressure reduction of a gas stream for NGL removal. See JT

**Jurassic** Rock formed in the second period of the Mesozoic era, between the Triassic and the Cretaceous periods. (from the French, after the Jura mountains)





**Jack-Up Drilling Rig**

**JV** Joint Venture. See Joint venture

**K** 103, kilo, thousand (Europe)

**Kelly** A long square or hexagonal steel bar with a hole drilled through the middle for a fluid path

**Kerogen** Organic material (originating from phytoplankton and zooplankton) from which oil or gas matures with time through burial, temperature and pressure

**Kerosense** Liquid mixture consisting mainly of alkane hydrocarbons with boiling points in the range 150° to 300°C, used as aircraft fuel, in domestic heaters, and as a solvent

**Kitchen** Term for rock rich in organic sediments and in which under the right conditions become a source of hydrocarbons

**Knock-Out Drum** Tank or vessel used to separate water from oil or liquids from gas

**KO** Kick Off (deviated well)

**kPa** kilopascals, measure of pressure

**kW** Kilowatt, measure of electrical power

**LAT** Lowest Astronomical Tide

**Lay barge** Barge used in the construction and placement of underwater pipelines

**Licence** A right to explore for and/or produce hydrocarbons issued by a Government agency

**Lifting** Collection of a shipment of crude oil etc. at the point of sale

**Lithification** The process by which unconsolidated materials are converted into coherent solid rock, by compaction or cementation

**Lithology** The study of rocks

**Live Oil** Crude oil containing volatile gases

**LNG** Liquefied Natural Gas (CH<sub>4</sub>)

**Log** Systematic recording of well data

**LMRP** Lower Marine Riser Package

**LPG** Liquefied Petroleum Gas, essentially propane and butane

**LTS** Low Temperature Separator

**LWD** Logging While Drilling

**M** Thousand (oilfield), Roman M=1,000, M in metric and some other fields relates to million. Care must be taken to ensure that the value is understood

**Magnetic survey** Exploration method measuring the changing magnetic intensity in the earth to indicate the existence of hydrocarbon reservoirs

**Magnetometer** Instrument used to measure magnetic fields

**Mat/Mattress** A structure placed on poorly consolidated, soft or unstable seabed as a footing for jackup rigs, flowlines and subsea equipment

**Maturity** Function of burial pressures/temperatures, and time determining whether source of hydrocarbons will provide oil or gas

**Maximum exposure** Maximum negative cash flow of a project

**MBbls** Thousand barrels. See M

**Mcf** Thousand cubic feet. See M

**MCM** Manifold Control Module

**Mcm/d** Million cubic metres per day. See M

**Md** Millidarcies (unit of permeability)

**MD** Measured Depth (well)

**Measurement While Drilling (MWD)** The evaluation of physical properties, pressure, temperature and wellbore trajectory in 3D while drilling

**MEG** Monoethylene glycol

**MEOH** Methanol

**Metamorphic rock** Rock formed by mineralogical, chemical and structural alterations caused by processes within the earth's crust. Marble is a metamorphic rock

**MFM** Multiphase Flow Meter

**Midstream** Transportation to market or refinery

**Migration** Movement of hydrocarbons from source rock either into a reservoir or seeping to the earth's surface

**Millidarcy** See Darcy

**Miocene** Rocks formed in the fourth epoch of the Tertiary period, between the Oligocene and the Pliocene, see Tertiary

**MM** Million (oilfield), Roman M=1,000, MM = 1,000\*1,000 = 1,000,000, M in metric and some other fields relates to million. Care must be taken to ensure that the value is understood



**MMbbl/d** Million barrels of oil per day

**MMboe** Million barrels of oil equivalent. See BOE

**MMBTU** Million British Thermal Units

**MMcf** Million cubic feet

**MMcf/d** Million cubic feet per day

**MMSCF** Million standard cubic feet

**MMSCFD** Million standard cubic feet per day

**MOD** See Money Of the Day

**MODU** Mobile Offshore Drilling Unit.

**Module** A self-contained, liftable package forming part of a facility, e.g. accommodation module, compression module, drilling module, etc.

**Money of the Day** Nominal or current value. This is the money, which as coins, bank notes and cheques, changes hands all over the world in exchange for goods and services. Its purchasing power will change with time

**Monopod** Small offshore platform, usually resting on a single conductor, usually in shallow water

**Moonpool** A hole in the hull of a ship through which operation can take place

**MSL** Mean Sea Level

**MSV** Multi-Service Vessel

**MTD** Measured Total Depth

**Mud** Drilling fluid, mixture of water, or oil distillate, and 'heavy' minerals such as bentonite or barites

**Mudline** The seabed, or bed of any body of water

**Multilateral** Multiple boreholes drilled from an existing single bore well

**Multiphase** Fluid consisting of oil, gas and or water

**Multiple Completion** Well perforated and completed to produce from more than one formation/zone

**MWD** Measurement While Drilling

**N** Newton (unit of force)

**NACE** National Association of Corrosion Engineers (USA)

**Napthenics** Any of a group of hydrocarbon ring compounds of the general formula,  $C_nH_{2n}$ , derivatives of cyclopentane and cyclohexane, found in certain petroleum.

**Natural Depletion** Reservoir production by use of its natural pressure

**Natural Gas** Natural Gas is primarily methane which can contain some ethane and small quantities of propane, butane, etc. which can be condensed from the natural gas (methane) and are known as Natural Gas Liquids (NGLs)



**Beam Pump/Nodding Donkey**

**Neutron log** Normally synonymous with a neutron porosity log, however, the term is sometimes broadened to include an activation log. Guide to rock porosity

**NGL** Natural Gas Liquid, mixture of hydrocarbon liquids which include ethane, propane, butane and pentane condensed from natural gas

**NGO** Non-Government Organisation

**Nodding Donkey** The colloquial name for conventional onshore wellhead production beam pumps

**NOC** National Oil Company

**Nominal** Money of the day or current value. This is the money, which as coins, bank notes and cheques, changes hands all over the world in exchange for goods and services. Its purchasing power will change with time

**NPI** Net Profit Interest

**NPS** Nominal Pipe Size

**NPSH** Net Pump Suction Head

**NPV** Net Present Value

**Obligation Well** Well required to be drilled as part of a concession agreement

**OD** Outside Diameter

**O&G** Oil and Gas

**Oil and gas separator** Production equipment used to separate liquid and gas components as well as water from oil

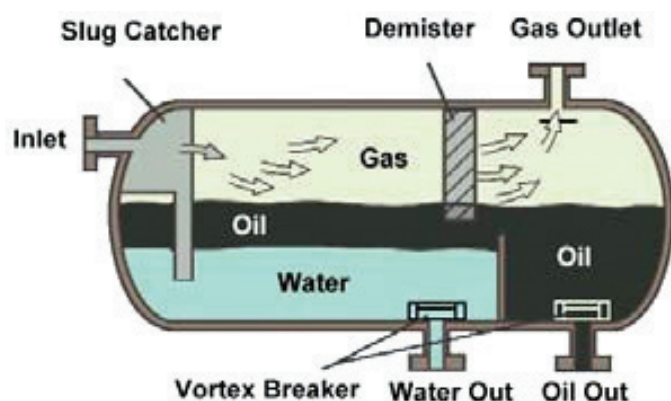
**Oil Column/Gas Column** The vertical distance between highest and lowest known oil or gas in a reservoir.

**Oil/Water Contact** The lower end of the column in a reservoir with underlying water

**Oligocene** Rock formed in the third epoch of the Tertiary period. See Tertiary

**Open Hole** An uncased section of well borehole.

**Operator** The company or organisation responsible for conducting operations on a concession



*Oil and Gas Separator*

**OPEX** Operating expenditure

**Organic** Substances derived from living organisms, such as oil in the natural state.

**Outcrop** The appearance of a rock formation at the surface.

**OWC** Oil-water contact

**P&A** Plug and abandon

**Paraffin** Any member of the Alkane series. See Alkanes

**Passive Margin** Offshore continental Plates, a tectonic boundary where two plates are moving away from each other

**Pay Zone/Horizon** A formation containing producible hydrocarbons

**Payback** The point at which all costs of leasing, exploring, drilling and operating have been recovered from production of a well or wells as defined by contractual agreement

**Perforation** Holes shot through the casing in the pay zone (producing zone)

**Perforating** Gun tool loaded with explosive charges which are shot into the pay zone

**Permeability** The ability of fluid to flow through a rock

**Petroleum** Literally 'rock oil'. A complex mixture of naturally occurring hydrocarbons found in rock

**Petrochemicals** Petrochemicals are chemical feedstocks and intermediates derived from petroleum

**Petroleum Engineer** Specialist in properties and behaviour of hydrocarbons in reservoirs and under production conditions. A geologist will provides estimates of hydrocarbons-in-place, whereas a petroleum engineer will make an estimate of how much can be produced (recoverable reserves) and under what conditions, and rate

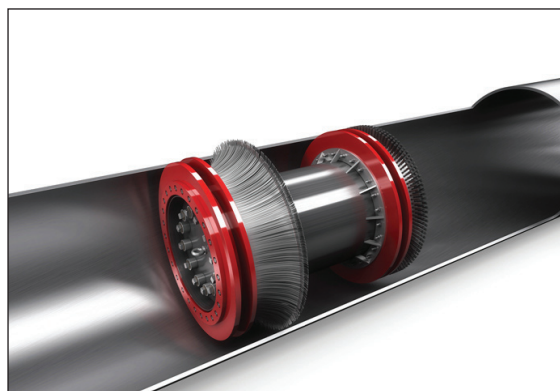
**Petrology/Petrophysics** The study of rocks, their origin, chemical and physical properties and distribution

**PDQ** Production Drilling and Quarters platform, see also Production Platform/Facility

**Perforate** Pierce casing wall and cement by using a perforating gun charged with explosives

**Phase** One of two or more fluids as in a production fluid (i.e. oil, gas or water)

**PI** Productivity Index



*Pig*

**Pig** Bullet-shaped, cylindrical or spherical capsules which are inserted into pipeline flow, with the primary purpose of scraping clean wax and other build-ups to prevent blockages

**PIP** Pipe In Pipe

**Pipeline** A system of connected lengths of pipe, buried or surface laid for the transportation of fluids

**Plate tectonics** Study of the formation and movement of the "plates" of which the earth's crust is formed

**Platform** Immobile offshore structure from which development wells are drilled and produced

**PLEM** Pipeline End Manifold

**PLET** Pipeline End Termination (usually a skid or sled)

**Plug/Plug and Abandon** To seal a well with cement, e.g. before producing from a higher formation, sidetracking, or leaving the well permanently sealed and abandoned

**POOH** Pulled Out Of Hole

**Polymer** Combination of two or more molecules of the same kind which form a compound of differing physical properties – e.g. Polyethylene

**Porosity** Free space volume between rock grains capable of holding fluid, (gas or liquid), expressed as a percentage of total gross rock volume

**ppm** Parts per million

**Present Value** Also known as present discounted value, is a future amount of money that has been discounted to reflect its current value, as if it existed today

**Pressure Maintenance** Process of maintaining reservoir pressure during production by water/gas injection

**Pressure Vessel** Vessel built to hold fluids under pressure

**Produced water** Formation water removed from the oil and gas

**Production** Extraction of hydrocarbon reserves

**Production Casing String** Innermost steel lining of a well cemented in place and perforated for production in the pay zone, note the production tubing is inserted inside this casing. (See production tubing string)

**Production Plateau** Period during which field is producing at its maximum production rate

**Production Platform/Facility** Production platforms are of varying types depending on environment (water depth etc. and reservoir needs). The production facility allows the oil and gas to be processed and exported or reinjected as required

**Production Separator** Main process vessel used for the separation of oil, gas and water, see also oil and gas separator

**Production Sharing Contract (PSC)** Contract in which part of the return to the host government is delivered as produced hydrocarbons, which is calculated after deduction of production and other agreed costs

**Production Testing** Production test looks at the capability to produce (productivity) of a well and its effects on the reservoir produced, this may be undertaken prior to final commitment of development expenditures etc.

**Production Tubing String** Pipe installed inside the production casing of a well

**Productive Horizon** A pay zone. See also Horizon

**Productivity Index (PI)** A mathematical means of expressing the ability of a reservoir to deliver fluids to the wellbore



**Production Platform**

**Proppants** Sand, gravel or other particles or “beads” used in hydraulic fracturing of a formation, the proppant allows fluid to flow by wedging into the fractures/cracks created by fracing

**PSA** Production Sharing Agreement

**PSC** Production Sharing Contract

**psi** pounds per square inch - pressure

**psia** pounds per square inch, absolute - pressure

**psig** pounds per square inch gauge - pressure

**PUQ** Production Utilities Quarters, see also production platform/Facility

**Qualitative risk assessment** Assessment based on operational experience, engineering standards and judgement

**QRA** Quantitative Risk Assessment – includes calculations to assist with the identification of risks and to determine the frequency, magnitude and consequence of hazardous events

**Raw Gas** Natural gas prior to processing

**Real (Real Terms, RT)** Constant value of money (imaginary money), this was introduced to overcome the varying purchasing power of money of the day, which keeps the purchasing power the same at different moments in time

**Recovery Factor** The ratio between the volumes of oil and/or gas produced and producible from a reservoir and the oil and/or gas originally in place

**Reef** Reservoir, usually limestone which was deposited in marine conditions, usually elongated

**Reservoir** Subsurface porous & permeable rock body in which oil and or gas is stored

**Reservoir Pressure** The pressure at reservoir depth in a shut-in well

**Resistivity log** A log of the resistivity of the formation made by an electrode device such as a laterolog, in this sense the term is used to distinguish the log from an induction measurement, which responds more directly to conductivity

**Rig** Term describing the equipment needed for drilling a well, see also drilling rig

**ROI** Return On Investment

**ROP** Rate Of Penetration (drilling)

**Rotary table** Principal component of rotating, or rotary machine, which turns the drill stem and supports the drilling assembly, see also drilling rig

**ROV** Remotely Operated Vehicle

**RVP** Reid Vapour Pressure

**SALM** Single Anchor Leg Mooring; a compliant monopod version of the SBM tanker-loading buoy, used in deeper water

**Salt dome** A dome that is caused by an intrusion of rock salt into overlying sediments

**Satellite well** Usually a single well drilled offshore to produce from the fringes of a reservoir or adjacent small reservoir

**SBM** Single Buoy Mooring, a single point buoy mooring for loading and unloading tankers

**SBV** Standby Vessel

**Scf** Standard cubic feet

**Scf/bbl** Standard cubic feet per barrel

**Scf/d** Standard cubic feet per day

**Scf/Stb** Standard cubic feet per stock tank barrel. See GOR

**SCM** Subsea Control Module

**Scrubber** Separator for removing liquids/solids from gas stream

**SCS** Subsea Control System

**SCU** Surface Control Unit

**Scuff** Standard cubic feet

**SDU** Subsea Distribution Unit

**Seal** Impermeable fault/stratum of rock beneath or behind which hydrocarbons can accumulate. See also reservoir

**Secondary recovery** Production of fluids from a reservoir by water/gas injection used for pressure maintenance

**Sedimentary rock** Rock composed of weathered materials transported by wind or water that have undergone lithification, e.g. sandstone, shale and limestone

**Seep** Fault or pathway where hydrocarbon migrates to the surface/atmosphere

**Seismic survey** Exploration method in which strong, low-frequency sound waves are generated on the surface or in the water to find subsurface rock structures that may contain hydrocarbons

**Semi-submersible** Floating offshore production and/or drilling unit, which can include living quarters, storage space, etc. They can be either self-propelled or towed to a site and either anchored or dynamically positioned. Semi submersibles are more stable than drill ships and used extensively to drill wildcat wells in rough waters such as the North Sea

**Separator** Cylindrical vessel used to separate the components in streams of mixed fluids. See also oil and gas separator



**Semi Submersible Drilling Rig**

**Service contract** Duration often fixed, company does not receive any of the oil produced, but gets a fixed fee per barrel, above the reimbursement of the costs it incurs

**Service well** See injection well

**Shale** Fine-grained, muddy sedimentary rock with low porosity

**Shale shaker** Vibrating screen used to remove cuttings from the circulating fluid (mud) in rotary drilling operations

**SHEQ** Safety, Health, Environment and Quality

**Shut-in pressure** The pressure in a shut-in, non-flowing well or the static pressure

**Shuttle tanker** Oil tanker used to transport oil from larger vessels to port

**SI System** Internationale (International System of Units)

**Side-tracked well** Well that has been re-drilled from an intermediate depth

**Sidewall coring** Coring samples taken from the side walls of a well bore using a special tool

**Single point mooring system** Offshore system to which stabilised oil can be routed and an export tanker can moor for the oil to be offloaded for export

**Skid** Steel framework used to contain equipment or mount equipment on for transport

**Skimmer** Equipment for removing the surface layer of oil from an oil spill, or from an effluent water separator tank.

**Slop tank** Tank for the temporary storage of water that is contaminated with oil

**Sonic log** A type of acoustic log that displays travel time of P-waves versus depth. Sonic logs are typically recorded by pulling a tool on a wireline up the wellbore. The tool emits a sound wave that travels from the source to the formation and back to a receiver

**Sour oil/gas** Oil or gas with a relatively high content of sulphur compounds such as hydrogen sulphide





**SPAR Facility**

**Source rock** Sedimentary rock with organic deposits that form into hydrocarbons

**SPAR** A cylindrical/partially submerged offshore drilling/production platform, well adapted to deepwater

**Splash zone** The part of an offshore structure that is regularly exposed alternately to atmosphere and water or spray and therefore highly prone to corrosion

**Spontaneous potential** A log of the natural difference in electrical potential, in millivolts, between an electrode in the borehole and a fixed reference electrode on the surface. The most useful component of this difference is the electrochemical potential since it can cause a significant deflection opposite permeable beds

**Spread** Any complete set of equipment and ancillary vessels or vehicles for a designated task e.g. diving spread

**Spud** To begin drilling

**SSIV** Subsea (safety) isolation valve

**SSV** Surface safety valve

**SSSV** Surface controlled subsurface safety valve OR Subsea safety valve

**Stab** To make a connection by inserting (stabbing) one device into another

**Stabilised crude oil** Crude oil which has had the volatile gas (at normal surface conditions) removed from it to meet commercial sale specifications. Also known as stock tank oil

**Start up** Production from a commissioned and tested installation

**Steam injection/flooding** Used to lower the viscosity of residual/heavy oil in the reservoir and aid it in flowing to the well

**STOIP** Stock Tank Oil Initially In Place

**STP** Standard Temperature and Pressure

**Subsea blowout preventer** Blowout preventer placed on the seabed for use by a floating offshore drilling rig, see also BOP

**Subsea template** Template placed on seabed to facilitate drilling of wells, the wells are drilled through the template and completed by mounting the subsea Xmas trees

**SUDU** Subsea Umbilical Distribution Unit

**SUTA** Subsea Umbilical Termination Assembly

**SUTU** Subsea Umbilical Termination Unit

**SV** Support Vessel

**Swab Valve** Subsea tree mounted valve used during workover

**Sweet** Pertaining to crude oil or natural gas lacking appreciable amounts of sulphur or sulphur compounds

**Syncline** A downward, trough-shaped configuration of folded, stratified rocks. Compare with anticline

**Tanker** Any mobile storage unit for the bulk transport of crude oil, gas or products

**Tar** See Asphalt

**Tariff** Volume-based or tonnage-based rental charge, e.g. pipeline tariff, processing tariff

**Tar sands** Sands impregnated with oil in the form of asphalt or bitumen which are mined

**Tcf** Trillion cubic feet

**TD** Total Depth i.e. the drilled depth in a well at any one time

**Tectonics** The process of formation and evolution of the earth's solid surface crust. (See also Plate tectonics.)

**TEG** TriEthylene Glycol

**Template** Structural framework where subsea wellheads are grouped

**Tension-leg platform** A compliant offshore drilling or production platform which resembles a semisubmersible and is attached to the seabed with tensioned steel hawsers or tubes. The buoyancy of the platform applies tension to the hawsers or tubes

**Tertiary** Period or rock system divided into Palaeocene, Eocene, Oligocene, Miocene and Pliocene epochs or series

**THFP** Tubing Head Flowing Pressure

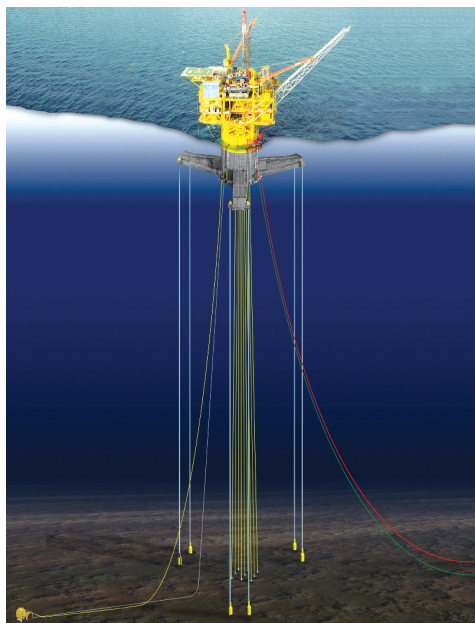
**THP** Tubing Head Pressure

**Tie-in** Connecting one pipeline to another or to equipment, also known as tie-back

**TLP** Tension Leg Platform

**Topsides** Installation on substructure consisting of the decks, accommodation and process equipment required for production, see also production Platform/Facility





**TLP Facility**

**Trap** Rock strata that are arranged so that petroleum accumulates in them

**Trunk lines** Long distance pipelines, as distinct from field, gathering or branch lines

**Tubing** Small-diameter pipe that is run into a well to serve as a conduit for the flow of oil and gas to the surface

**Tubing head** The tubing head is installed at the wellhead on the production tubing, sealing off the annulus between the casing and the tubing, and carries the connections for production flowlines

**Tubing hanger** Incorporated in a tubing head (similar to a casing hanger)

**Turnkey contract** Fixed price contract for construction, drilling a well, etc., contractor takes on risk for non-completion

**Turret moored** A production turret (a cylindrical buoy) is built into a cavity similar to a moon-pool in a floating ship-shaped production facility, this is connected to the wells by flexible pipelines and then moored in place, the ship/facility is free to rotate or “weathervane” around the turret maintaining an optimum profile to wind and sea. The turret can also be externally attached

**TUT** Topside Umbilical Termination

**TUTU** Topside Umbilical Termination Unit

**TVD** True Vertical Depth; the vertical distance below surface datum reached by a deviated well

**TVDSS** True Vertical Depth Subsea

**Ullage** Unused/available storage in a tanker, pipeline or plant

**Unconventional** Currently refers to oil and gas resources whose porosity, permeability, fluid trapping mechanism, or other characteristics differ from conventional sandstone and carbonate reservoirs. Coalbed methane, gas hydrates, shale gas, fractured reservoirs, and tight gas sands are considered unconventional resources

**Upstream** Exploration, development and production

**USG** United States Gallons

**UTA** Umbilical Termination Assembly

**UTM** Universal Transverse Mercator. A worldwide grid system of rectangular coordinates that uses metric (SI) units

**Vapour pressure** The pressure exerted by the vapour of a substance, and also the pressure required to prevent a liquid from vaporising

**Vent** Pipe/fitting on a vessel that can be opened to atmosphere

**Vent stack** Open pipe and framework for discharging vapours into the atmosphere at a safe location without combustion

**VFD** Variable Frequency Drive

**Viscosity** Property of fluids/slurries indicating their resistance to flow, defined as the ratio of shear stress to shear rate

**VIV** Vortex Induced Vibration

**VLCC** Very Large Crude Carrier

**VOC** Volatile Organic Compounds

Volatility Readiness with which a liquid converts to its gas state

**VP** Vapour Pressure

**VSD** Variable Speed Drive

**WAAC** Weighted Average Cost of Capital

**WAP** Wax Appearance Point

**WAT** Wax Appearance Temperature

**Water drive** Hydrocarbon reservoir in contact with underlying water table, the formation pressure will drive the water into the rock pores vacated by produced oil, thus maintaining reservoir pressure and aiding production

**Watering out** When the proportion of water in production from a well is so high that it must be shut in (up to 95%)

**Water injection** The injection of water in order to maintain reservoir pressure and boost production

**Water re-injection** Disposal of produced water into a disposal well as opposed to dumping to the environment (not for boosting the reservoir pressure)

**Water saturation** Proportion of water in the pore spaces of a reservoir. See Porosity

**Water separation** Removal of water from oil or gas, techniques available are e.g. settling (gravity), heating and electrostatic precipitation (especially for breaking water-oil emulsions)

**Water table** The level in the earth below which rock pores are saturated with water

**Wax** Paraffin waxes are found in crude oil, sometimes making up a significant proportion of it and require special treatment to allow the oil to flow freely at surface conditions.

**WD** Water Depth

**Weather window** Period of relatively good weather when operations can take place

**Well** Steel-lined boreholes drilled to search for, exploit and produce hydrocarbon reservoirs

**Well completion** Preparing a well for the production of oil and gas

**Wellhead** The "Wellhead" is descriptive of a location or function (including the Xmas tree and hang offs) rather than a specific item of equipment. Permanent equipment used to secure and seal the casings and production tubing and to provide a mounting for the Xmas tree

**Wellhead platform** Offshore platform designed to support only wellheads (including Xmas trees) and associated piping, production fluids are then transferred to a nearby production platform or onshore for processing

**Wellhead separator** The first process vessel in a production operation, operating at or near wellhead pressures

**Well logging** Recording of information of subsurface formations. Logging includes records kept by the driller and records of mud and cutting analyses, core analyses, drill stem tests, and electric, acoustic and radioactivity logging

**Well permit** Regulatory permission to drill a well

**Well program** The engineering design and technical/operational plan for drilling, completing and testing a well

**Well testing** Testing of an exploration or appraisal well to aid the estimation of reserves in communication with the well and well productivity. Testing in a production well also monitors the effects of cumulative production on the formation

**Wet gas** Natural hydrocarbon gas containing significant amounts of natural gas liquids

**Wet tree** Xmas tree installed on seabed and exposed to water, see also Christmas tree

**WI** Water injection

**Wildcat** Well drilled in an area where no oil or gas production exists. With modern exploration methods and equipment, about one wildcat out of every seven proves productive, but not necessarily economic

**Wireline** Small-diameter metal line used in wireline operations; also called slick line. A system in which a flexible cable and reel is used to lower a log or maintenance equipment into a well, rather than a rigid drill string, offering considerable savings of equipment, manpower and time

**WO** Workover

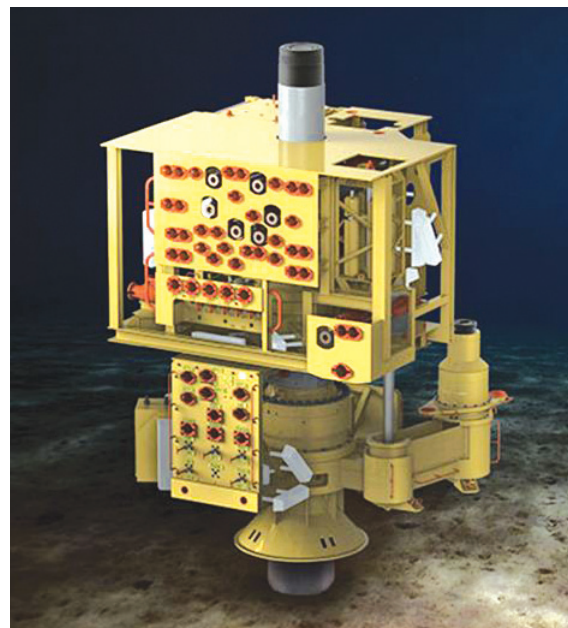
**Workover** Maintenance job on a well to replace equipment and or stimulate production

**Workover rig** Usually a smaller portable version which can be used on installations which do not have a permanent rig

**WOW** Waiting on weather















**Xmas tree** See Christmas tree

**Zone** Interval between two depths in a well containing reservoir or other distinctive characteristics













**Subsea (Wet) Christmas Tree**

## Petroleum Chemistry

Normal Paraffins (Alkanes)			Branched-Chain Paraffins (Alkenes)		
	● = Carbon Atom	Boiling point			Boiling point
$\text{CH}_4$	 Methane	$-161^\circ\text{C}$	$\text{C}_4\text{H}_{10}$	 Isobutane	$-12^\circ\text{C}$
$\text{C}_2\text{H}_6$	 Ethane	$-89^\circ\text{C}$	$\text{C}_6\text{H}_{14}$	 2,2-Dimethylbutane	$50^\circ\text{C}$
$\text{C}_3\text{H}_8$	 Propane	$-42^\circ\text{C}$	$\text{C}_6\text{H}_{14}$	 2,3-Dimethylbutane	$58^\circ\text{C}$
$\text{C}_4\text{H}_{10}$	 Butane	$-0.5^\circ\text{C}$	$\text{C}_6\text{H}_{14}$	 2-Methylpentane	$60^\circ\text{C}$
$\text{C}_5\text{H}_{12}$	 Pentane	$36^\circ\text{C}$	$\text{C}_7\text{H}_{16}$	 2-Methylhexane (Isoalkane)	$90^\circ\text{C}$
$\text{C}_6\text{H}_{14}$	 Hexane	$69^\circ\text{C}$	$\text{C}_7\text{H}_{16}$	 3-Methylhexane (Anteisoalkane)	$92^\circ\text{C}$
$\text{C}_7\text{H}_{14}$	 Heptane	$98^\circ\text{C}$	$\text{C}_8\text{H}_{18}$	 2,2,4-Trimethylpentane (Iso-octane)	$99^\circ\text{C}$

## Petroleum Chemistry

Naphthenes (Cycloparaffins)			Aromatics		
		Boiling point			Boiling point
$C_6H_{12}$	 Methylcyclopentane	72°C	$C_6H_6$	 Benzene	80°C
$C_6H_{12}$	 Cyclohexane (Side View)	81°C	$C_7H_8$	 Toluene	111°C
$C_8H_{16}$	 Ethylcyclohexane	132°C	$C_8H_{10}$	 Paraxylene	138°C
$C_9H_{18}$	 1,1,3-Trimethylcyclohexane	137°C	$C_9H_{12}$	 Isopropylbenzene	152°C
$C_{10}H_{18}$	 Decalin	187°C	$C_{20}H_{12}$	 3,4-Benzopyrene	>500°C

## Gas and Gas Condensate Categories

Water		Impurities	
CO <sub>2</sub> & H <sub>2</sub> S			
Nitrogen			
Methane	Natural Gas	C1	LNG @ -161°C
Ethane		C2	NGLs
Propane		C3	
Butane		C4	
Pentane, Hexane, Etc		C5+	
			LPG



## A Brief History of Oil and Gas

**40,000 BC** Natural bitumen found on stone tools from Neanderthal sites in Syria

**5,000 BC** Ancient Egyptians use bitumen to create their mummies – mumiyyah Arabic for bitumen

**2,000 BC** Herodotus claims that asphalt was used in the tower of Babylon with bitumen recovered from the banks of local rivers

**600 BC** Ancient Greeks observe the “eternal fires” in Absheron peninsula (in modern Azerbaijan)

**350 AD** Chinese use bamboo drill strings to drill oil wells up to 300 m

**1,000** Arabic geographer, Al-Mas'udi observes oil seeps in southern Europe and the Middle East. He dubs the Absheron peninsula bilad al-nafta (the land of the naphtha fountain)

**1,000** 15,000 inhabitants of Baku mostly involved in the extraction and export of oil. A primitive industry with hand dug wells at natural seeps collected in simple containers. Persian chemists facilitated the extraction by the technological breakthrough of distillation of the crude to separate Kerosene. Such technology was not available to Western Europe until 1,200 AD

**1,200** Oil production in Azerbaijan reaches almost 100 bbl/day creating an export market for oil

**1,632** Natural oil springs found in New York

**1750s** Industrial revolution takes hold and powered by coal

**1753** Seneca Indian trading oil seep products

**1790** Nathaniel Carey skims oil from seeps near Titusville, Pennsylvania

**1846** Abraham Gessner develops process to refine liquid fuel from coal, bitumen and shale – kerosene. A cleaner and cheaper alternative to whale oil

**1848** Well drilled to 21m at Bibi-Heybat in Azerbaijan

**1853** Ignacy Lukasiewicz invents the modern kerosene lamp, a boon for the modern oil industry

**1855** Ignacy Lukasiewicz opens first industrial refinery in the world in Ulaszowice

**1859** Colonel Drake drills the first oil well for George Bissell's Rock Oil Company and strikes oil on August 27 at a depth of 21m at Oil Creek where there were natural oil seeps. This was one of the first rotary drilled wells. The phrase Creekology referring to the exploration methods of the day, basically looking for and following oil seeps in creeks

**1861-1865** American Civil War. 1 Modern barrel of oil is equivalent to around 23,000 human energy slave hours

**1865** Civil war is over and oil costs 59 cents per gallon

**1870** John D Rockefeller sets up Standard Oil. Kerosene costs 26 cents per gallon

**1873** Nobel brothers enter Baku and are in the Russian oil business

**1877** Whaling industry is in disarray

**1878** Thomas Edison invents the incandescent light bulb, now the oil industry is in disarray

**1890** Royal Dutch was formed by Henri Deterding and Jean Baptist August Kessler to focus on the Dutch East Indies

**1892** Samuel Samuels, of Shell fame, commissions the Murex, the world's first oil tanker

**1895** Oil is 7 cents a gallon

**1896** First known offshore (saltwater) oil well is drilled at the end of a 300 ft wharf in Summerland, California

**1896** Model T Ford is put into production and due to its popularity creates a new dawn in the oil industry

**1900** In the United States there were 8,000 registered automobiles, by 1920 there were 8,500,000

**1901** Jan 10 Spindletop drilled to a depth of 347m produces a gusher of 100,000 bpd

**1901** William Knox D'Arcy acquires a Persian concession

**1907** Shell Transport and Trading Company and The Royal Dutch Petroleum Company merge to create Royal Dutch Shell

**1908** Oil discovered in Persia leading to the creation of Anglo-Persian, later to become BP

**1911** Standard Oil ordered to be broken up into 34 smaller companies under the Sherman Antitrust Act

**1914** Oil asserts itself for the allies and in the mechanisation of the battlefield. The shortfall in German supplies hindered their war efforts

**1922** Venezuela - Los Barroso discovered

**1929** Onset of the Great Depression

**1932** Oil discovered in Bahrain

**1932-1933** Anglo-Iranian concession cancelled

**1933** Standard of California (SOCAL, now known as Chevron) wins concession in Saudi Arabia

**1938** Oil discovered in Saudi Arabia and Kuwait

**1939** World War II

**1940** United States limits oil supplies to Japan

**1941** United States embargo oil to Japan. Japan attacks Pearl Harbour

**1945** WWII ends Germany and Japan basically run out of fuel

**1951** Iranians nationalise Anglo Iranian – First post-war oil crisis

**1956** Suez crisis – Second post-war oil crisis

**1956** Nigeria and Algeria discover oil

**1958** Iraqi revolution

**1959** Groningen natural gas field discovered and developed in the Netherlands.

**1960** OPEC is founded

**1967** Six Day war, closes Suez Canal – Third post-war oil crisis

**1968** Alaskan North Slope, oil is discovered

**1968** Ba'athists seize Iraqi power

**1969** Gaddafi seizes power in Libya

**1969** North Sea oil discovered

**1969** Santa Barbara oil spill

**1973** Yom Kippur War – Fourth post-war oil crisis. Oil rises from \$2.90 to \$11.65 in 3 months.

**1974** International Energy Agency (IEA) founded

**1975** First oil production from North Sea fields

**1975** Saudi, Kuwaiti and Venezuelan concessions come to an end

**1977** Alaskan North Slope oil comes to market

**1979** Three Mile Island nuclear plant accident

**1979 – 1981** Iranian hostage crisis. Oil rises from \$13 to \$34 – Fifth post-war oil crisis

**1980** Iraq goes to war with Iran

**1982** OPEC quotas

**1983** OPEC cuts price to \$29/bbl

**1983** Crude oil futures floated on NYMEX

**1986** Oil price collapse

**1986** Chernobyl (USSR) nuclear accident

**1988** Iraq Iran war ends

**1989** Exxon Valdez tanker oil spill

**1990** Iraq invades Kuwait – Sixth post-war oil crisis

**1998** Oil price \$10/bbl

**1998** Piper Alpha oil rig disaster, 167 oil rig workers died

**2003** Iraq war

**2007** Oil price \$147/bbl

**2010** Deepwater Horizon oil spill, 11 fatalities, 16,000 miles of coastline affected and over 8,000 animals reported dead

**2016** Oil price drops below \$30/bbl

## A Brief History of Oil and Gas References

1. Penn Museum website - [www.penn.museum](http://www.penn.museum)
2. The View from the Mountain, [grandemotte.wordpress.com](http://grandemotte.wordpress.com)
3. [AngloPolish.com](http://AngloPolish.com)
4. Wikipedia
5. The Prize – Daniel Yergin

## Useful Conversions

### Volume

Barrel of Oil (bbl) = ~42 US Gallons  
 = ~ 159 litres  
 = ~ 0.159 m<sup>3</sup>  
 = ~ 0.136 Tonnes of oil equivalent (toe)  
 = ~ 5,660 SCF natural gas

### Energy

Tonne of oil equivalent = ~ 10,000,000 Btu  
 SCF natural gas = ~ 1,025 Btu

### Natural Gas

Essentially >90% Methane  
 Calorific Value ~ 1,000 Btu/SCF

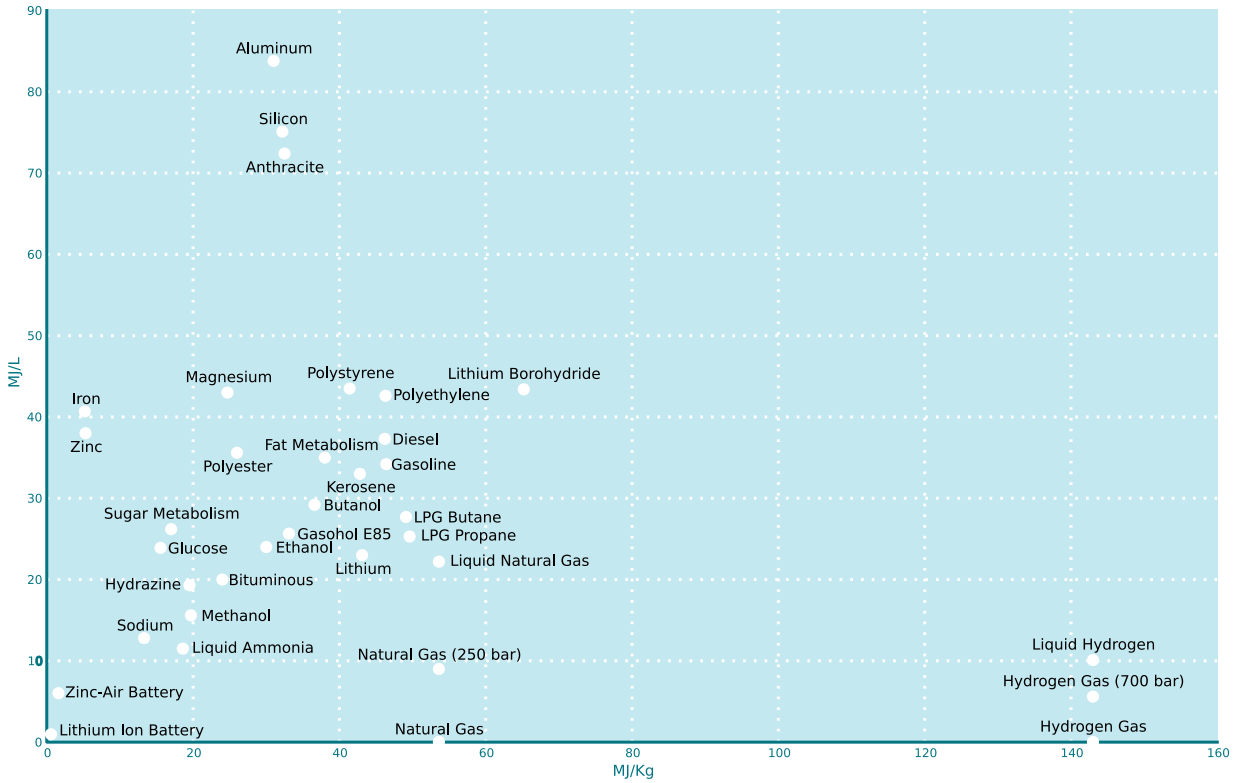
### Conversion of Gas to Liquid Products

100 MMSCFD = ~ 730,000 tonnes/y of LNG  
 = ~ 2,100 t/d of LNG  
 1 million tonnes LNG = ~ 2.2 million m<sup>3</sup> LNG  
 = ~ 140 MMSCFD gas

### Conversion of Gas to Energy

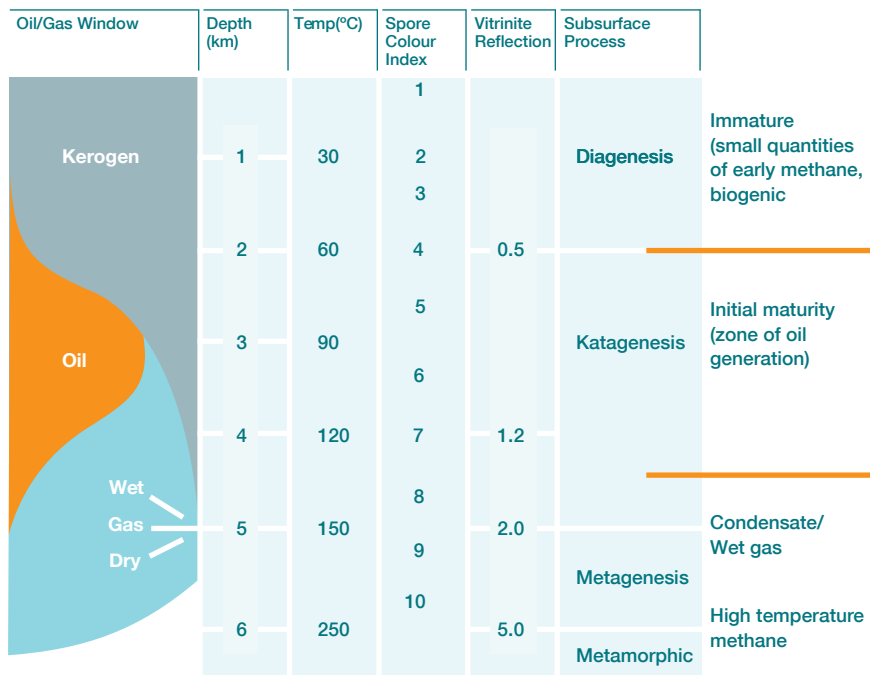
100 MMSCFD = ~ 4,200 MMBtu/h

## Selected Energy Densities



"Energy density" by Scott Dial - Own work Data Source: Energy density, Lithium-ion battery. Licensed under Public Domain via Commons [https://commons.wikimedia.org/wiki/File:Energy\\_density.svg#/media/File:Energy\\_density.svg](https://commons.wikimedia.org/wiki/File:Energy_density.svg#/media/File:Energy_density.svg)

## The Oil and Gas Window

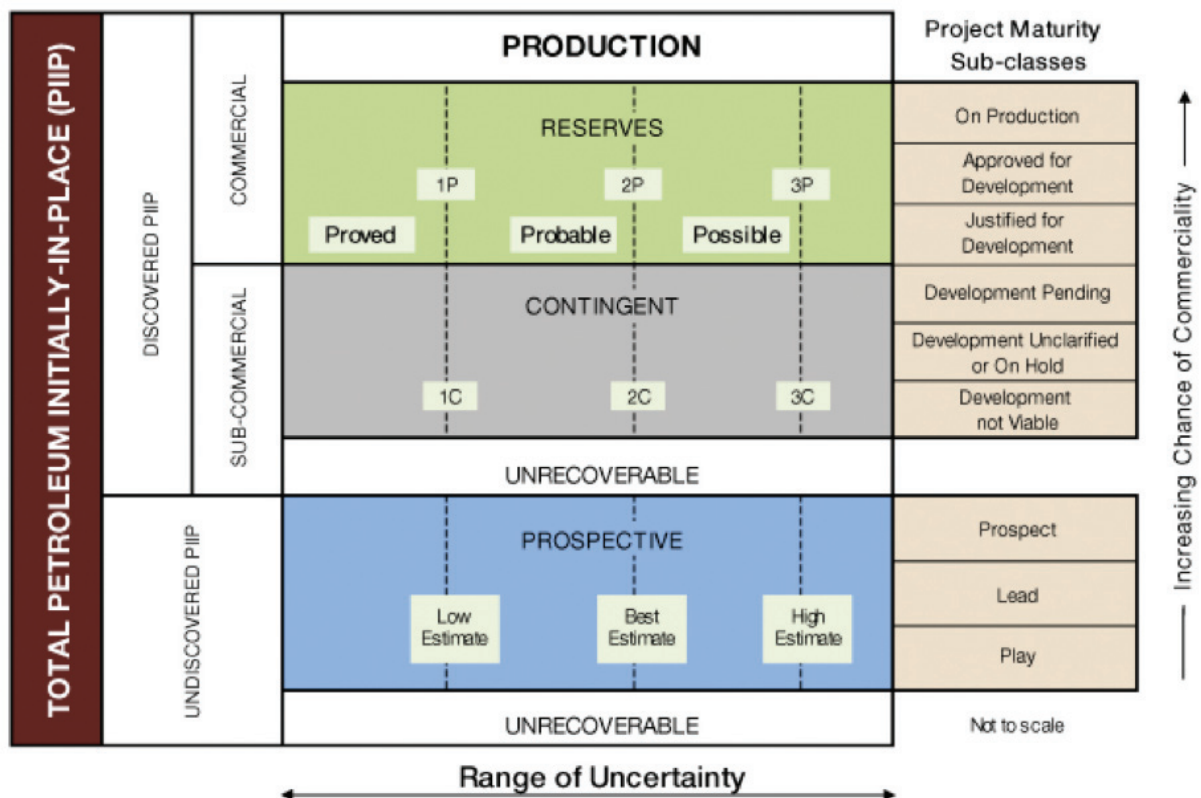


## SPE Reserves Categorisation

“The estimation of petroleum resource quantities involved the interpretation of volumes and values that have an inherent degree of uncertainty. These quantities are associated with development projects at various stages of design and implementation. Use of a consistent classification system enhances comparisons

between projects, groups of projects, and total company portfolios according to forecast production profiles and recoveries. Such a system must consider both technical and commercial factors that impact the project’s economic feasibility, it’s productive life and its related cash flows.”

Source: SPE - Petroleum Resource Management System



## Reserves are Like Fish Analogy

**Proved Developed:** The fish is in the boat. You have weighed him. You can smell him and you will eat him.

**Proved Undeveloped:** The fish is on your hook in the water by the boat and you are ready to net him. You can tell how big he looks (they always look bigger in the water).

**Probable:** There are fish in the lake. You may have caught some yesterday. You may even be able to see them, but you have not caught any today.

**Possible:** There is water in the lake. Someone may have told you there are fish in the lake. You have your boat on the trailer but you may go play golf instead.

However, these humorous definitions do not recognize the impact of the price of fish.

Every effort has been made to ensure that information provided is accurate and not misleading, but Esanda Engineering cannot accept responsibility for any loss or liability perceived to have arisen from any such information.

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# Esanda Training Course List

For open course dates and locations visit  
[www.esandaengineering.com](http://www.esandaengineering.com)  
or contact us at  
[info@esandaengineering.com](mailto:info@esandaengineering.com)  
to discuss your specific in-house training  
and development requirements



## Introductory and Cross Discipline

Introduction to Oil and Gas Exploration and Production

Fundamentals of Oil and Gas Exploration and Production

Unconventional Oil and Gas Developments Overview

Fundamentals of LNG and the Value Chain

Oil and Gas Overview

Upstream Familiarisation for Administration Staff

Introduction to Hydrocarbons - An overview of Oil and Gas

Introduction to Petroleum Engineering

## Economics, Financial, Commercial & Accounting

A View of Where the Oil and Gas Industry is Heading

Designing a Corporate Strategy and Assessing its Effectiveness

Introduction to International Petroleum Economics

Petroleum Economics

Petroleum Economics and Risk Analysis

Decision Making in the Upstream Oil and Gas Sector

Establishing International Joint Venture and Strategic Alliances in the Oil & Gas Industry

Upstream Oil and Gas Production Forecasting and Economics

New Ventures Management

International Oil & Gas Joint Operating and Profit Sharing Agreements

Accounting in the Oil and Gas Industry – Introduction

Accounting in the Oil and Gas Industry – Intermediate

Accounting in the Oil and Gas Industry – Advanced

Accounting in the International Oil and Gas Industry

Accounting Workshop

Financial Management in the Oil and Gas Industry

Financial Statements & Methods of Payment

Letter of Credit Opening Methods

Design and Implementation of Computerised Financial Systems

Accounting for Upstream Energy & Joint Ventures

Authorisation for Expenditures

Well Costing AFE Development

Budgeting Process for E & P Companies

Capital Expenditure and AFE Controls - Intermediate

Managing in the Current Oil Price Environment

Oil and Gas Contracts and Negotiations

Petroleum Project Analysis and Economics - Advanced

Risk Analysis, Prospect Evaluation and Exploration Economics

Upstream E&P Accounting Intermediate

Well Costing and Cost Control - Advanced

## Costing

Upstream Oil and Gas Development Lifecycle Costing

Cost Engineering

IHS QUE\$TOR Oil and Gas Cost Analysis – IHS Specialist Course

Strategic Opex Management

## Geology

Fundamentals of Stratigraphy and Sedimentology

Fundamentals of Global Tectonics

Fundamentals of Petroleum Geology (with and without Field Trips)

Basin Evaluation

Practical Techniques of Geological Modelling: A Geostatistical Approach

Advanced Structural Geology in the Field

Basic Geoscience

Basic Geodynamics

Mapping Techniques

Basic Field Geology

Clastic Sedimentology and Facies Analysis

Carbonate Sedimentology and Facies Analysis

Foredeep Migration

Basin Analysis Workshop: An Integrated Approach

Production Geology

Sequence Stratigraphy

Petroleum System Modelling

Operations Geology

Introduction to Dataset Evaluation and Regional Interpretation

Play Fairway Analysis

Prospect Generation and Risk Analysis

GIS and GPS Data Visualisation and Input

Multidisciplinary Approach in the Field - Walking along a crustal profile across the Sicily Fold and Thrust Belt

Basic Geology - Northern Apennines - Stratigraphy & Tectonics

A complex intertwining of palaeographic domains and multiple thrust belts across the Southern Apennines

Deformed Foreland Basins: Migration of Apenninic Foredeep Through Space and Time

Well Site Geology  
 Applied Biostratigraphy for Petroleum Systems  
 Applied Stratigraphic Concepts  
 Carbonate Reservoirs  
 Clastic Sedimentology  
 Geodynamics and Structural Styles in Exploration  
 Reservoir Characterisation  
 Petroleum Exploration  
 Petroleum Geology  
 Petroleum Geology, Exploration, Risking and Economics  
 Play Assessment and Prospect Evaluation  
 Structural Geology

## Geophysics

Introduction to Petroleum Geophysics  
 Fundamentals of Petroleum Geophysics  
 Seismic Interpretation and Petroleum Geology  
 AVO and Seismic Inversion  
 Seismic Introduction  
 Seismic Interpretation  
 Seismic Acquisition and Processing  
 Seismic Interpretation - Practical  
 Potential Field and SCEM applied to Hydrocarbon Exploration  
 Seismic Interpretation on Workstation  
 Integrated Seismic Interpretation in the Field  
 Mapping and Depth Conversion  
 Fundamentals of Seismic Interpretation  
 Cased Hole Logging and Formation Evaluation  
 Reflection Seismic Survey

## Petrophysics

Introduction to Petrophysics  
 Sedimentary Petrology  
 Rock Lab - Thin Sections  
 Capillarity in Rocks  
 Open Hole Log Interpretation  
 Special Core Analysis (SCAL)  
 Formation Evaluation by Means of Log Analysis  
 Well Log and Mud Log Analysis  
 Mud Logging  
 Basic Well Log Interpretation  
 Well Log Interpretation  
 Cased Hole Logging & Production Log Evaluation  
 Fundamentals of Applied Petrophysics

Advanced Petrophysics  
 Introduction to Formation Evaluation  
 Cased Hole Formation Evaluation - Advanced  
 Facies Analysis and Rock Typing  
 Pore Pressure and Well Control  
 Log Analysis Fundamentals  
 Shaly-Sand Petrophysics  
 Formation Evaluation and Log Analysis  
 Nuclear Magnetic Resonance Petrophysics (NMRP)  
 Pore Pressure Prediction  
 Integration of Petrophysics and Core Analysis

## Reservoir Engineering

Basic Reservoir Engineering for Production operations Staff  
 Fundamentals of Reservoir Engineering  
 Reservoir Management  
 Reservoir Simulation  
 Reservoir Model Design  
 Enhanced Oil Recovery  
 Artificial Lift – Well Optimization and Diagnostics  
 IOR with emulsified polymers  
 EOR with gas lift  
 Applied Reservoir Engineering  
 Integrated Production Modelling  
 PVT  
 Reservoir Appraisal & Development  
 Artificial Lift Methods  
 Well Performance (NODAL) Analysis  
 Introduction to Integrated Production Modelling,  
 Unconventional Integrated Asset modelling  
 Advanced Integrated Asset Modelling  
 Practical Reservoir Simulation, history matching best practices  
 PVT and EOS modelling workshop  
 Advanced Wellbore modelling  
 Effective Use of Relative Permeability Data  
 Digital Field Setup & Management  
 Reserves Estimation  
 Field Development Planning

## Field Development Planning

Field Development Planning  
 Facilities Field Development Planning  
 Marginal Fields' Development Strategies

## Drilling & Well Engineering

Wellhead Operations  
 Well Testing Operations  
 Well Production Control and Management  
 Well Servicing  
 Directional Drilling, Horizontal and Side-tracking  
 Introduction to Drilling & Completions Operations  
 Drilling Fluids  
 Advanced Drilling Technology  
 Primary Cementing  
 Fishing Operations  
 Drilling Methods and Equipment  
 Well Equipment (Casing, Tubing, Wellhead)  
 Pumps (Rig/mud pumps, cementing units)  
 Drilling Calculations  
 Stuck Pipe Prevention  
 Casing Cementing - Current Leading Practice and New Techniques  
 Directional Drilling  
 Drilling Fluids and Solids control  
 Fundamentals of Well Control  
 Advanced Hydraulic Fracturing  
 Advanced Stimulation  
 Stimulation & Sand Management  
 Well Test Design & Analysis  
 Hydraulic Fracturing for Shale Oil & Gas  
 Hydraulic Fracture Design and Analysis with 3D Simulators  
 Completions Design for FDP  
 Formation Damage Prevention, Remediation, and Control  
 Matrix and Fracture Acidizing  
 Horizontal Well Completions and Fracturing  
 Advanced Well Cementing  
 Practical Well Test Interpretation  
 Advanced Well Test Interpretation  
 Production Logging Tools  
 Asphaltene, Paraffin, and Scale Control  
 Coil Tubing (CTU) Operations  
 Nitrogen Engineering for O&G Operations  
 Advanced Sand Control  
 Advanced Hydraulic Fracturing with 3D Models  
 Advanced Well Completions  
 Damage Control - The Neglected Part of Drilling and Operating Safely  
 HPHT Drilling Operations

Offshore and Deepwater Drilling Operations  
 Pore Pressure and Fracture Gradient Prediction  
 Well Control and Associated Surface Equipment  
 Well Stimulation: Matrix and Fracture Acidising

## Oil and Gas Processing and Facilities Engineering

Oil and Gas Facilities Fundamentals: Onshore, Offshore, FPSO and Subsea  
 Offshore Facilities Fundamentals, Offshore, FPSO and Subsea  
 FPSO Fundamentals  
 Subsea Facilities Fundamentals  
 Gas Production, Transmission and Storage Overview  
 Oil Processing  
 Gas Processing  
 Production Facilities - Design Engineering  
 Production Facilities - Process Engineering  
 Process and Project Drawings - PDFs, P&IDs and Mechanical Drawings  
 Understanding P&IDs  
 Process Plant Fundamentals  
 Surface Production Operations  
 Plant Shutdown, Commissioning and Start-up  
 Relief Systems  
 Flare, Blowdown and Pressure Relief Systems  
 Heat Exchangers  
 Oil and Gas Process Troubleshooting  
 Xmas Tree Inspection, Maintenance and Pressure Testing  
 Water Treatment and Disposal  
 Chemical Injection - Oil and Gas Process  
 Applied Water Technology in Oil and Gas Production  
 Corrosion Management in Production/Processing Operation  
 FSRU Project Development and Operation  
 Gas Processing and Conditioning  
 Means of Personnel Transfer  
 Oil Production and Processing Facilities  
 Onshore Pipelines Design and Construction  
 Tanker Familiarisation

## Health, Safety and Environment

Xmas Tree and Wellhead Safety  
 Oil and Gas Field - Internal Audit  
 Introduction to Process Safety

Introduction to HSSE Case  
 Process Safety Management Techniques  
 HSE in the Workplace  
 HSE in Drilling and Workover  
 Safety Audit and Hazards Identification  
 Accident and Incident Investigation, Reporting and Management  
 Behavioural Based Safety  
 HSE in Construction  
 Environmental Awareness and EMS Overview  
 Permit to Work (Control of Work/Safe Systems of Work)  
 Hazardous Substances in the Workplace  
 Introduction to Emergency Management  
 Health & Safety Representative – Offshore Oil and Gas  
 Safe Supervisory Skills  
 HSSE Basics  
 Introduction to Safety Case

## Project Management and Operations

Plant Readiness Program  
 Faultless Start-up  
 Commissioning and Start-up  
 Troubleshooting and Process Operations  
 The Turnover and completions program  
 Project Management for Suppliers  
 Achieving Operational Readiness  
 Scoping Systems and Subsystems for Start-up  
 Project Management in the Upstream Oil and Gas Industry  
 Maintenance Management  
 Shutdown Planning and Optimisation  
 CMMS (Computerised Management Maintenance Systems) Set Up  
 Major Emergency Management  
 Oilfield Operations Overview  
 Asset Integrity Management  
 Risk Management  
 Hazard Awareness and Risk Assessment  
 Bow-Ties, Barriers and Major Accident Events Accredited by the Intl. Association of Drilling Contractors (2 day short format, 3 day long format)  
 Advanced Energy Project Management

Enterprise Risk Management for the Energy Industry  
 Tripod Beta Accident Investigation Course  
 PMP Exam preparation  
 Information Security Strategy & How to Build It  
 Introduction to Data Management

## Soft Skills

Supervisory Skills  
 Crisis Management  
 Leadership Skills for Supervisors  
 Workplace Communications  
 Internal Communications  
 Communication, Presentation and Persuasion Skills for Engineers and Technical Professionals  
 Presentation Skills  
 Leadership and Management  
 Team Building  
 Web and Intranet Writing  
 Crisis Communication  
 Writing and Presentation Skills for Engineers and Technical Staff

## Downstream

Introduction to the Downstream Petroleum Industry  
 Introduction to the Petrochemicals Industry  
 Introduction to Petroleum Refinery Processing  
 Introduction to Condensate Fractionation Plant  
 Basic Principles of Catalytic Reforming Process, Chemical Reactions and Thermodynamics  
 Catalyst Reforming Parameters  
 Catalytic Reforming Plant Design  
 Fundamentals of Petroleum Refinery Equipment Process Design  
 Gasoline and Diesel Blending for Refiners and Traders  
 Storage Tanks  
 Pumps - Design, Application and Operation  
 Refinery Piping  
 Economic Fundamentals of the Petroleum Industry and Refinery  
 Water Treatment for Refining and Petrochemical Operations  
 Environmental, Health, and Safety Guidelines for Petroleum Refineries  
 Crude Oil Shipping and Tankers

Photo: Harald Pettersen – Statoil



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## Course categories available

*See inside for complete course list*

Introductory and Cross Discipline  
Economics, Financial, Commercial & Accounting  
Costing  
Geology  
Petrophysics  
Reservoir Engineering  
Field Development Planning  
Drilling & Well Engineering  
Oil and Gas Processing and Facilities Engineering  
Health, Safety and Environment  
Project Management and Operations  
Soft Skills  
Downstream

Cover photo: Harald Pettersen – Statoil

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