

Subsea Developments in Statoil

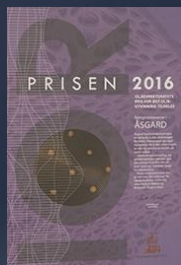
The Future is now



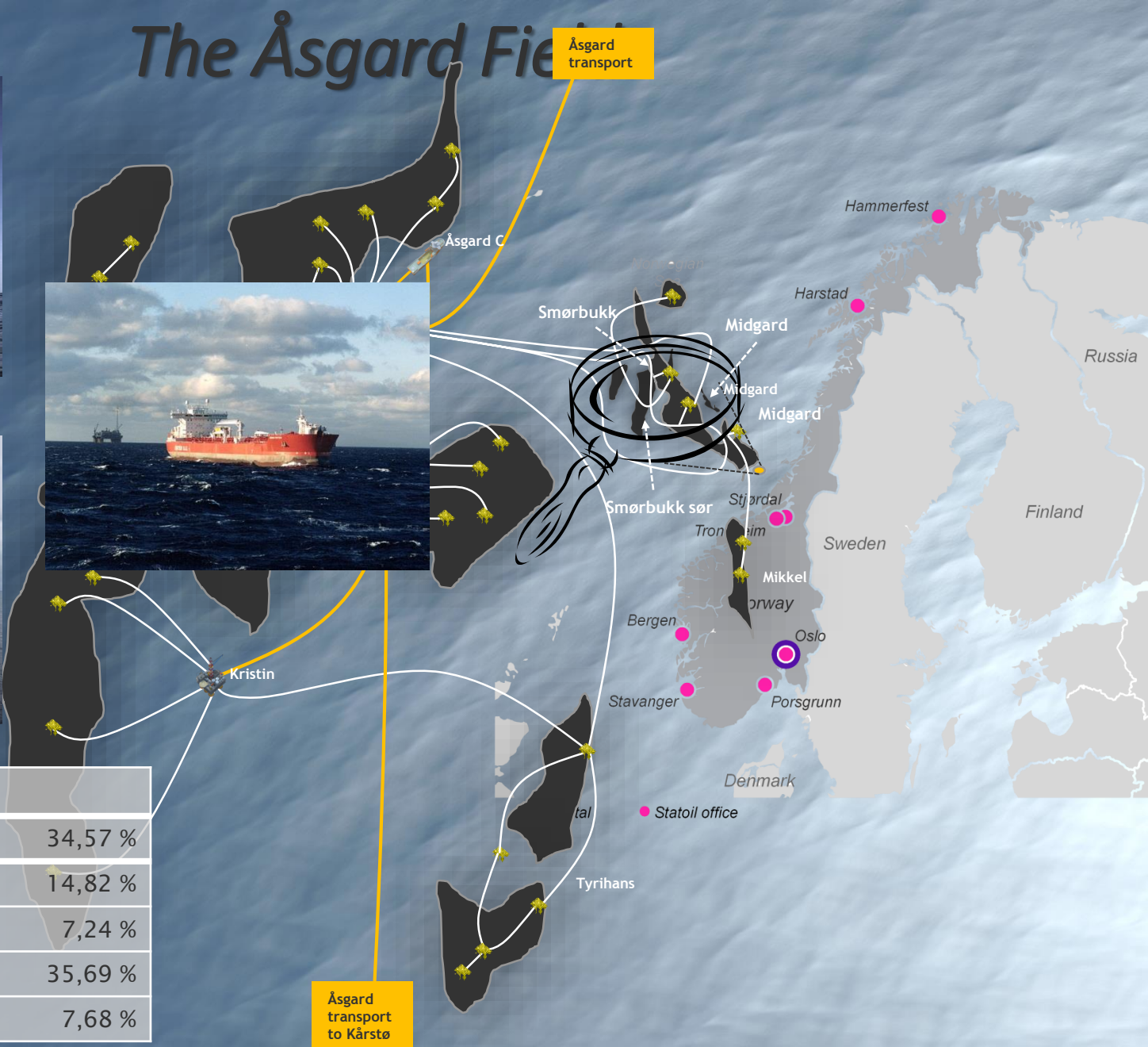
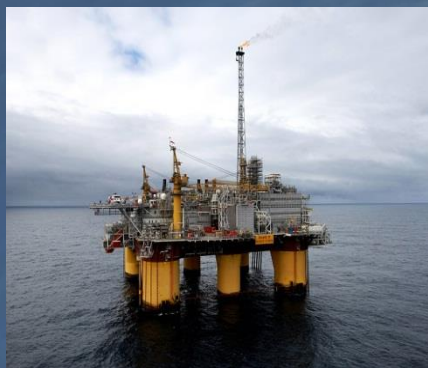
Presented by Ole Jørgen Johansen, Project Manager Statoil



Åsgard Subsea Compression - A Success Story



The Åsgard Field



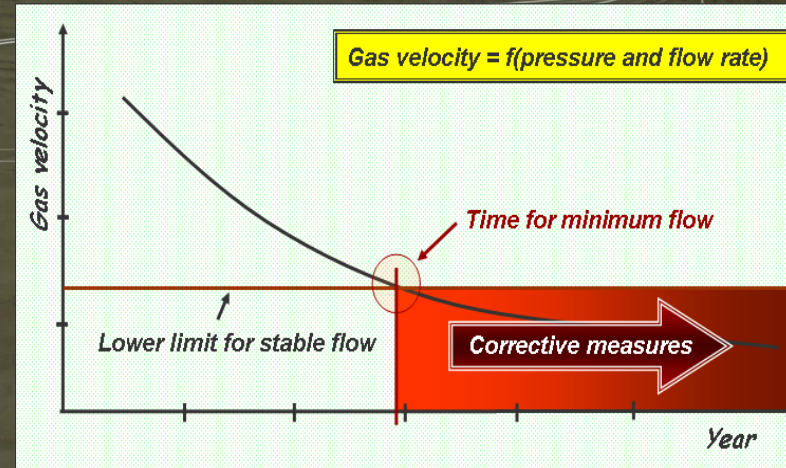
Partners

Statoil ASA (operator)	34,57 %
Eni Norge AS	14,82 %
Exxon Mobil E&P Norway AS	7,24 %
Petoro AS	35,69 %
Total E&P Norge AS	7,68 %

The Minimum Flow Challenge

A minimum gas rate is required to:

- Avoid dynamical instabilities in flow lines
- Ensure surge waves not exceed liquid handling capacity
- Maintain continuous MEG production
- Avoid hydrate incidents



Åsgard Subsea Compression

Åsgard A



Åsgard B



Kompressor-
stasjon

Manifold-
stasjon

Brønner

Midgard

Mikkel

- *2 x 11,5 MW subsea compressors*
- *40 km step out*
- *Water depth 270 meters*
- *Production 21 Mill Sm³/d*
- *Secure production of 306 mboe*
- *Prolong lifetime of 15 years*

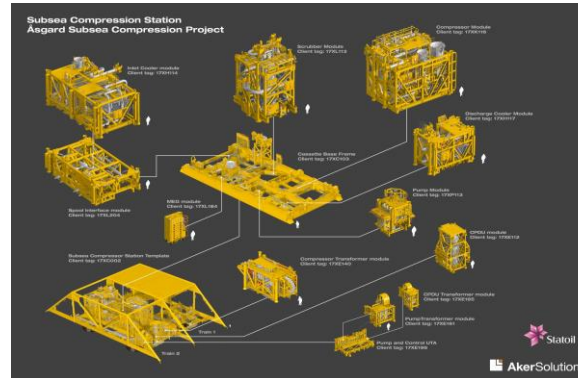
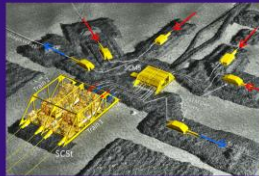
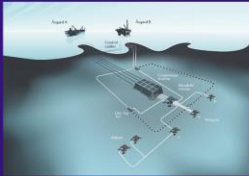


Åsgard Subsea Compression Overview



Åsgard Subsea Compression:

- 2 x 11,5 MW subsea compressors
- 40 km step out
- Water depth 270 meters
- Production 21 Mill Sm³/d
- Secure production of 306 mboe
- Prolong lifetime of 15 years



North Sea Giant:

- Accommodation 120 person
- Main Deck area 2900m²
- WROV x2, Triton XLX and XLR
- SHS for large modules in fabrication
- Capacity 388 tons, 15x12x12 m, Hs 4.5m
- Moonpool Handling System 70 tons, 7.2x7.2m
- Subsea Process Intervention System



Large scale test facility:

- Shallow water test pit
- 11,5 MW compressor shaft power
- 17 million Sm³/d flow rate HC gas
- Condensate and water/MEG injection
- Long- step-out, high voltage, high frequency power supply
- Experienced Statoil operating personnel



Åsgard SURF and Marine scope:

- ~1600 vessel days, 14 vessels
- 6 pipelines, total 63 km
- Hot-tap on unprepared pipeline
- 12 PLEMs, 18 spools
- 139 tie-ins
- Decommission of pipelines

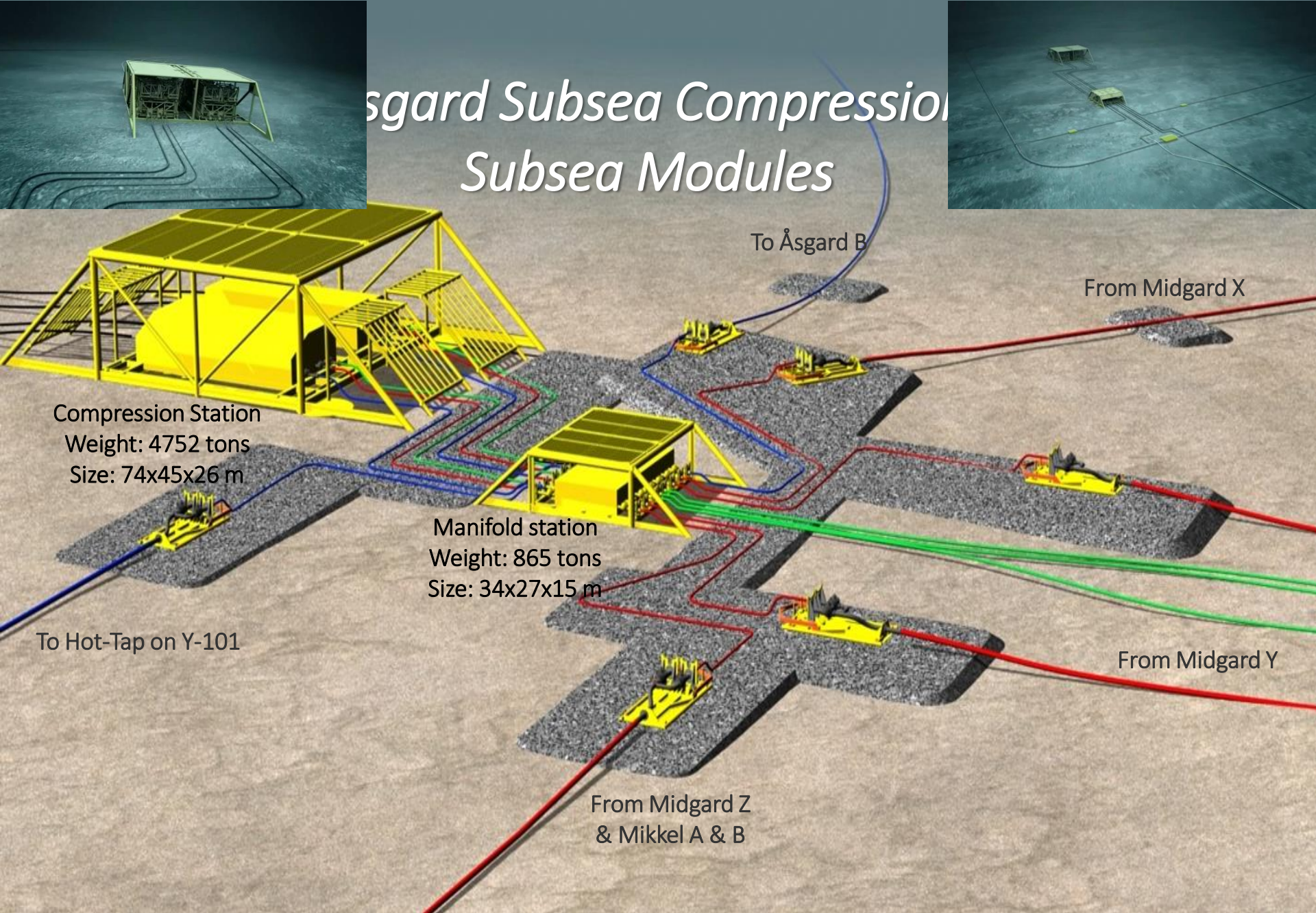


Buildings and Utility

- Washing room
- Office building
- Storage hall
- Workshop hall
- Test pit



Åsgard Subsea Compression Subsea Modules



Subsea Compressor Station Modules



Scrubber
210 tons
8x8x12m



Inlet/antisurge
cooler
235 tons
15x10x7m



Compressor
289 tons
11x9x10m



Pump
45 tons
5x5x6m



Outlet cooler
107 tons
9x7x5m



Technology Qualification Program



Cooler



All Electric Subsea Control System



Active Magnetic Bearing Control



Scrubber

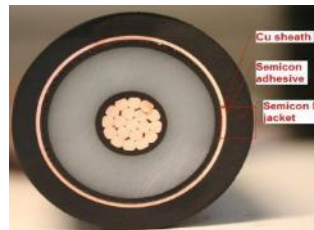
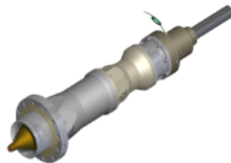
Initiated 2007
Comprehensive Scope
Maturing Competitive Vendors



Subsea Transformer



HV Connectors and Penetrators



Power Cable

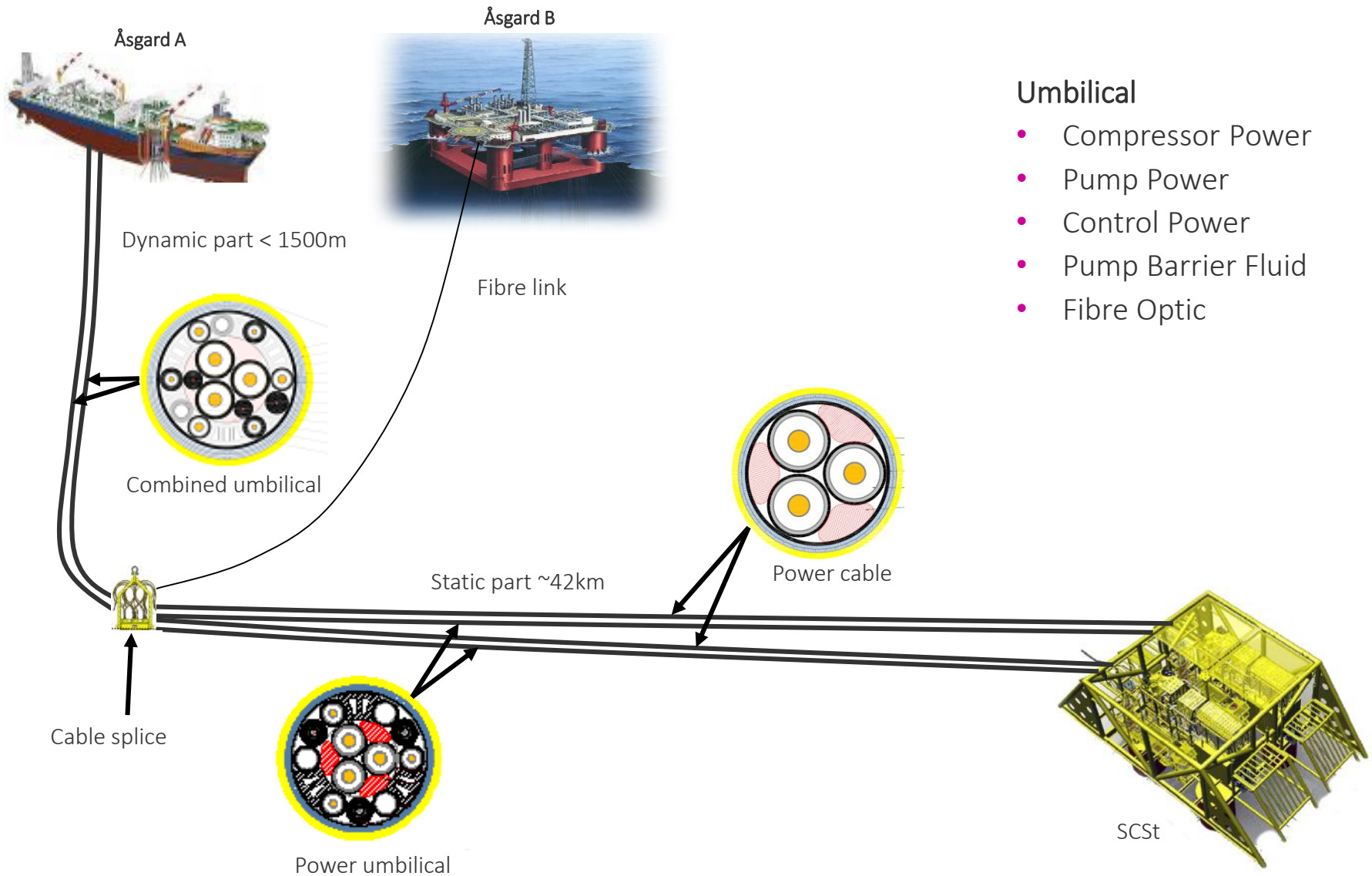


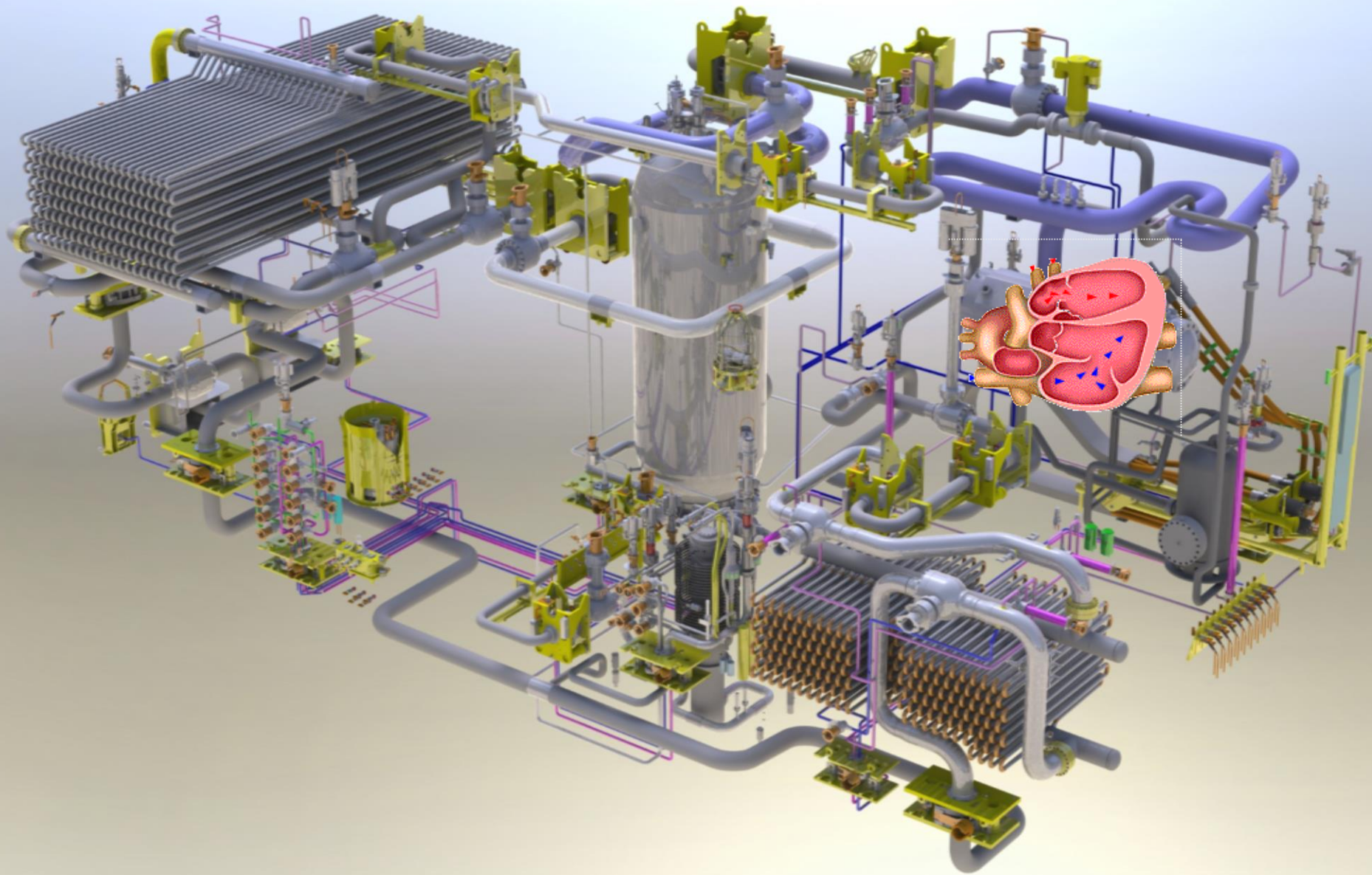
Hot-Tap



Pump

Power and Control Umbilical

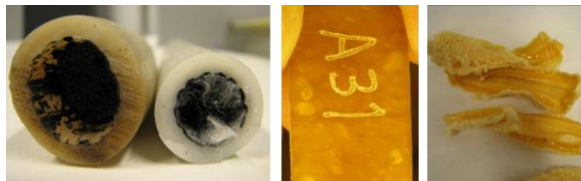
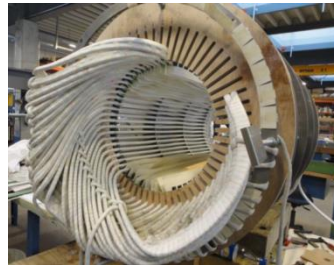




Compressor TQP

Challenges

- Corrosion
- Particle erosion
- Droplet erosion
- Erosion-corrosion
- Heat transfer
- Vibrations
- AMB winding insulation
- Motor stator cable insulation
- Compatibility



K-lab Test Facility

- World's first large scale test loop for subsea compressors built 2007-2008
- Large upgrade 2011-2013
- Shallow water test pit
- 11.5 MW compressor shaft power
- 1.7 million Sm³/d flow rate hydrocarbon gas
- Condensate and water/MEG injection
- Long step-out, high voltage, high frequency power supply
- Experienced Statoil operating personnel

K-lab



K-lab

Egersund Site



• Fabrication and FAT

• Mechanical Completion

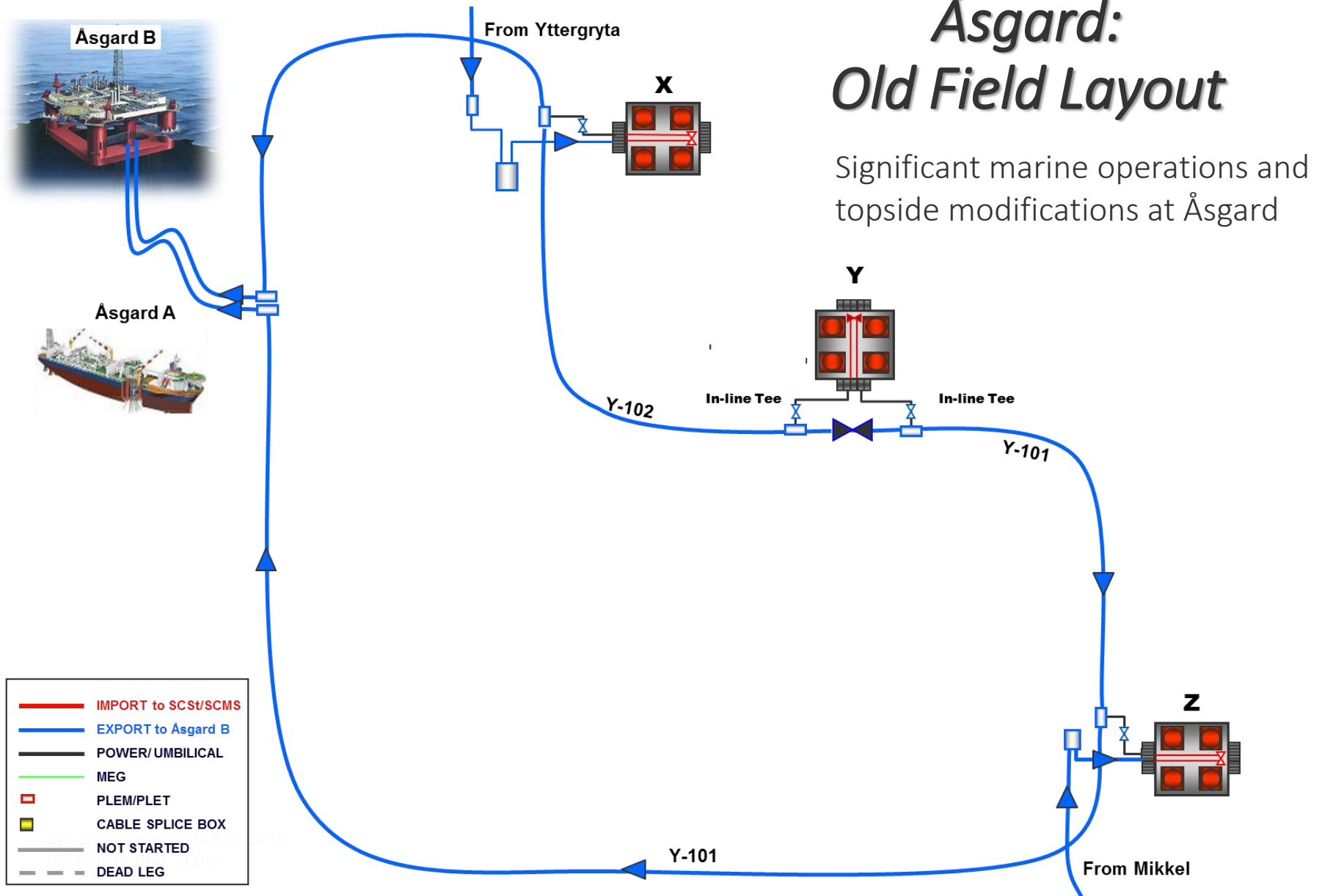
• Welding and Painting

• Controls

• Commissioning

Åsgard: Old Field Layout

Significant marine operations and topside modifications at Åsgard



Work on-going from 2011-2015



Åsgard Marine Operations

Vessel days

2013	706
2014	547
2015	383

Activities

Survey
Rock/cover removal
Rock dumping
Trenching
Pipeline/PLEM installation
Hot-tap
Spool installation and tie-in
Riser base installation
Spool installation and tie-in
Heavy lift
Module installation

Total 14 vessel used

Olympic Challenger



Deep Orient



Acergy Viking



North Sea Giant



North Sea Atlantic



Rock Piper



Saipem S7000



Lorelay



Volstad Surveyer



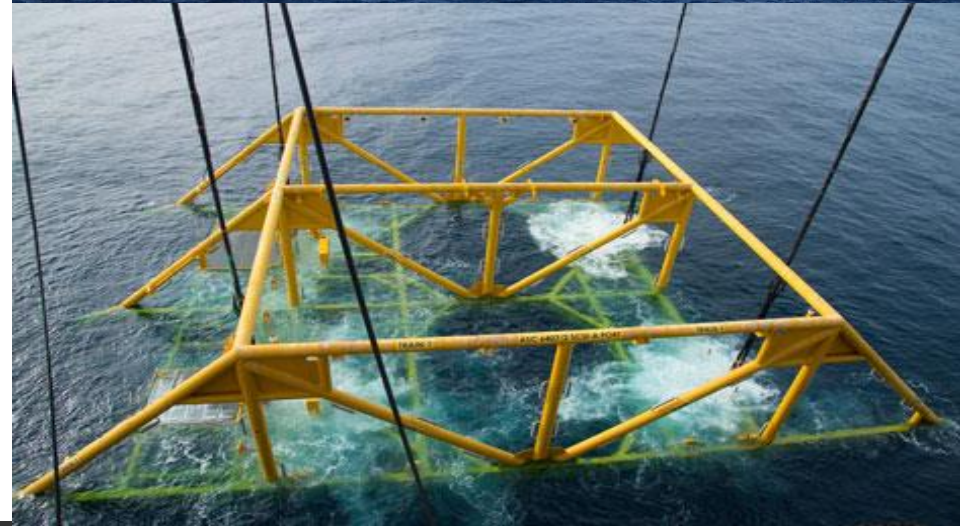
Siem Daya 1 and 2



Connections on compressor modules:

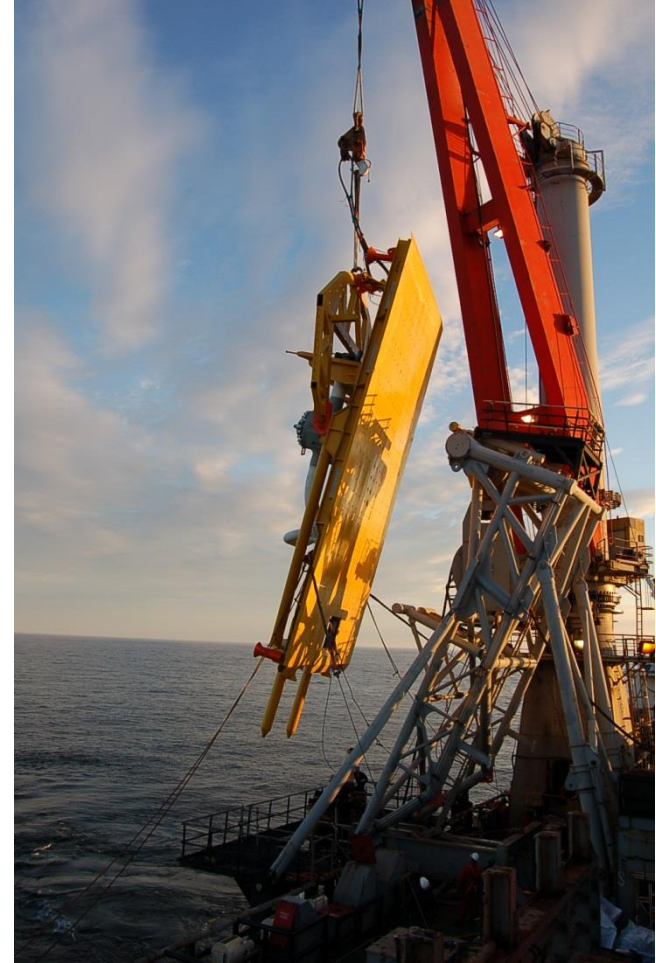
12 HV connections
208 signal/controls connections
44 Process piping connections

June 2013 – HLV «S-7000» Installation Campaign



Weight 4.800t
(With all Modules)

Summer 2013 Allseas «Lorelay»

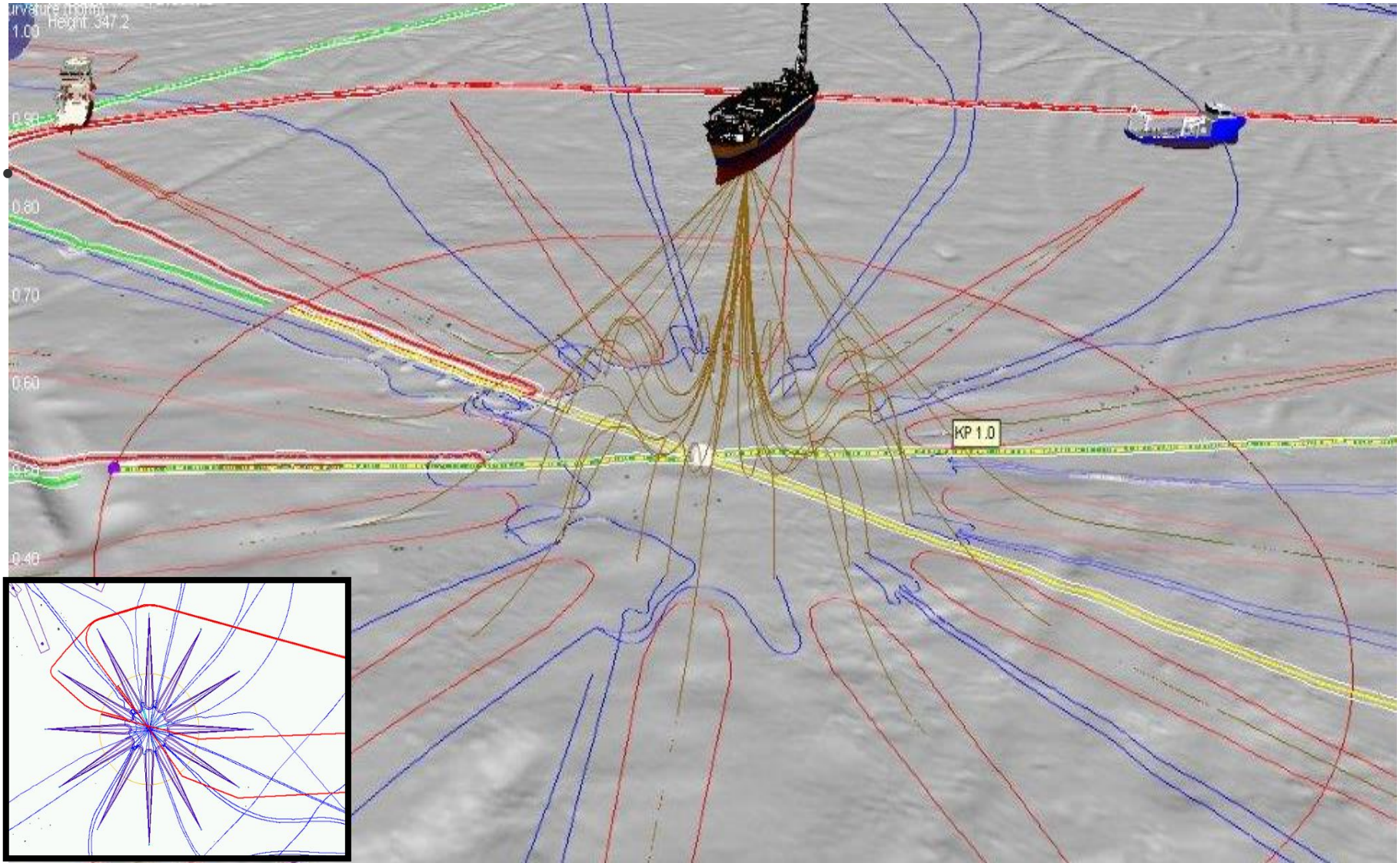


8 Pipelines – total 63km
11 PLEMs, each weighing 60-107t

APRIL - MAY - JUNE
Install 4x 40km
Static Cables

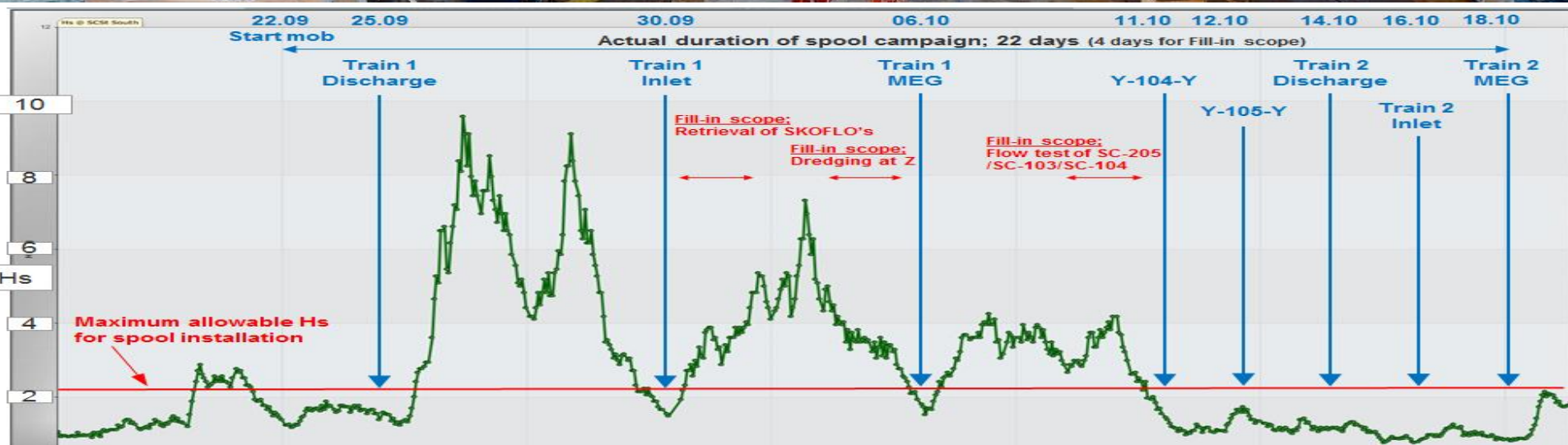


New Layout, called the subsea X – Games



OCTOBER Install 8 Spools, SCSt & Y

Installation of
18" spool
95m long



North Sea Giant – “This boat can do anything”

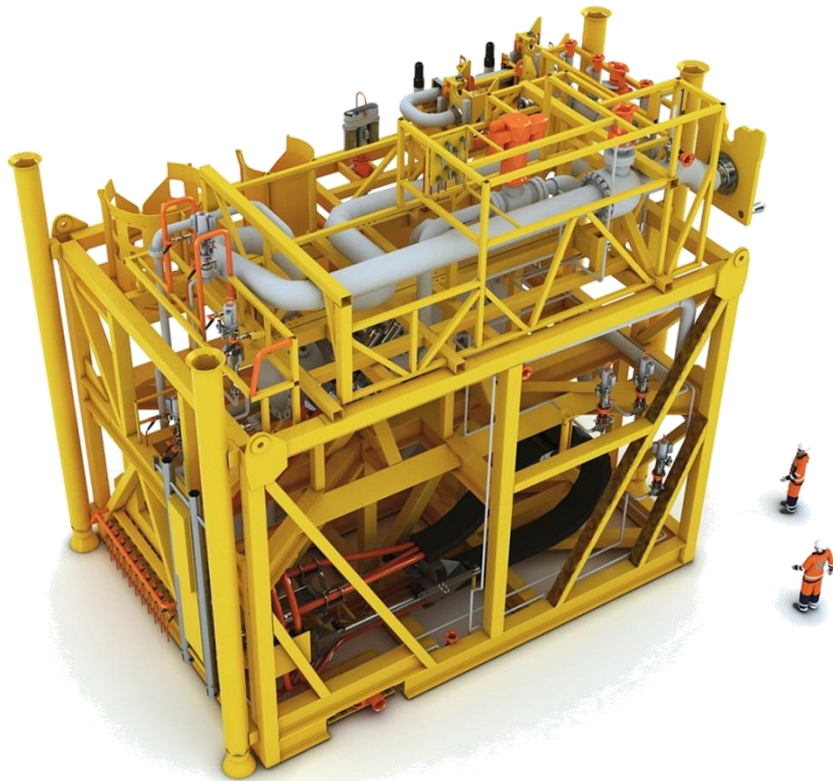


160m long / 30m wide & Voith Schneider
3.000 m² free deck, 2.000m² with MHS & SHS
+/- 30 cm Lateral movement, Hs 4.5m Head Sea



Availability Requirements (Business Case)

- Availability is MTBF (Mean Time Before Failure) & Repair Time
- For Åsgard, **availability is set to ~96%** uptime of subsea plant
- Means; REPAIR TIME = 5 days response time + 10 days replacement / year
- Means; **COMPRESSOR MODULE REPAIR IN Hs = 4.5m**



Åsgard Opening Ceremony

E: 430185.80 N: 7209137.68 HDG: 309.92 Pitch: 1.07 Roll: -0.04
KP: 0.000 DOL: 0.00 Depth: 249.93 Alt: 11.33
SUPPORTER 1 : TRIP 5 TRAIN 1 AS-LEFT SURVEY

07/07/2015 21:44:14

ÅSC started up September 16th 2015



Vestbase Storage and Maintenance Facility

Buildings and Utility

- Washing room
- Office building
- Storage hall
- Workshop hall
- Test pit

Åsgard

Workshop

Store room

Offices

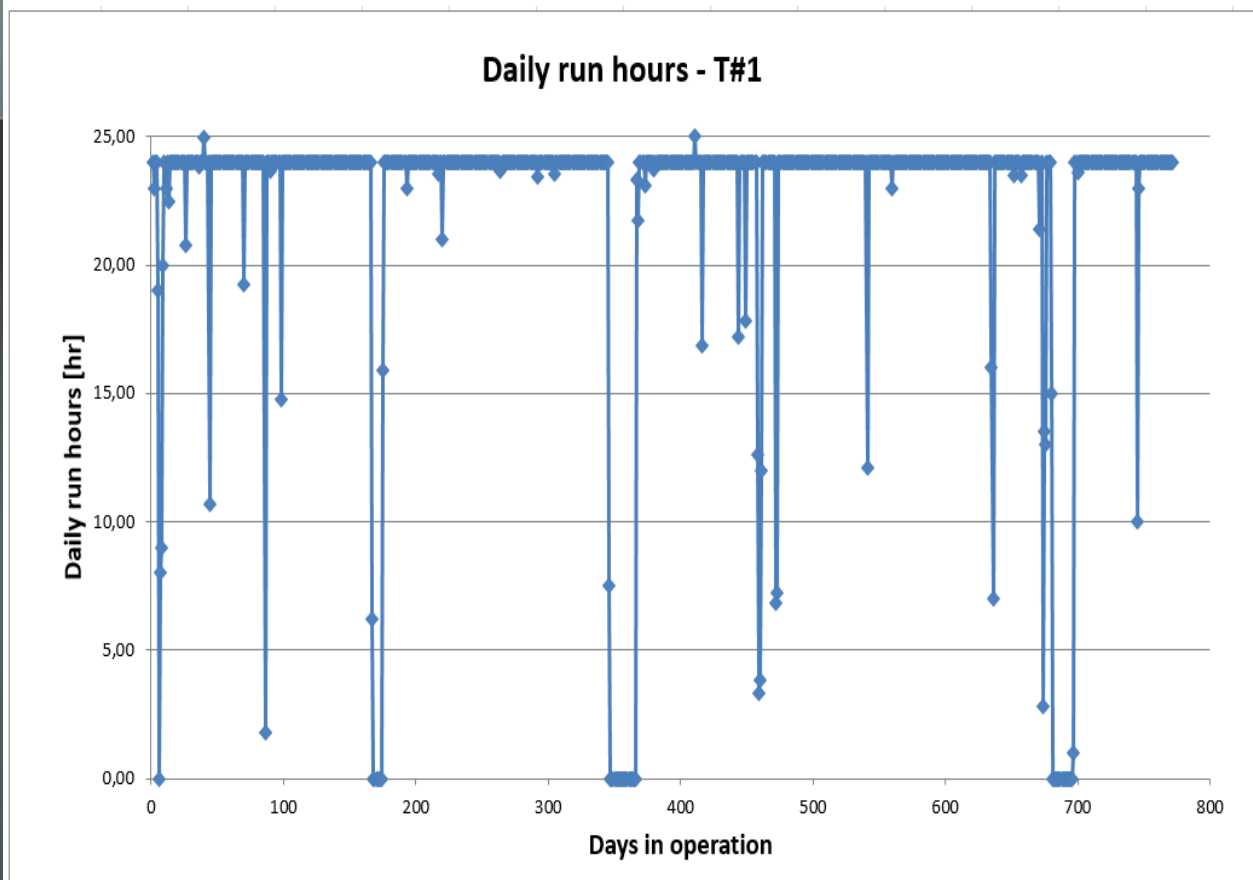
Washing room

Åsgard

Daily run hours – T#1 since start-up



- T#1 start-up 16.09.15
- T#2 start-up 28.02.16
- Increased production by approx ~8 MSm3/d!!
- Most production shut-downs caused by loss of power from Åsgard A
- Only minor technical issues prior to breakdown of T1 pump in July 2017
- Producing above design rates since start-up

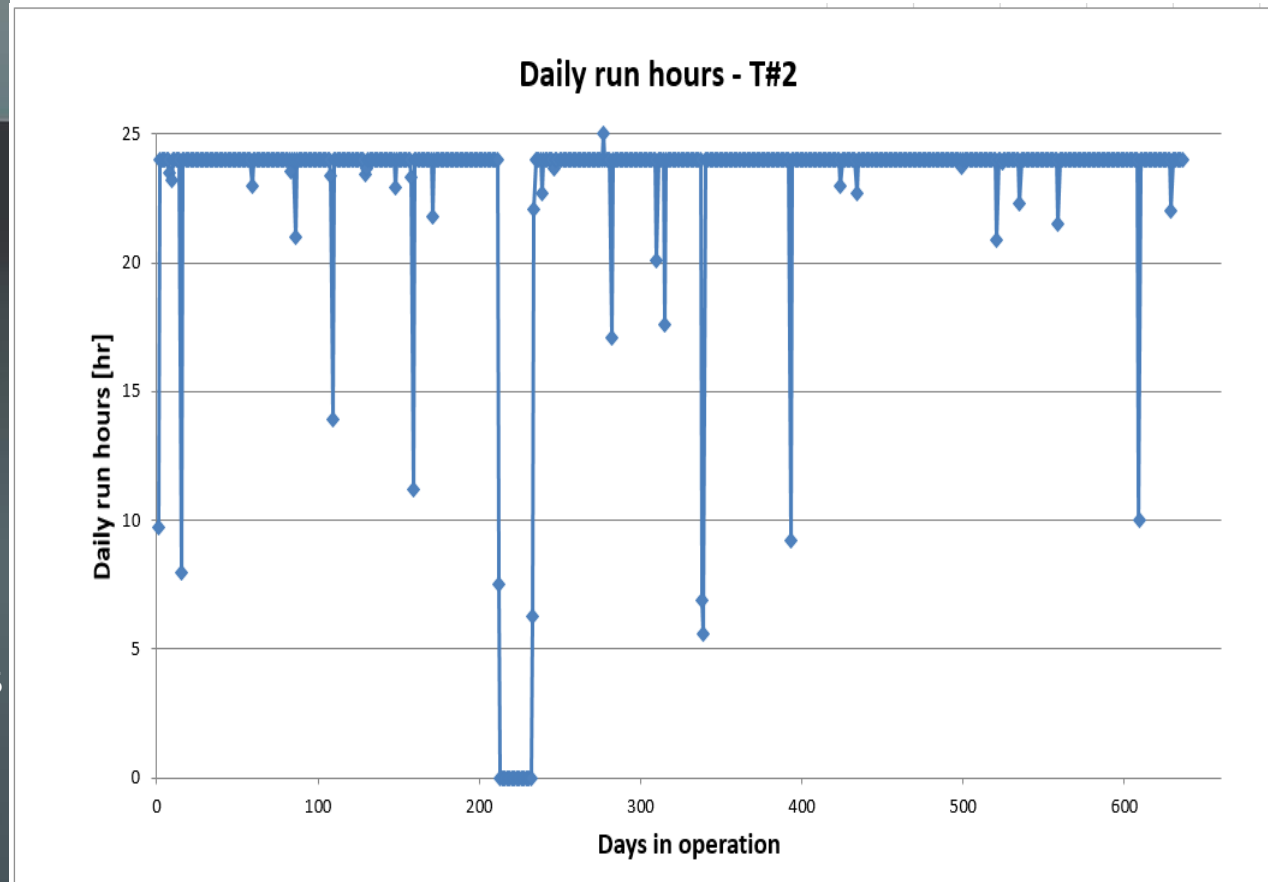


Updated 25.10.17

Daily run hours – T#2 since start-up



- T#1 start-up 16.09.15
- T#2 start-up 28.02.16
- Increased production by approx ~8 MSm3/d!!
- Most production shut-downs caused by loss of power from Åsgard A
- Only minor technical issues prior to breakdown of T1 pump in July 2017
- Producing above design rates since start-up

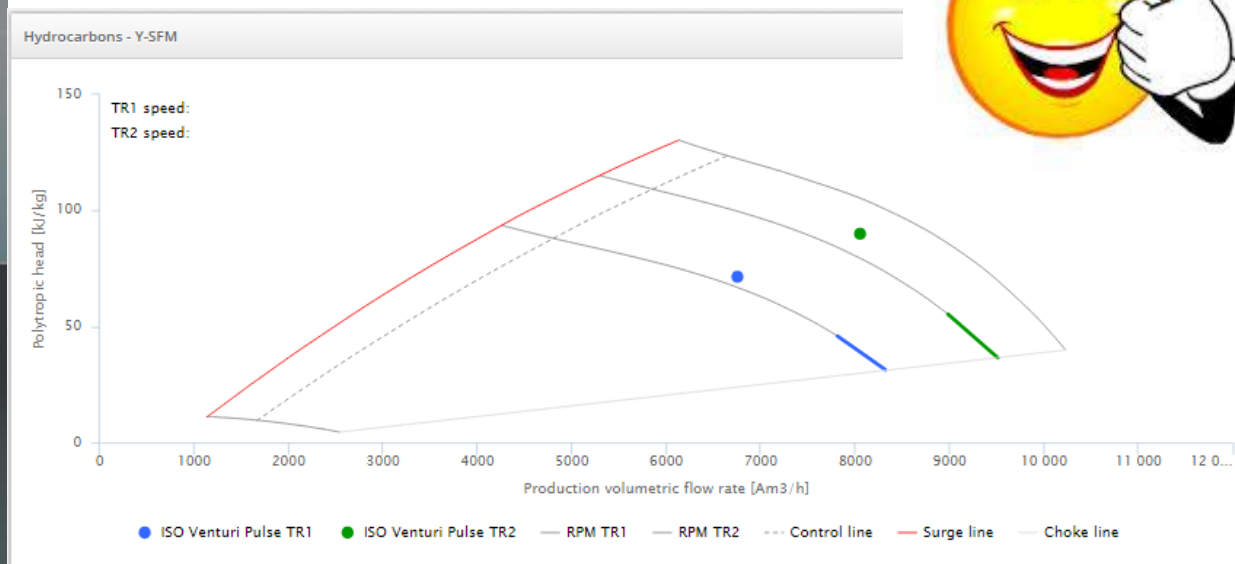


Updated 25.10.17

Operational experience



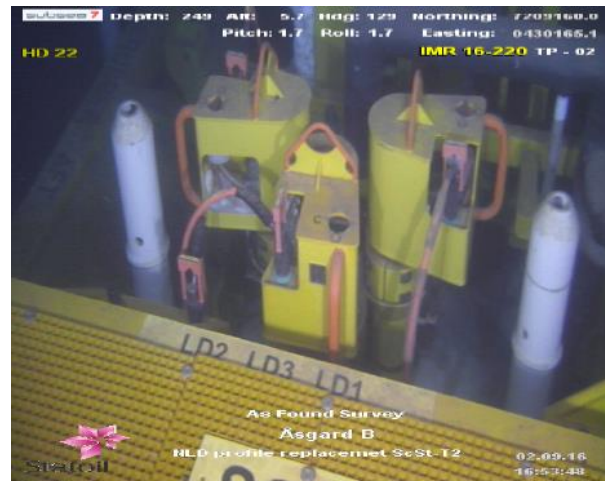
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- Producing above design rates since start-up



Year / Cat	Entire system incl power generation ÅsgA		System 17 (subsea + topside)		Subsea Station	
	PE loss (%)	Total PE (%)	PE loss (%)	Total PE (%)	PE loss (%)	Total PE (%)
2015	2,78	97,22	0,73	99,27	0,73	99,27
2016	2,70	97,30	2,05	97,95	0,01	99,99

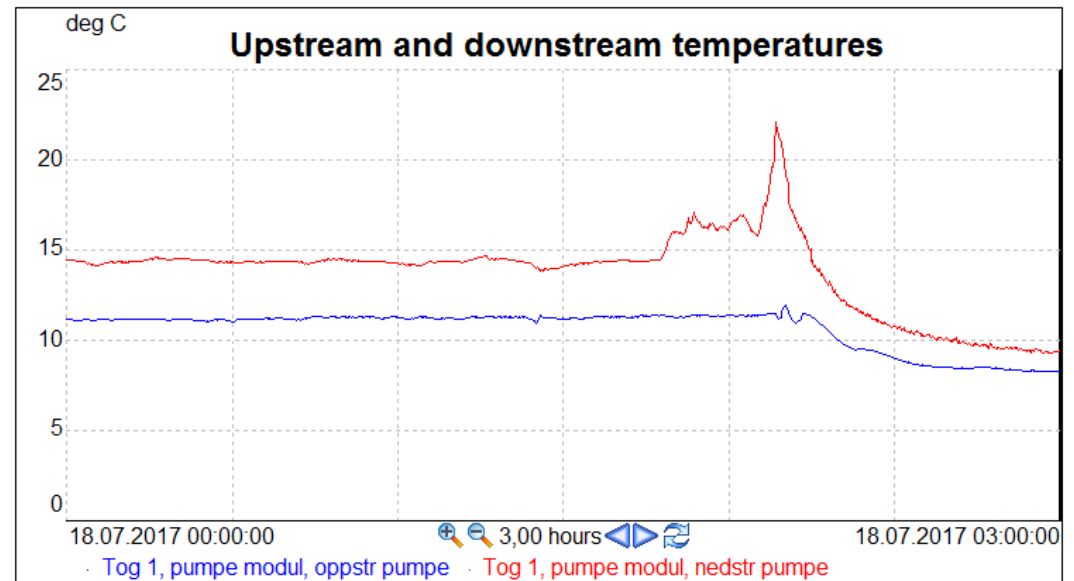
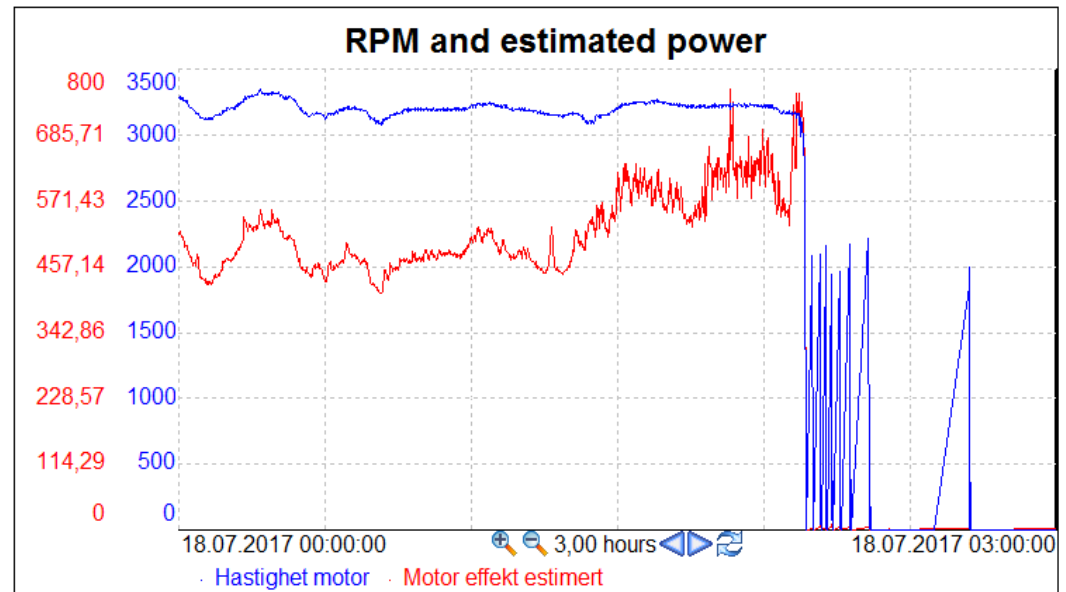
Operational challenges and interventions prior to July 2017

- **Only minor technical issues !**
 - Pump regulation
 - Improved in March 2016
- Loss of some redundancy in control system
- Two minor interventions performed:
 - Valve operation @ T1 pump module
 - NLD replacement scrubber module T#2



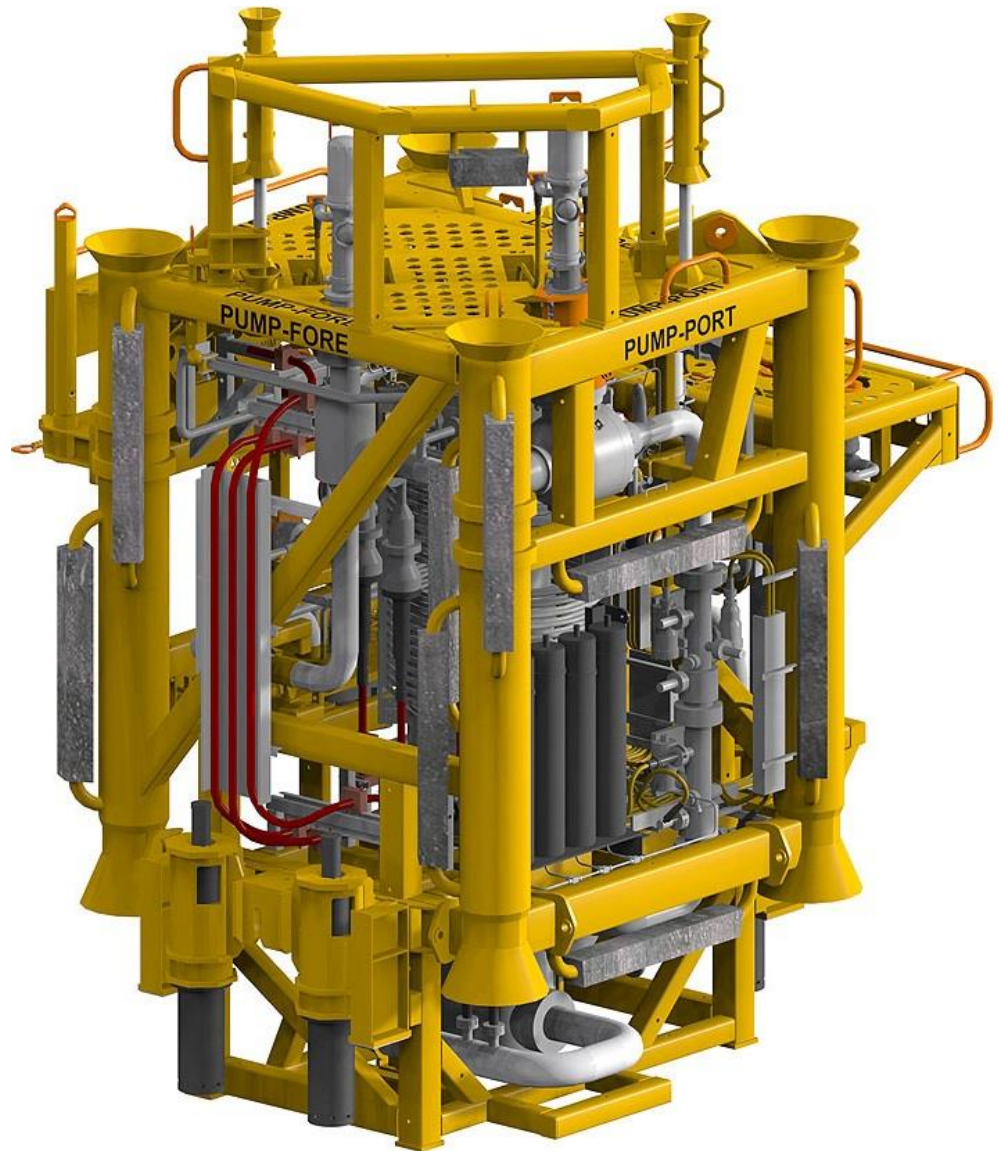
July 2017 - T1 pump breakdown

- Occured 18.07.17 02:09
- Cause of trip: LL on flow
- Locked rotor when trying to restart – not able to spin pump
- Faultfinding located the problem to the pump module, not electrical system / umbilical



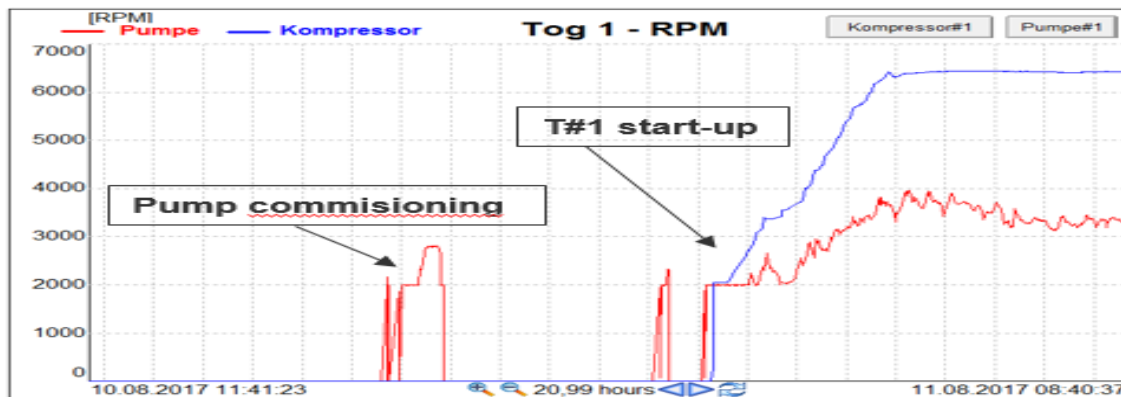
ASC Pump Module

- Main purpose:
 - Control level in scrubber
 - Recycle a continuous flow rate for sand
 - Supply liquid for compressor washing
- Weight in air: 57 T
- Retrieval weight (water filled structure): 64 T
- Dimensions, incl. lift rigging: 5621x4640x7865
- Intervention by use of NSG MHS



ASC T1 Pump replacement

- North Sea Giant in KSU 01.08.17 to start mobilize for pump replacement
 - Pump replacement finished by 10.08.17
 - Commisioning 09.08.17 -10.08.17
 - Train #1 start-up 11.08.17 00:20
 - Pump #1 and T#1 in operation since
 - Very rapid operation without major issues

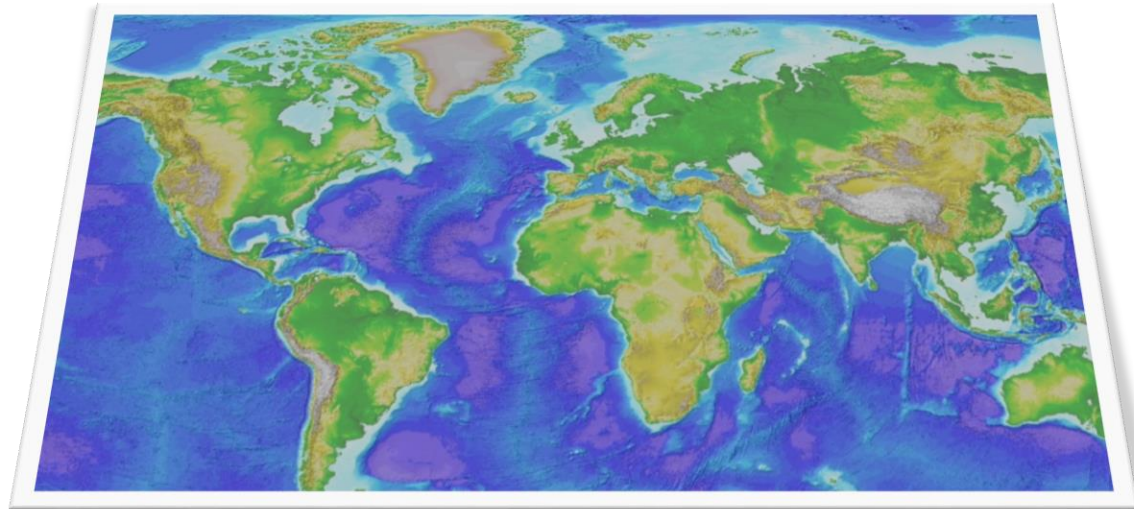


Summary

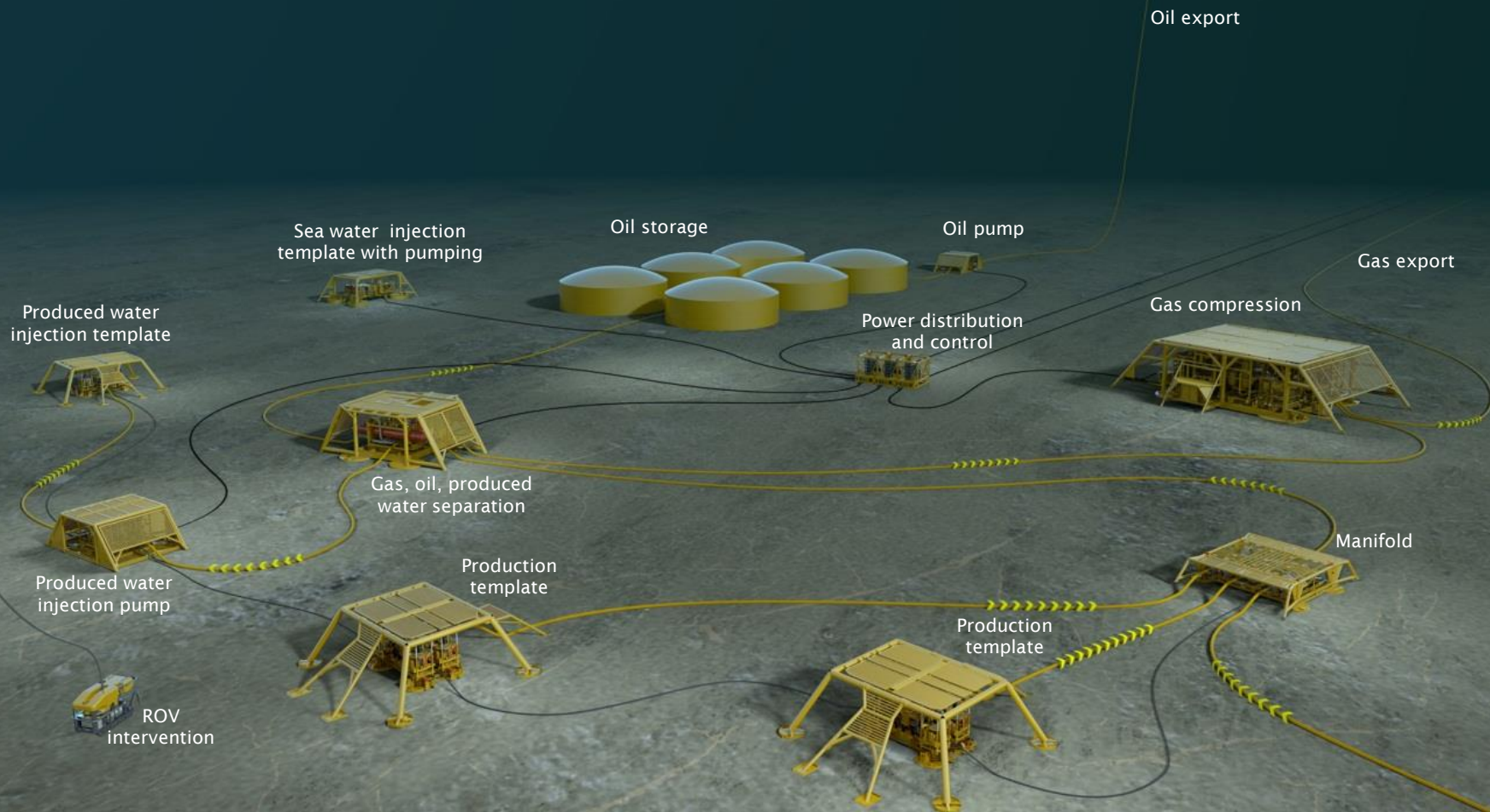
- World's first subsea compression system realised at the Åsgard field
- Secure production of 306 mboe and 15 years prolonged operation
- Nearly 50 technology qualification activities carried out 2007-2015:
 - Strict qualification process applied
 - Process modules, Power system, and Control system
- Testing and installation of subsea modules 2014-2015
- Successfully started-up September 2015
- Operated successfully for more than two year
- Regularity over 99 % for the Subsea Station
- A money making Machine for Statoil and Partners

Future possibilities in Statoil portfolio

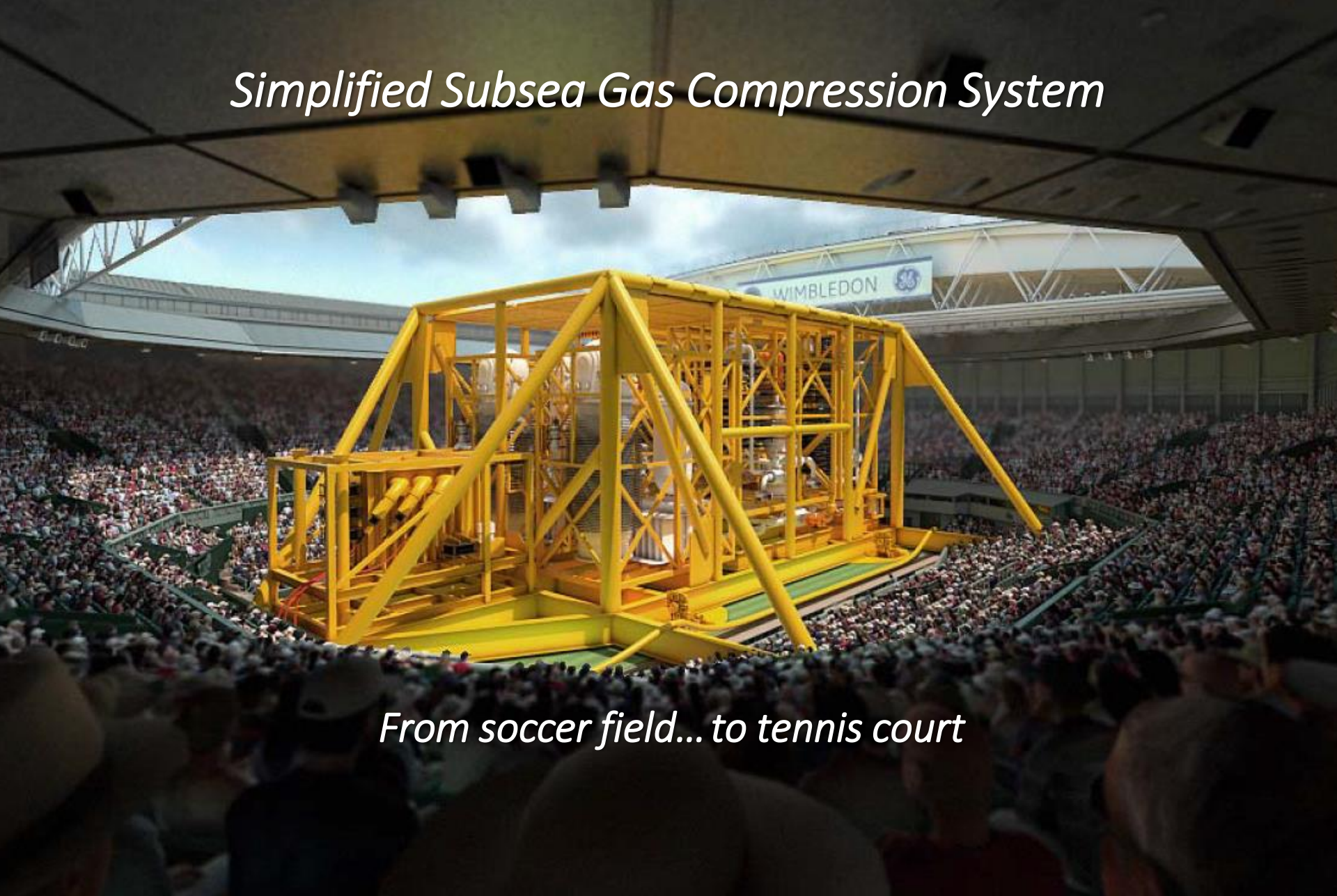
- Norwegian Continental Shelf (NCS):
 - Tail end production – lower pressure and higher water cut
 - Existing infrastructure with space, weight and time limitations
 - Smaller discoveries
- Gulf of Mexico
 - Tight reservoir
 - High shut-in pressure
 - Deep water
- Brazil/West Africa
 - Deep water
 - Heavy oil
 - Lack of infrastructure for gas
- East Africa
 - Deep water, limited infrastructure
- Remote areas
 - Lack of existing infrastructure
 - Likely to be long tie-backs
 - Possibly harsh environment



The Statoil Subsea Factory™



Simplified Subsea Gas Compression System



From soccer field... to tennis court

UTC

Underwater
Technology
Conference



Statoil

The Statoil CAP-X™ Solution
Next generation subsea



Statoil

Cap-X™ is shaping the future

Conventional satellite

Single slot satellite with large footprint

Approx
22 x 22 m



Statoil Cap-X™

New solution enabling subsea standardisation

Footprint reduced to 1/4 of regular satellites



10 x 10 m

UTC
Underwater
Technology
Conference

Strategic fit

Shaping the future of energy

Taking driver's seat in system design

Competitive
at all times

Transforming the
oil and gas industry

Providing energy for
a low carbon future

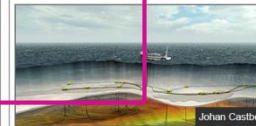
Wider competition also in heated market

Faster and deeper cost
reductions



- Efficiency improvements and market effects
- Strict financial discipline

Preparing to invest in next-
generation portfolio



- Radically improved break-evens

Capturing the upturn in oil
and gas prices

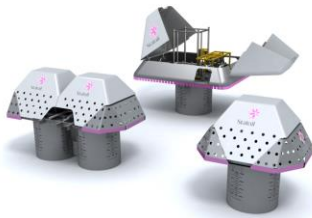


- Sustained efficiency gains

Enabling shallow reservoir development in Barents Sea

Enabling project economy in small tie-backs

Accelerating simplification, creating new standard interfaces



Simplify

- ✓ Design-to-cost - always minimum solution as starting point
- ✓ Drive for significant efficiency improvements in all cost elements

Standardise on the simplified solution

- ✓ Standardise on cost effective design and limit variations
- ✓ Extensive effort to remove company's specific requirements

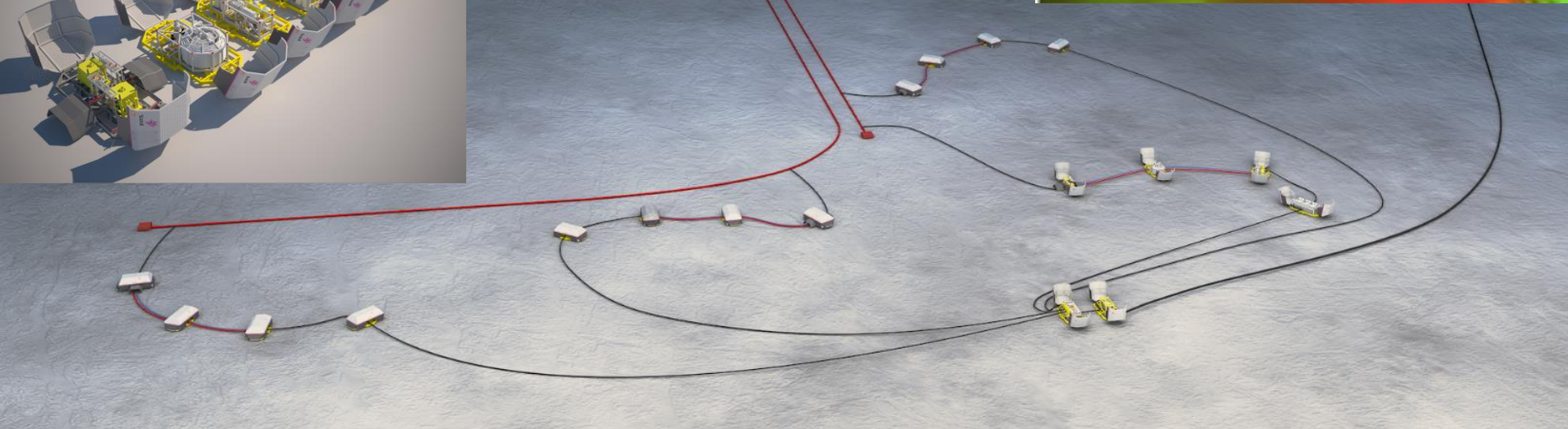
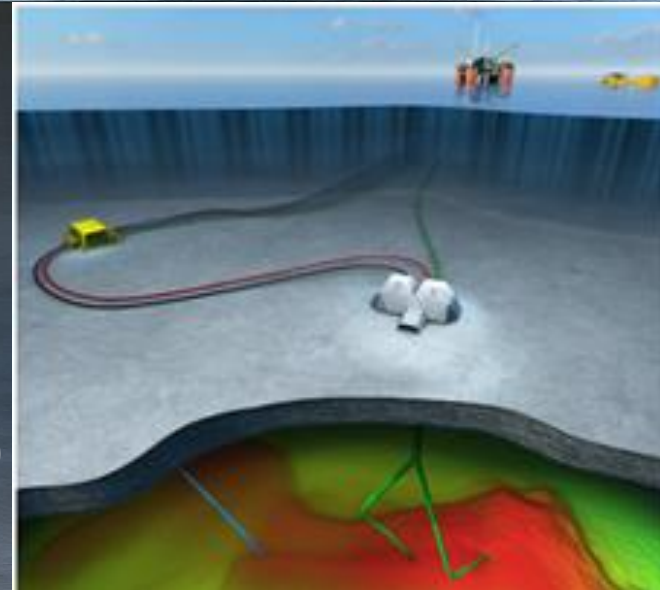
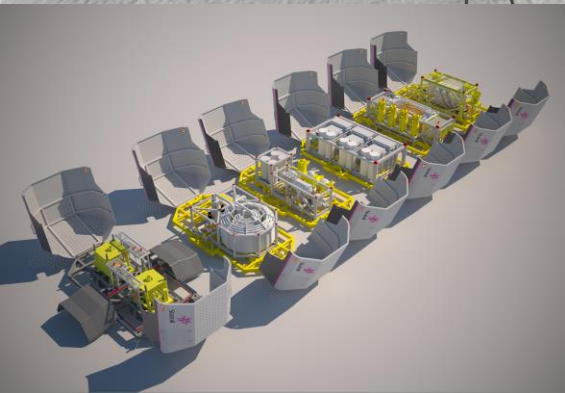
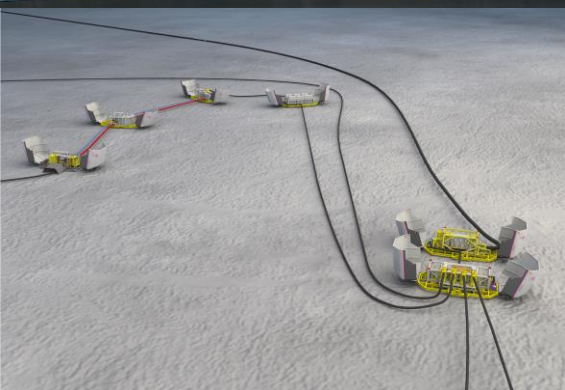
Industrialise

- ✓ Systematically strive for re-use and repeatability
- ✓ Maximise use of industry standards and supplier solutions

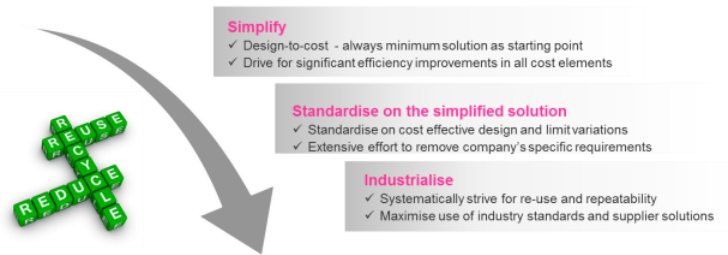
Drive cost down

Utilise CAP-X

- Standardised modules
- Open Interface
- Reduced development cost
- More flexible contract strategy
- Bauge first user
 - Installation in 2019
 - Production startup in 2020



Industrialise



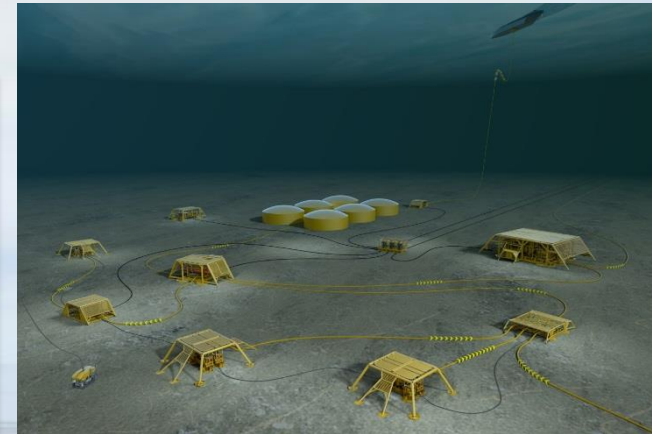
- Reuse qualified and proven technology
 - First time implementation will normally be more costly than the next
- Realise synergies through projects and align execution
- Collaboration between operators
 - Establish common spare parts pool
 - Vessel availability
- Utilise existing vendor production lines and experiences



Statoil Remotely Operated Factory (ROF™)

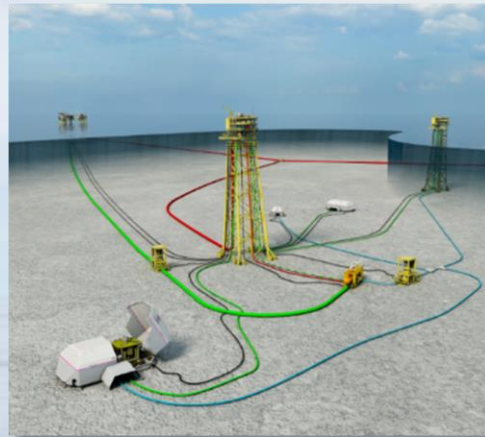
Development roadmap

Future projects



Remotely operated factory – all subsea

Early phase projects



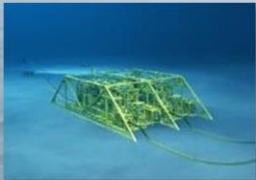
Unmanned Production Platform (UPP™) supported by host

Oseberg Vestflanken 2 Ongoing



Unmanned Wellhead Platform (UWP™)

Åsgard In operation



Subsea Compression

Statoil Subsea Technology



Highest recovery factor



Minimised environmental footprint



Lowest break even cost

Summary

- Subsea Developments has a bright future
 - Technology is well advanced
 - Subsea development minimises the environmental footprint
 - Large potential for subsea technology within future ocean development
- Simplify, Standardize, Industrialize, Collaborate and LEAN are Key words
 - Main Subsea Factory technology elements ready for deployment
 - Significantly reduced size and simplified layout for next generation
 - On-going work to standardise modules and interfaces
 - Several potential industrialisation candidates for subsea processing
 - Collaboration across Projects borders reduces cost
 - Use of LEAN actively in all work processes
- CAP-X will allow development of marginal fields
 - LEAN approach required to capitalize on opportunities



Thank you

