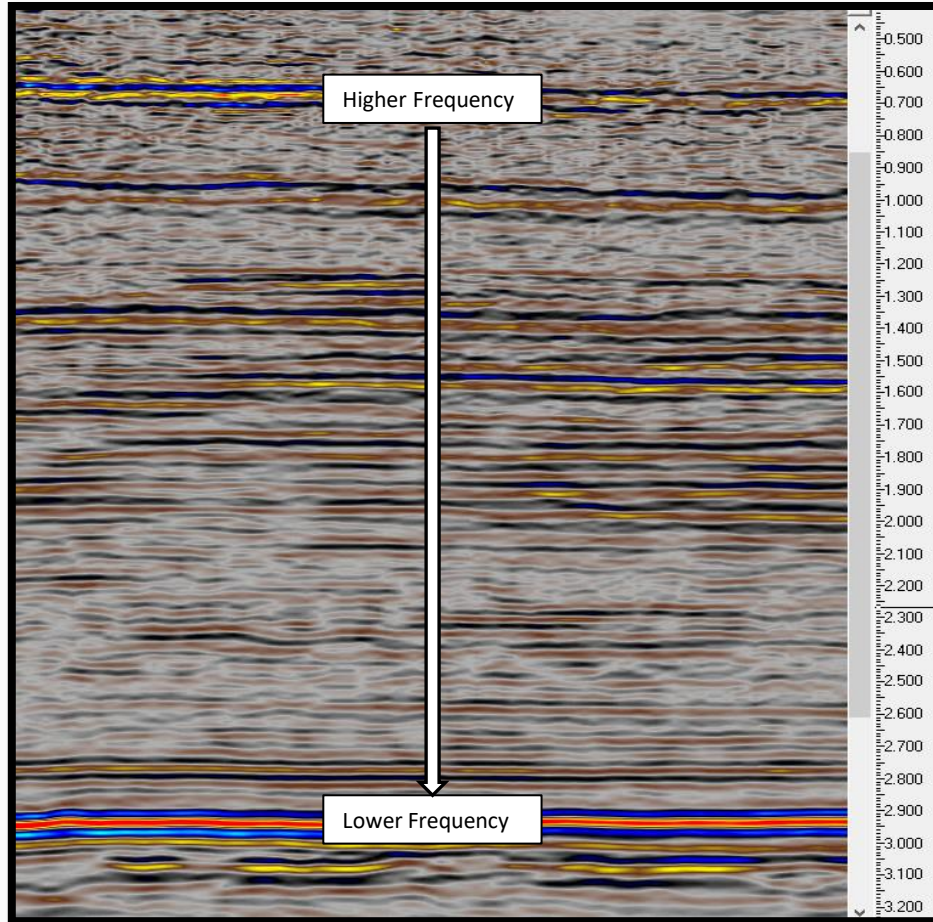


Apex Spectral Technology, Inc

Presents ADF[®]

***Imaging Fluid Mobility
to Leverage E&P Success***

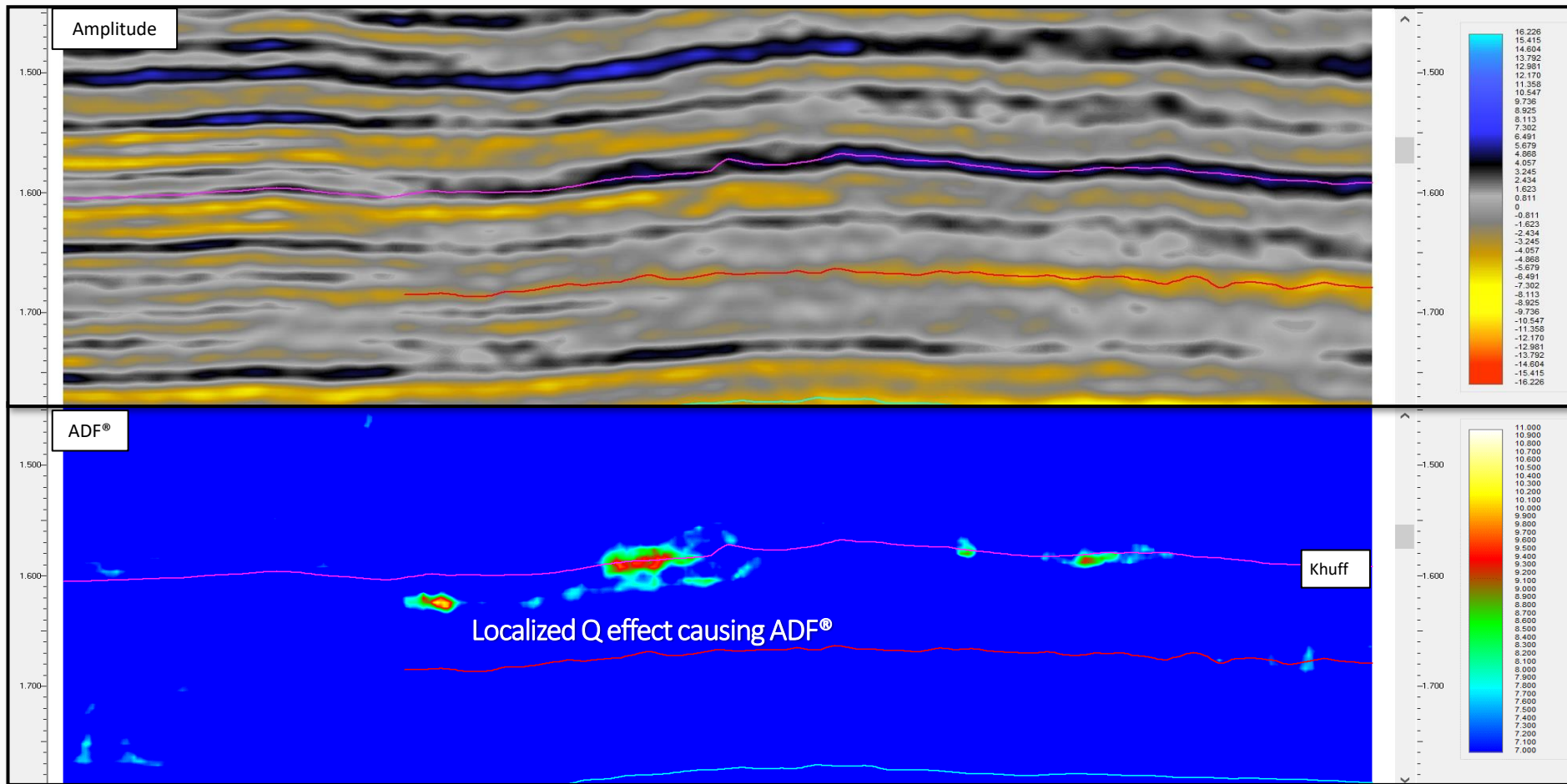
Inter-Granular Friction Causes Macro Q



ADF® does *not* measure Macro Q

ADF® measures anomalous localized Q effects that cause frequency dependent velocity and therefore frequency dependent reflection coefficients

Hydrocarbons sometimes cause stronger local Q effects due to their high relative perm



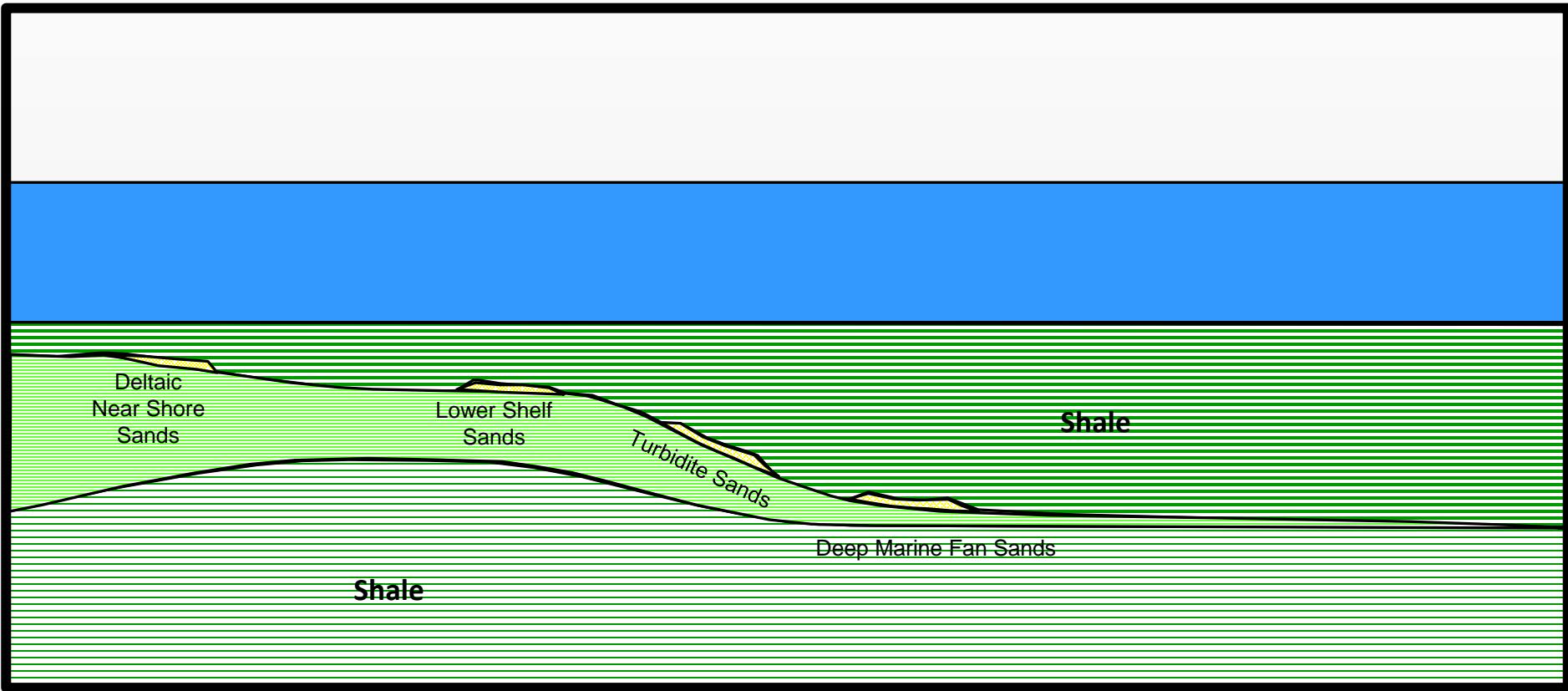
Apex Spectral Technology

- ❖ **Founded in 2002, in business 22 years**
- ❖ **Invented ADF[®] fluid mobility imaging from seismic data**
- ❖ **Patented ADF[®]**
- ❖ **Performed ADF[®] projects worldwide**
- ❖ **Published ADF[®] proof of concept results in a paper sponsored by Shell at 2021 EAGE**
- ❖ **Published ADF[®] theory at Image 2024**

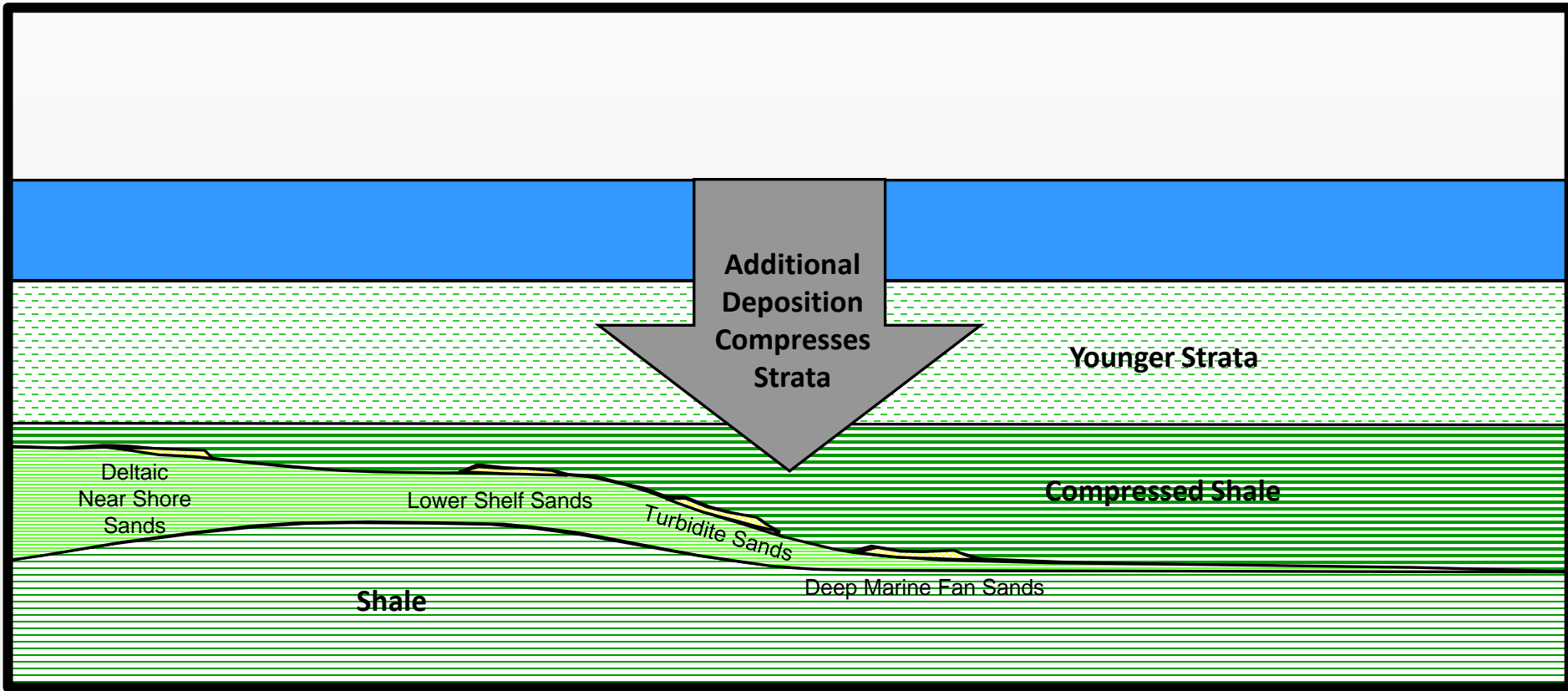
ADF[®]

- ❖ ADF[®] measures fluid movement due to the passing seismic wave
 - permeability
 - relative permeability
 - Thickness
- ❖ ADF[®] is independent of amplitude
- ❖ ADF[®] uses only seismic as input, so well data is not required

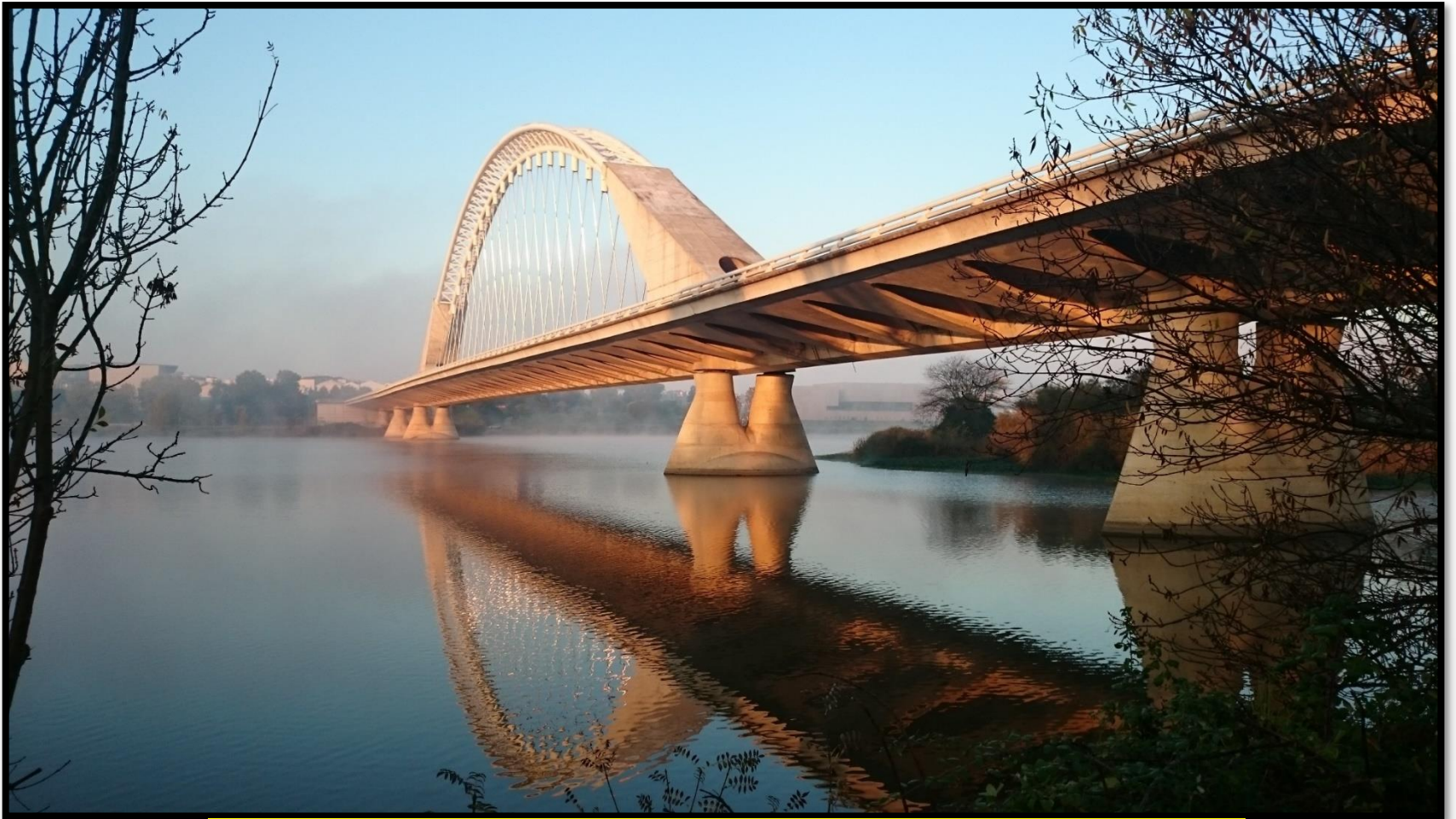
Young sands are commonly slower than shale cap rock,
add gas, and you get bright spots & AVO



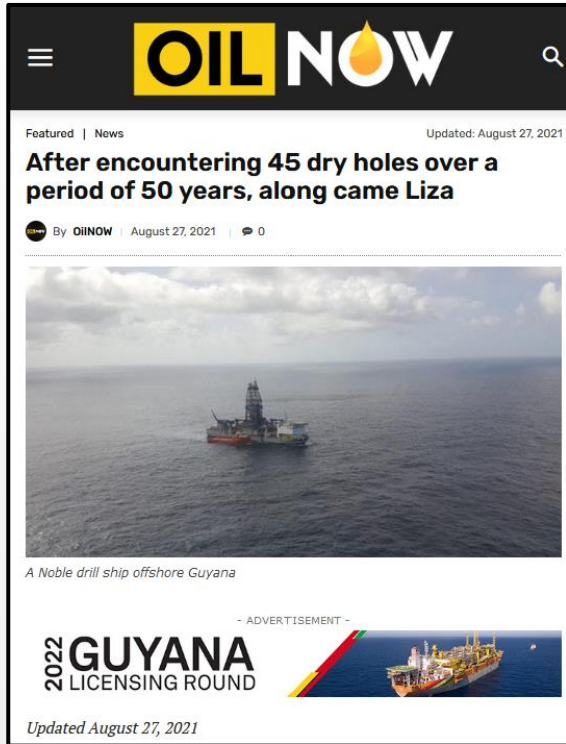
Older sands are commonly not slower than shale caprock
& bright spot/AVO become ineffective



Velocity contrast between sand and shale is reduced with compaction



Bridge building technology is mature, bridges rarely fall down



Before 2015, offshore Guyana
45 wells were drilled without a
commercial discovery.

- In a prolific basin, 45 times in a row some combination of amplitude, AVO and EI (industry mainstay tools) didn't work.
- As this was a frontier basin, well data was sparse so seismic was the primary exploration tool.
- Shell relinquished the Stabroek block before Exxon picked it up.
- Exxon did not want to drill Liza, the Stabroek discovery well, but it was a commitment well and Exxon could not get out of it.

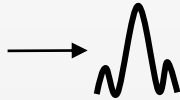
***The industry's track record speaks for itself,
seismic theory is immature***

What is Seismic Data?

Hitting a *range* of keys
creates a wavelet



Wavelet

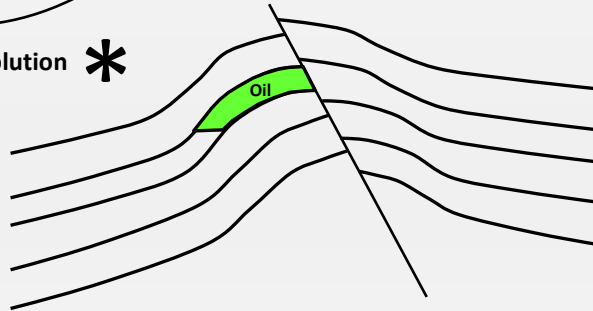


A wavelet contains a range of frequencies



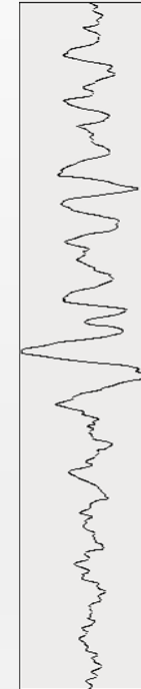
Convolution *

Geology includes
Reservoirs with
Perm and
Relative Perm



=

Seismic
Trace



Seismic is
composed of
two parts.

Is it

a wavelet &
geology

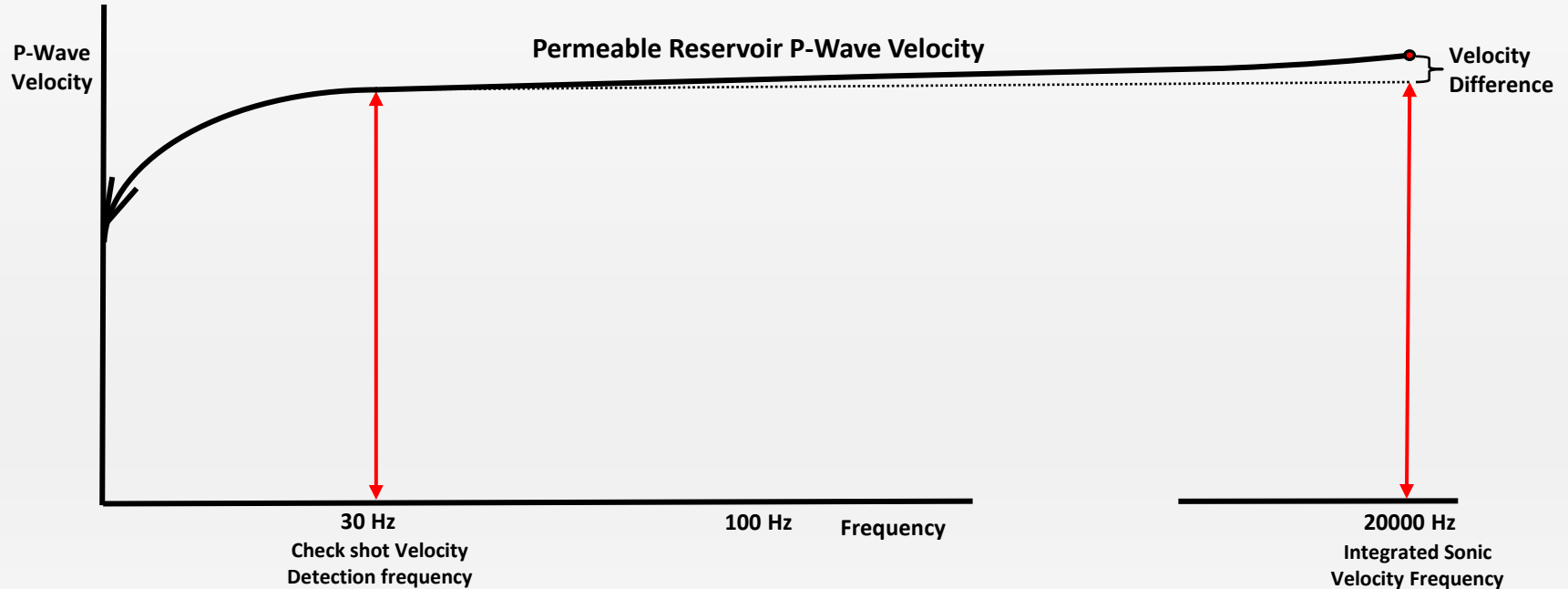
or

wavelets &
geology?

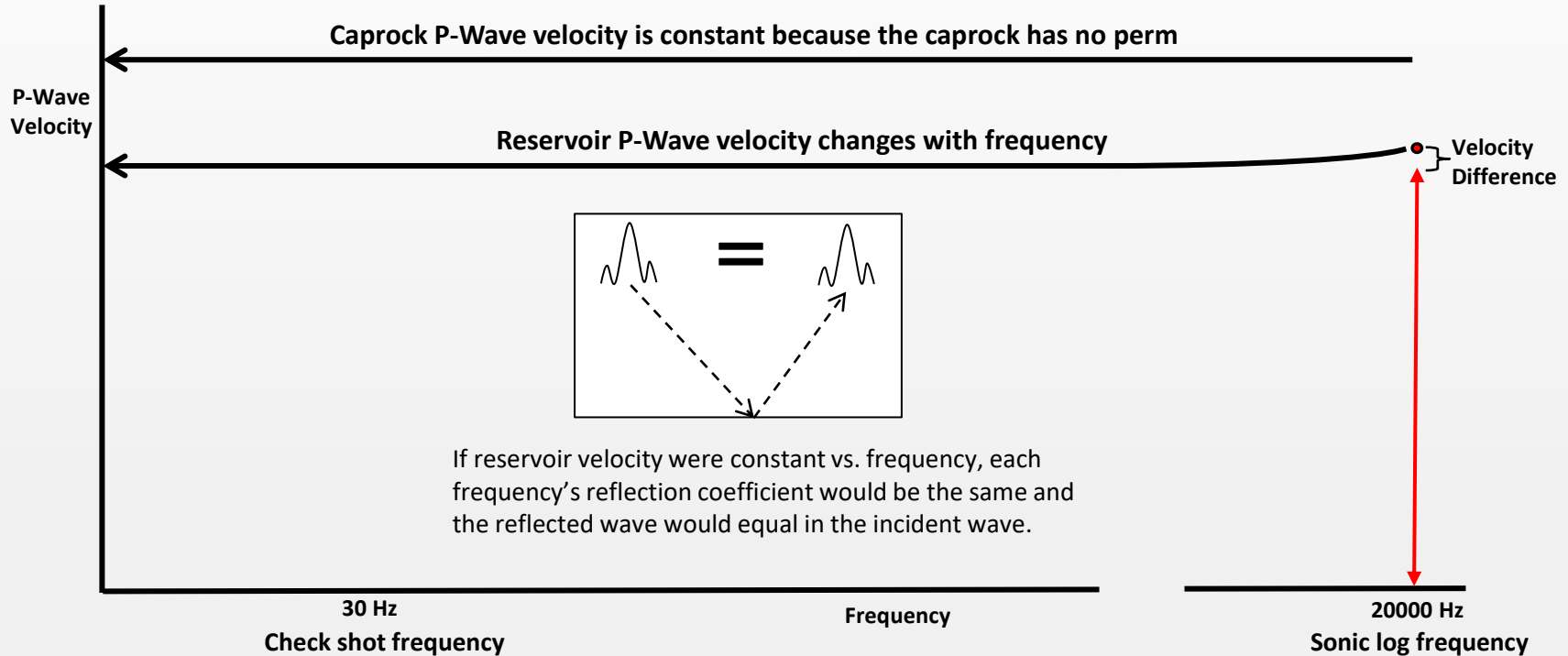
Frequency Dependent Seismic Velocities

In 1975 J. E. White explained the need to check shot correct sonic logs, but in the first sentence of the first paragraph White also wrote...

“Calculations for an unconsolidated sand with partial gas saturation show a 20 percent increase in compressional wave velocity between 1 and 100 Hz”

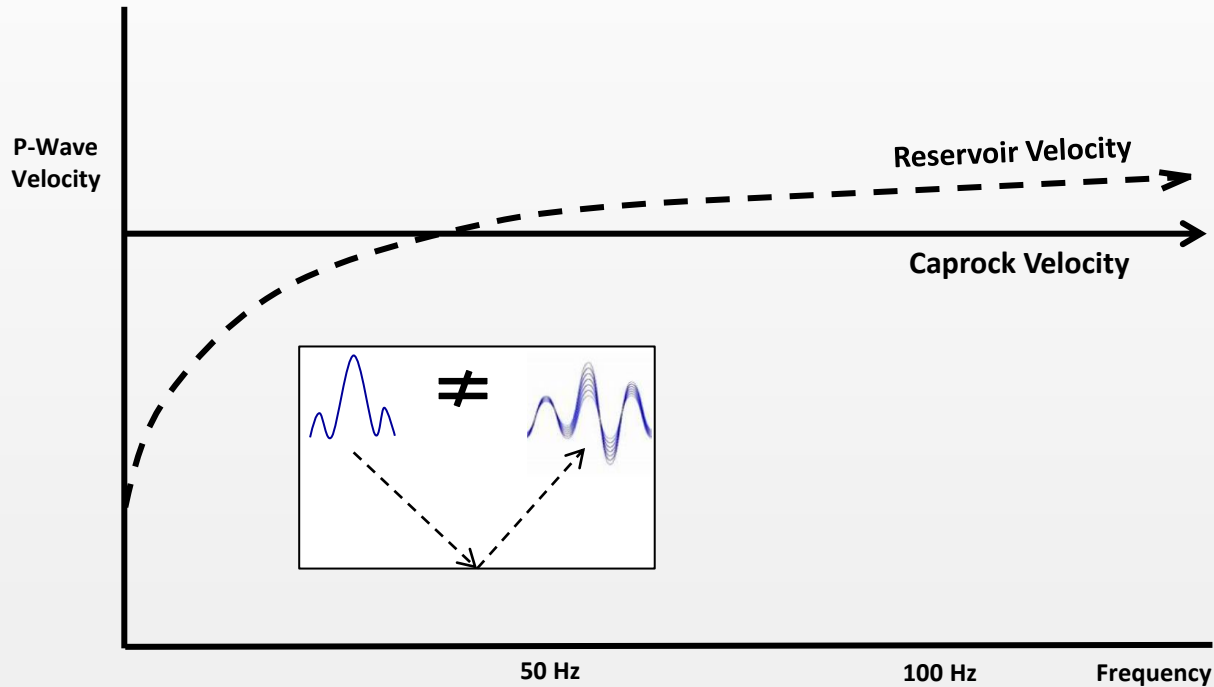


The industry made a first principal simplification in 1975 by assuming no dispersion



No dispersion mandated a constant wavelet

Permeability Causes Pronounced Dispersion

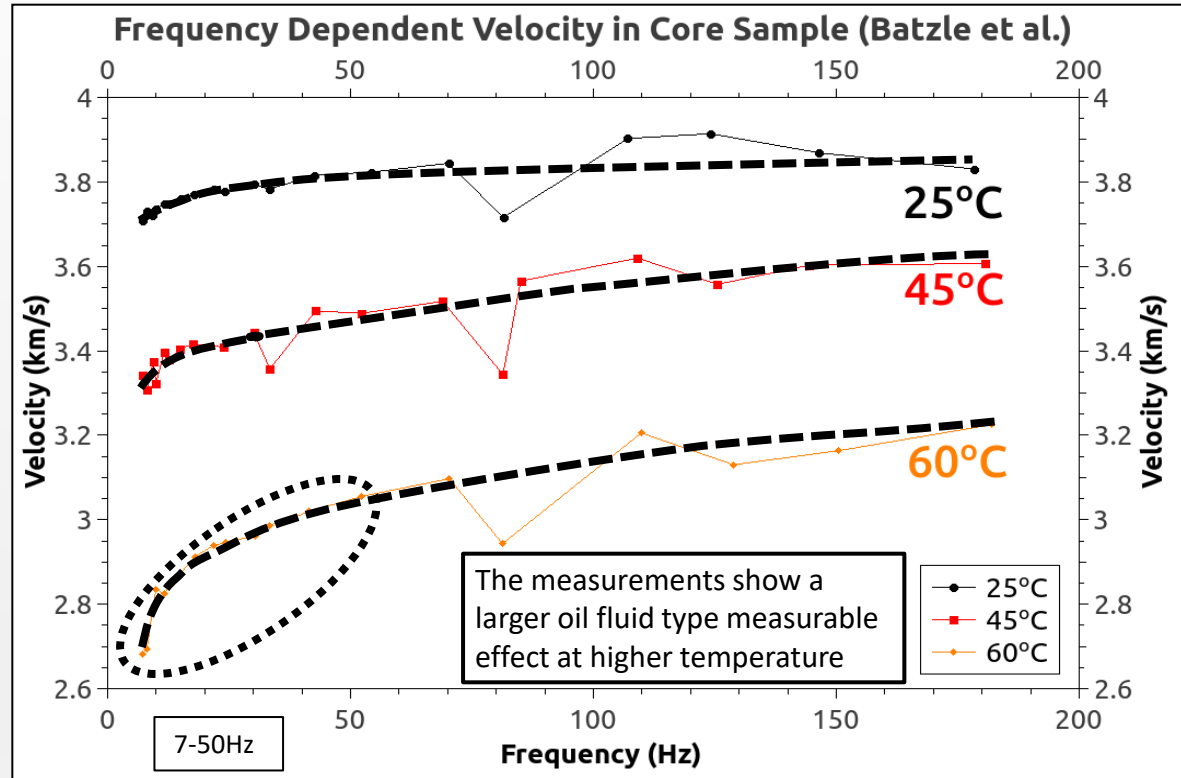


Dispersion causes dynamic wavelets

Batzle Measured Dispersion in a Laboratory

“Fluid mobility and frequency-dependent seismic velocity”, Michael Batzle, et al; 2006 in the Geophysics Vol 71.

The largest drop in P wave velocity occurs between 5 and 30 Hz.





Apex Spectral Technology Paper published by IMAGE August 29, 2024

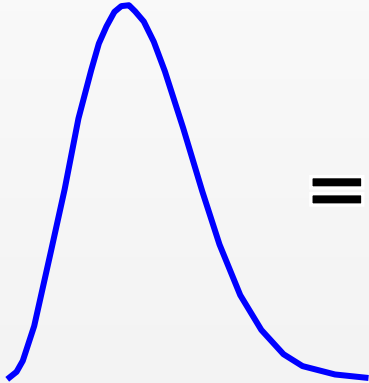
“Hydrocarbon exploration method based on spectral analyses of reflected seismic waves with an introduction to class A, B and C P-Wave dispersion”

Apex Spectral references papers by Dr. White (who referenced Biot), Carcione and Picotti, that discuss seismic dispersion in a fluid filled reservoir. Dr. Batzle laboratory work that supports their seismic dispersion work is also discussed.

Extrapolating on this work, Apex Spectral explains that dispersion inside the seismic bandwidth means permeable layers cause frequency dependent reflection coefficients, which in turn cause measurable changes to the reflected wavelets. Since hydrocarbons typically have anomalous fluid mobility, analyses of the reflected wavelets may reveal not only reservoir quality but also hydrocarbon charge.

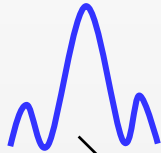
Apex Spectral also reviews their proprietary ADF® imaging technology and explains three different dispersion settings referred to as Class A, B and C ADF®, which are analogous to Class I, II and III AVO.

**Wavelet
In Frequency
Domain**

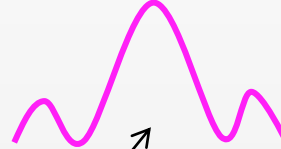


=

**Wavelet
In Time
Domain**



**Time
Domain
Stretch**



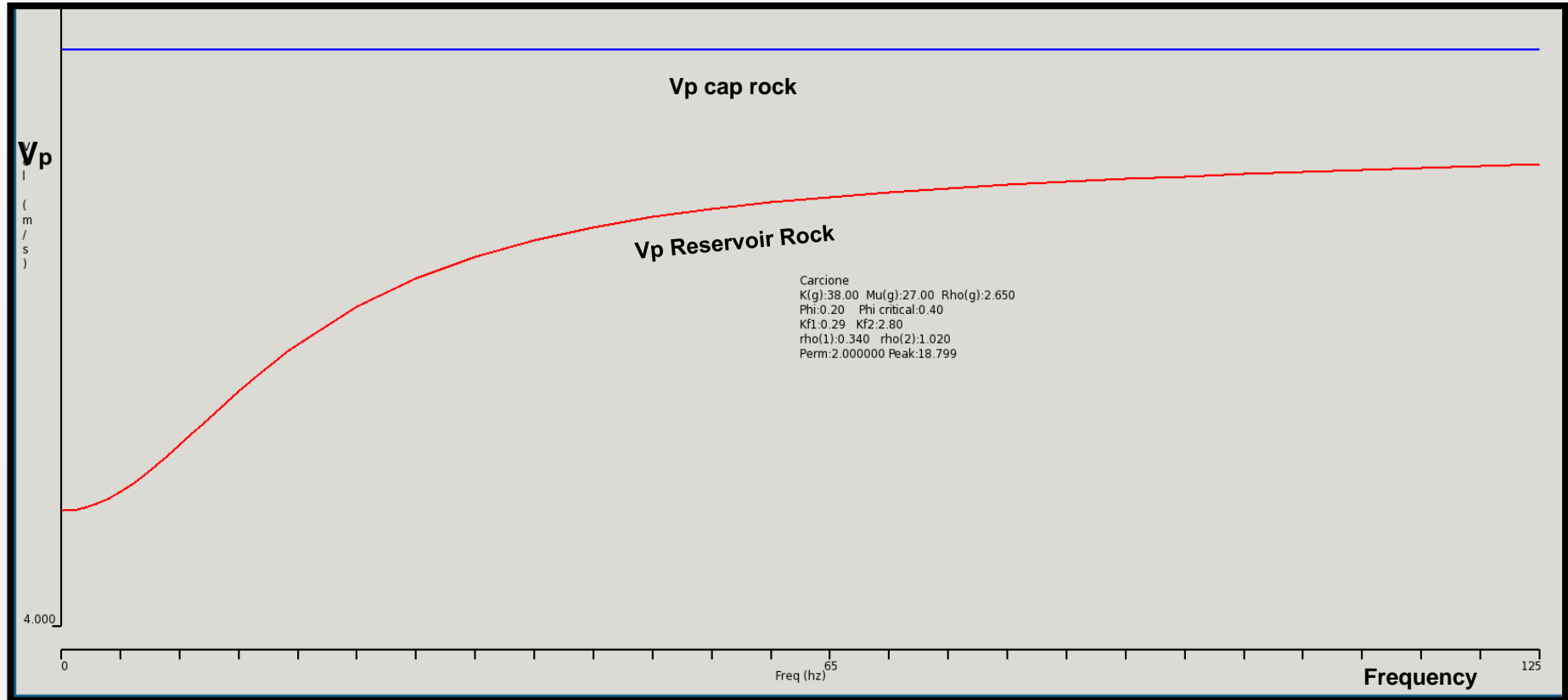
=

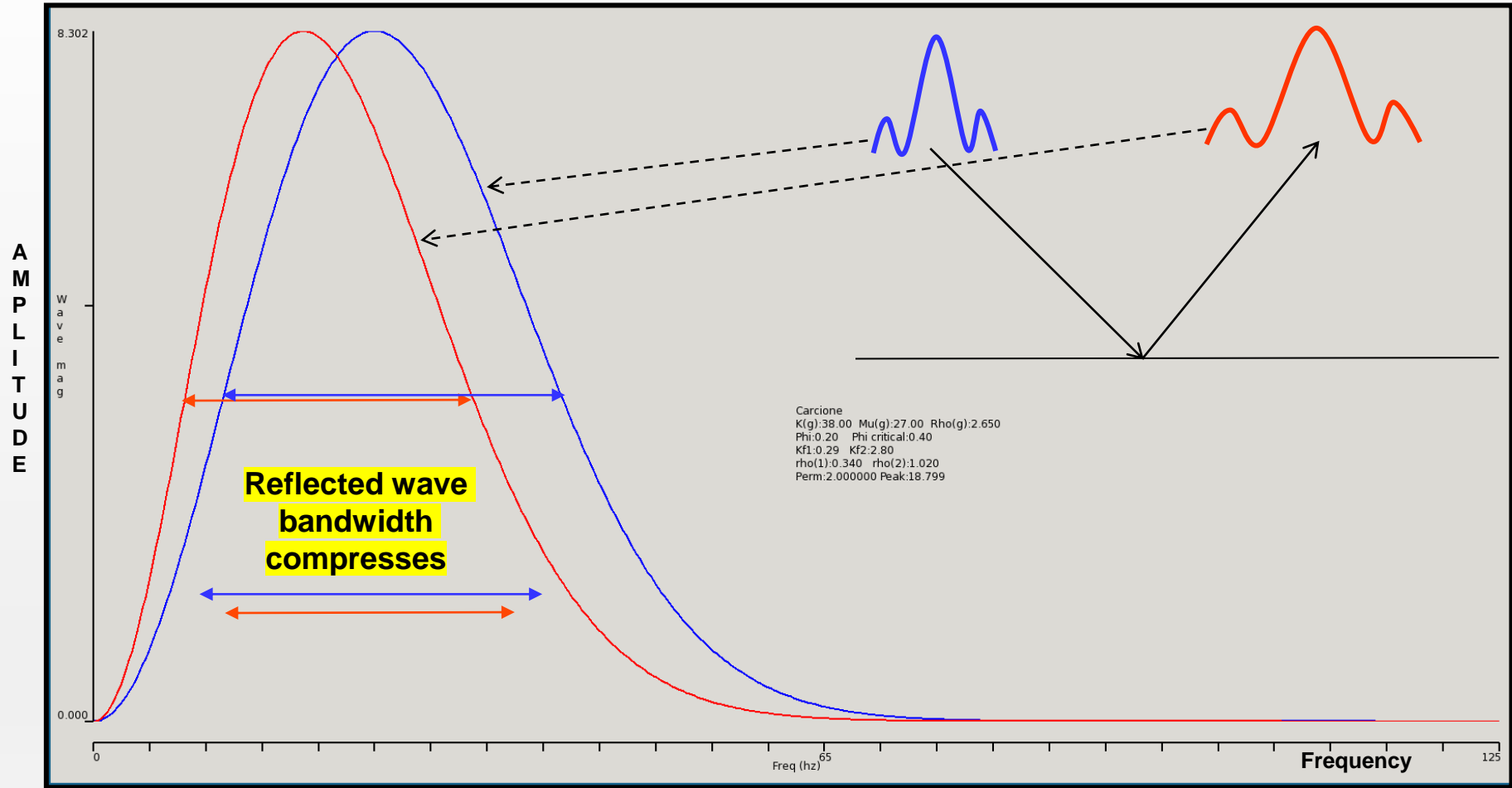
**Frequency
Domain
Compression**



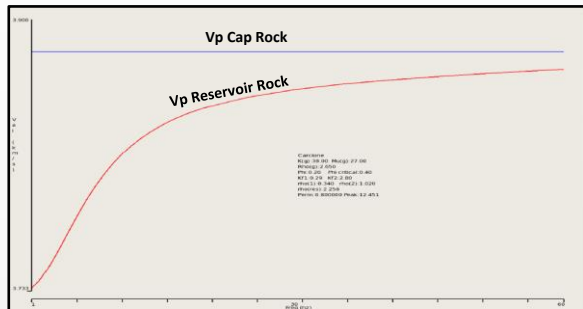
Permeable Layer

Frequency Dependent Velocity Means Freq. Dependent R_c

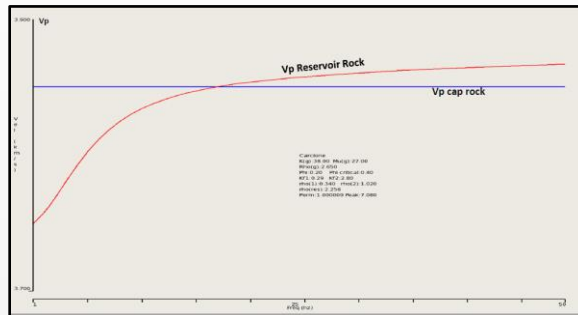




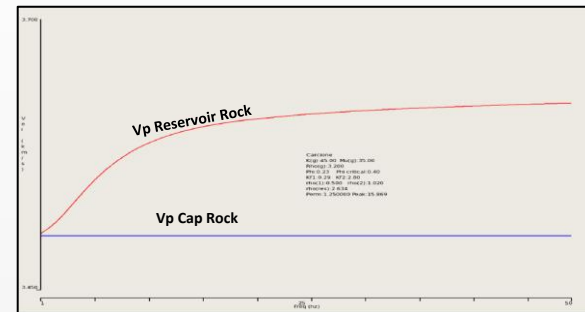
Class III AVO – reservoir is slower than above layer



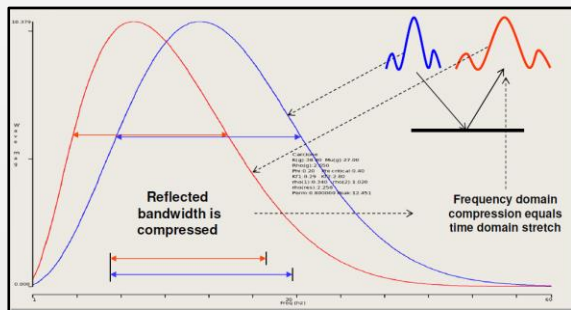
Class II AVO – reservoir velocity is close to that of above layer



Class I AVO – reservoir velocity is faster than of above layer

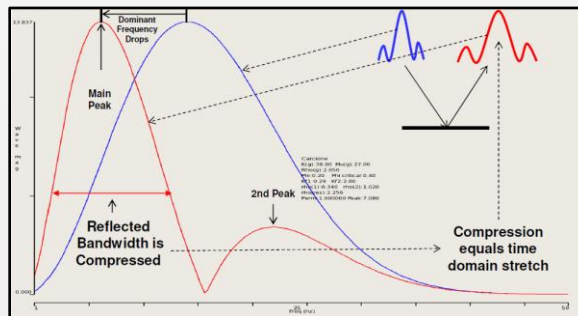


DF decrease with dispersion



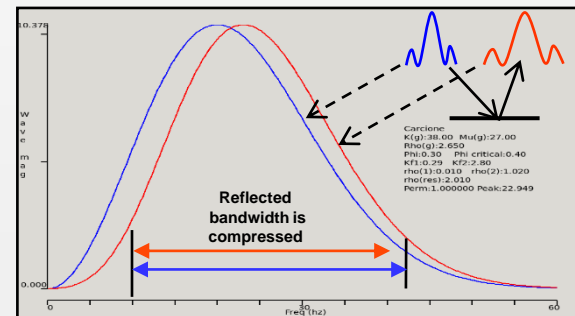
Class C ADF®

Depending on crossover point the DF will increase or decrease

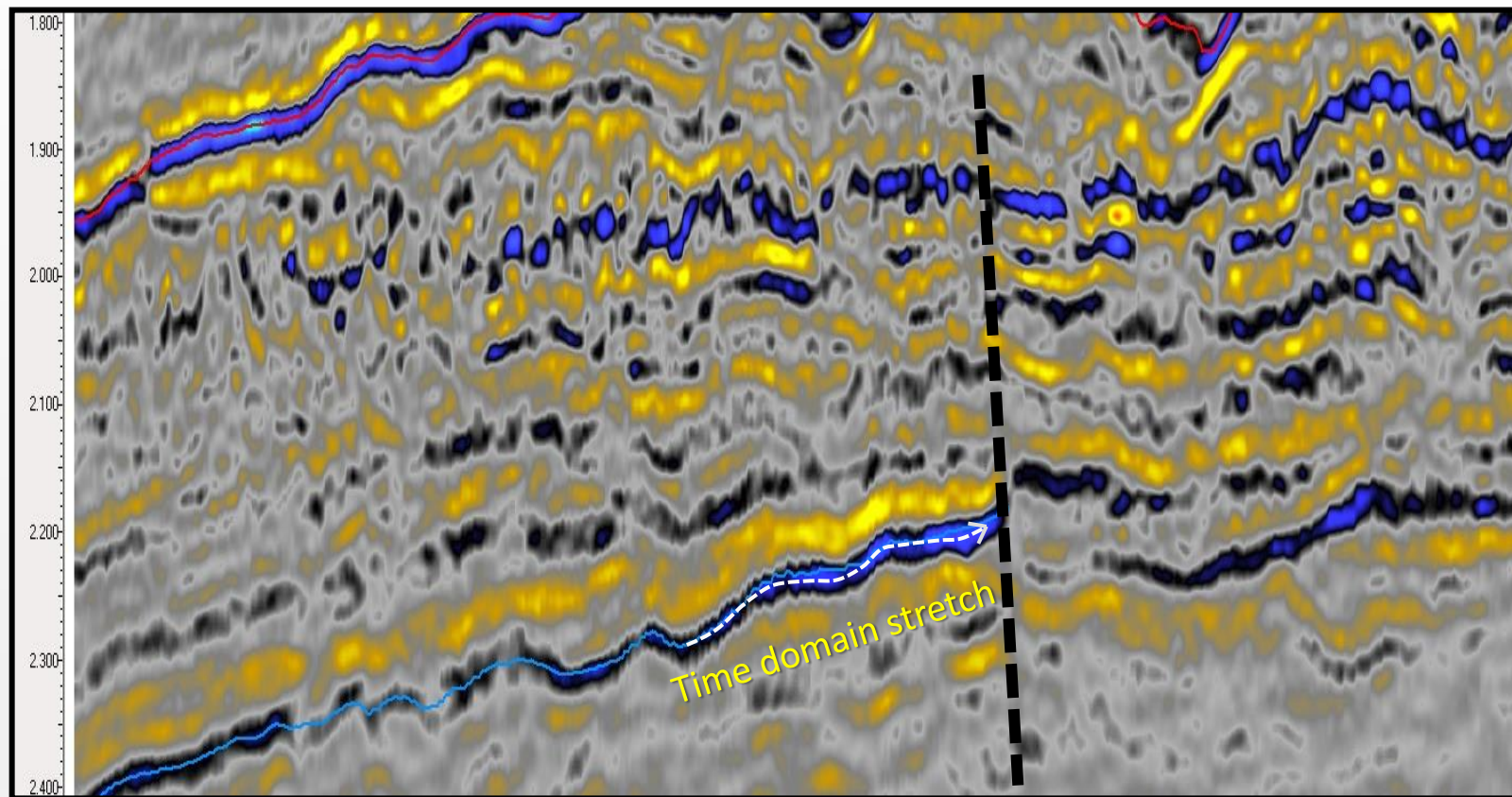


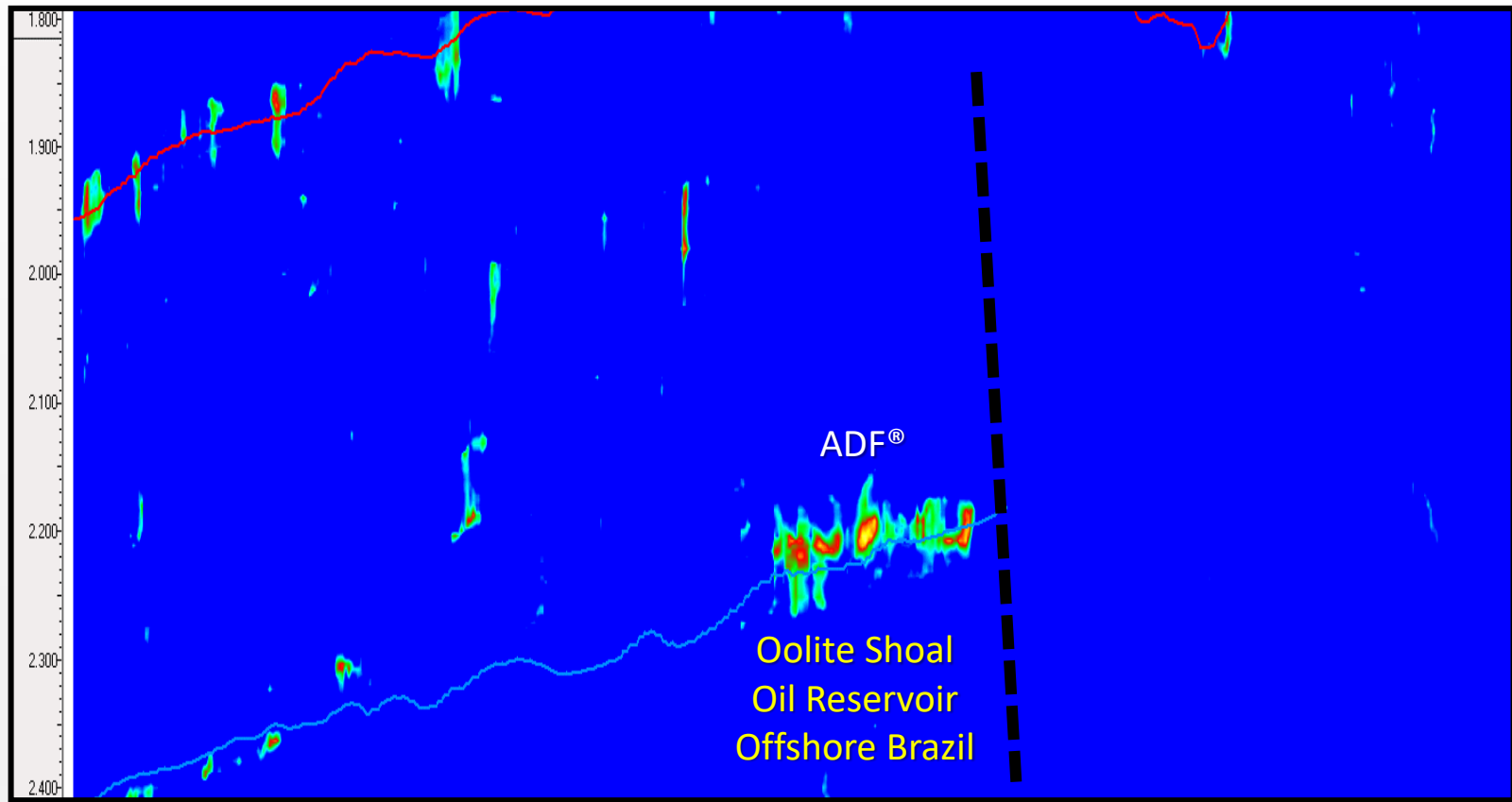
Class B ADF®

DF increases with dispersion



Class A ADF®





ADF® is the opposite of inversion

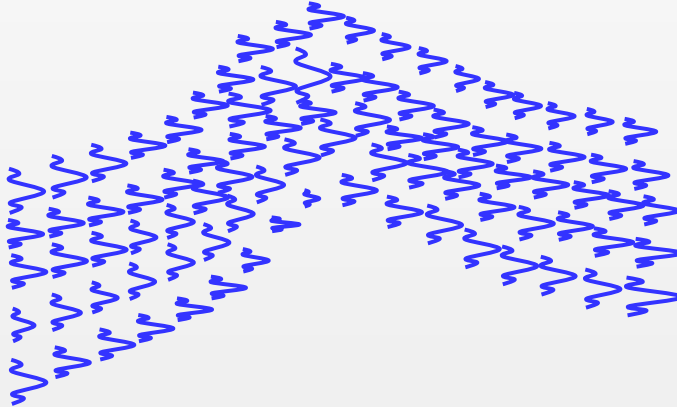
Unlike inversion ADF® is calculated without using well data

One wavelet
derived using
well data



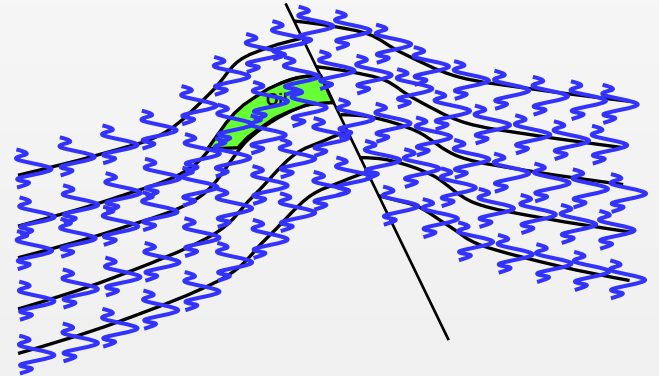
Or

ADF® calculates wavelets
without using well data

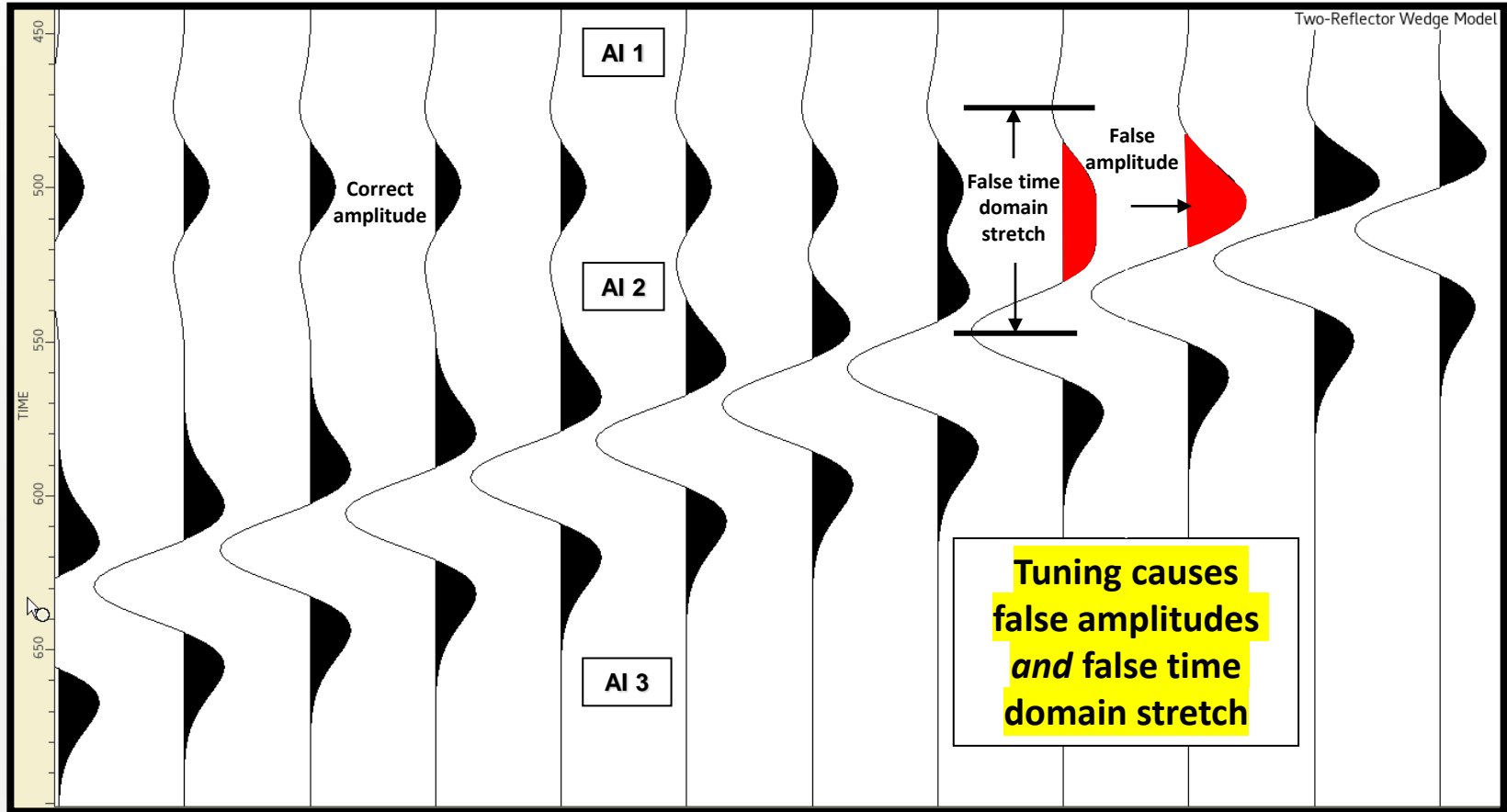


&

Geology



Two-Reflector Wedge Model



Acoustic Impedance ("AI") = P wave velocity * density

Push-Back - Industry Tools Assuming a Constant Wavelet

- ❖ Spiking & Gap Deconvolution
- ❖ Amplitude Q compensation
- ❖ Elastic Impedance Inversion
- ❖ Whitening

Typical Seismic Archive Points For Land & Marine Data

Land Data

Field Data > Spiking Deconvolution > Migration > EI



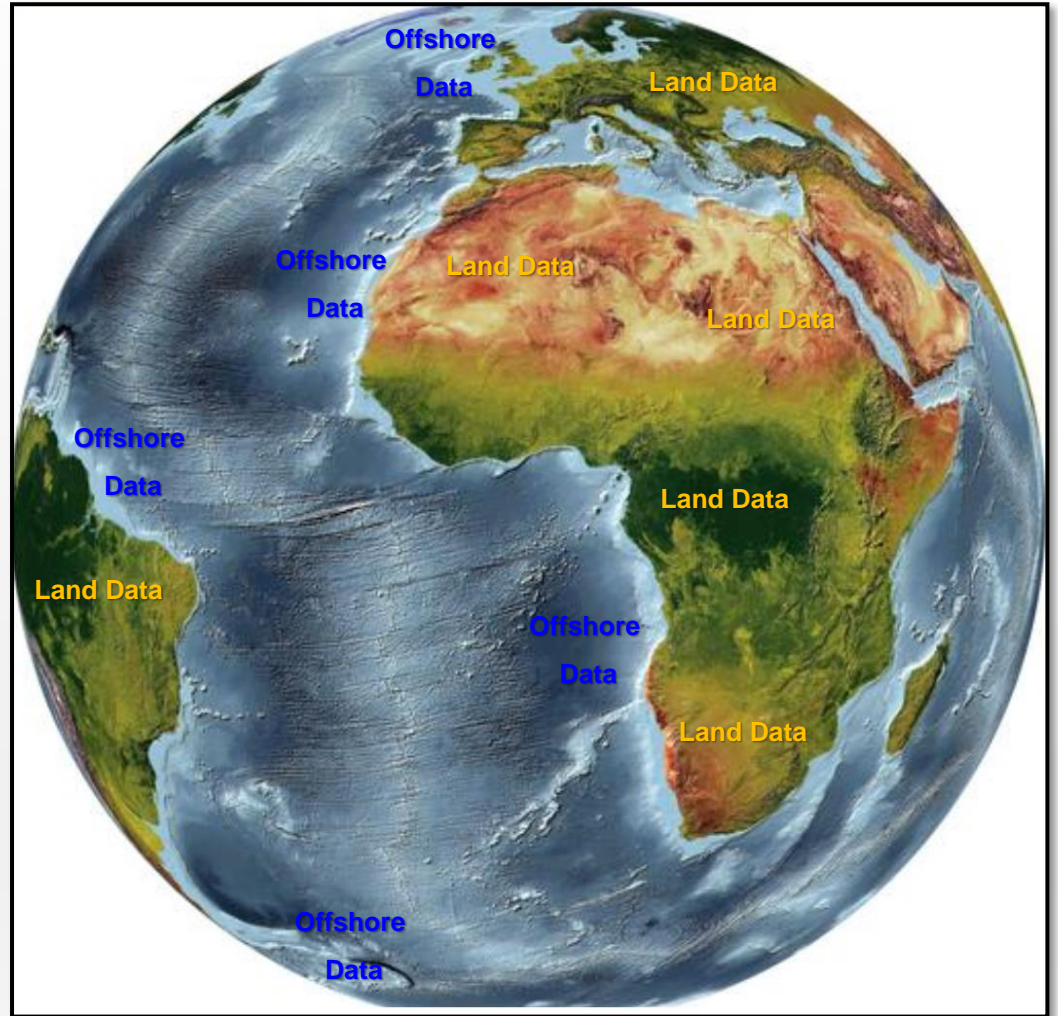
Non-whitened
Archive Point

Offshore Data

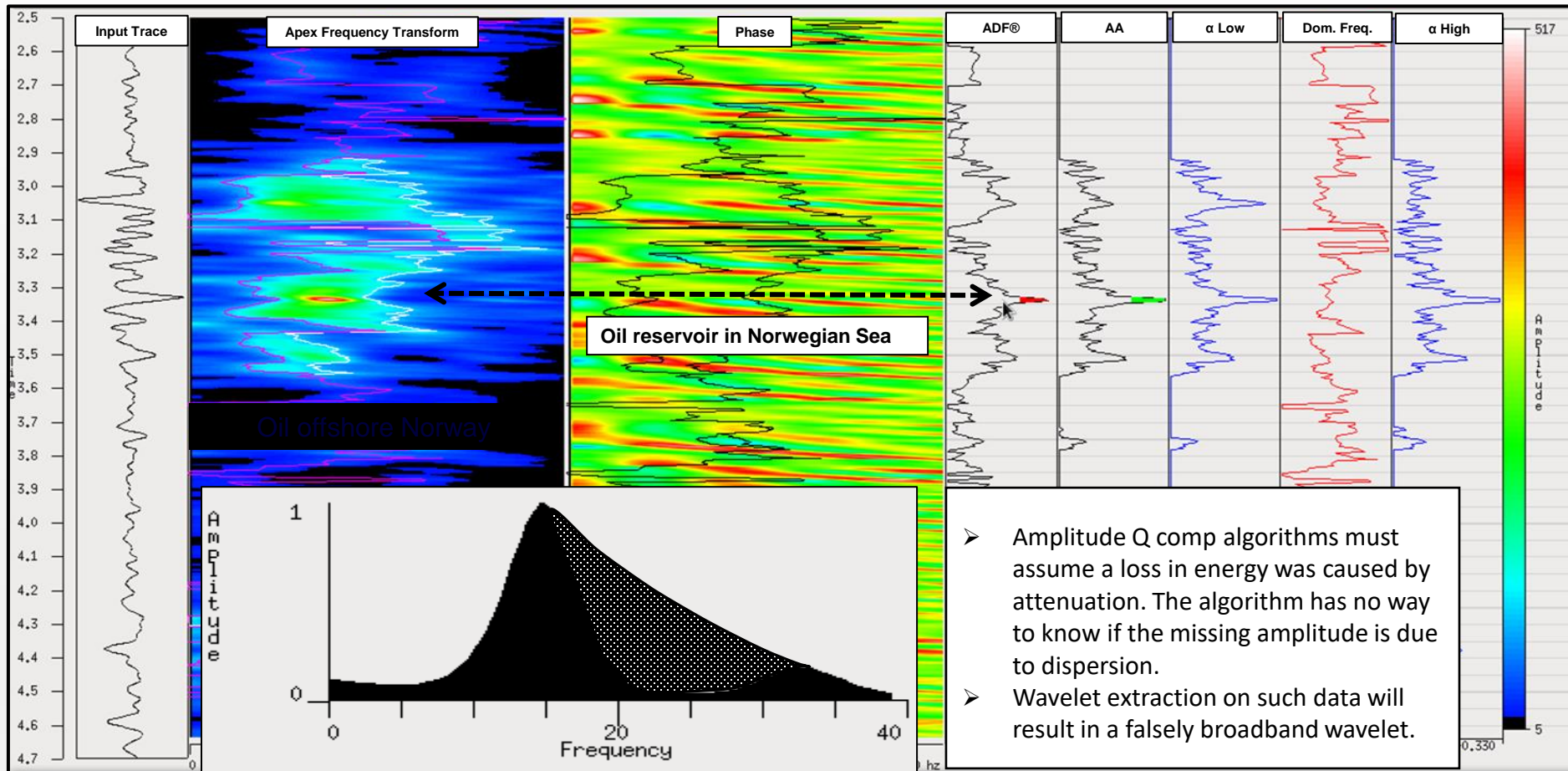
Field Data > Migration > Amplitude Q Comp > EI



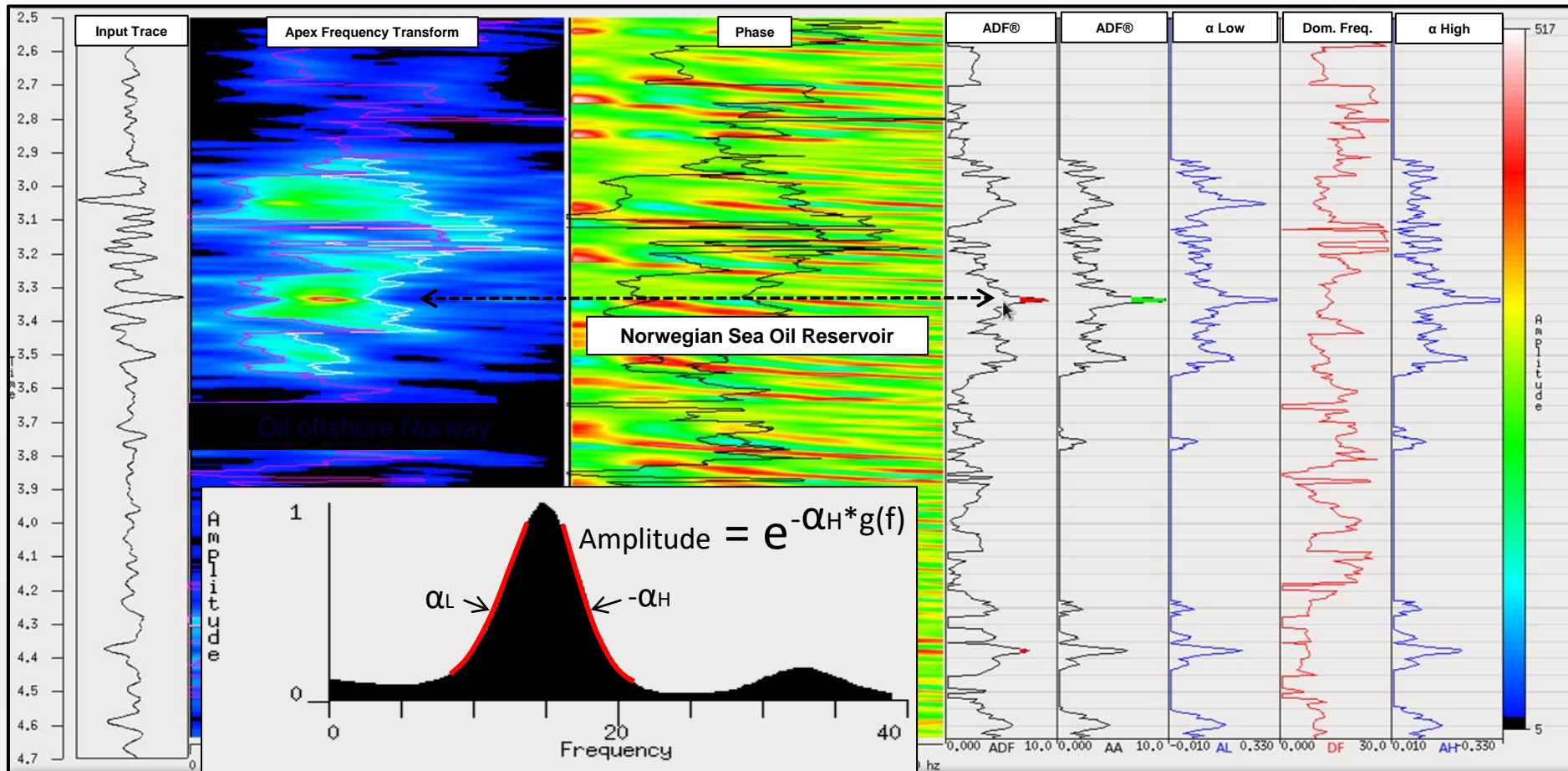
Non-whitened
Archive Point



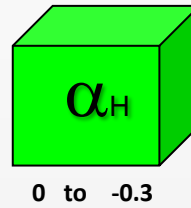
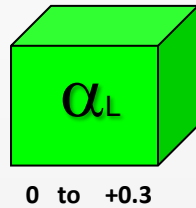
Amplitude Q Compensation Plus Inversion Can Cause Dry Holes



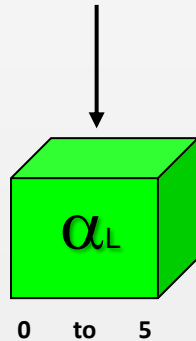
Dispersion causes spectral compression



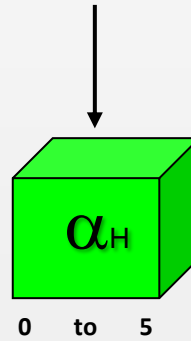
Generating “ADF®” Fluid Mobility Cubes



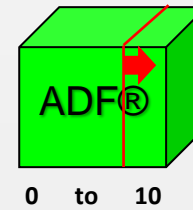
Normalize cubes so that:
Rapid α_L decay = 5.0
Rapid α_H decay = 5.0



+

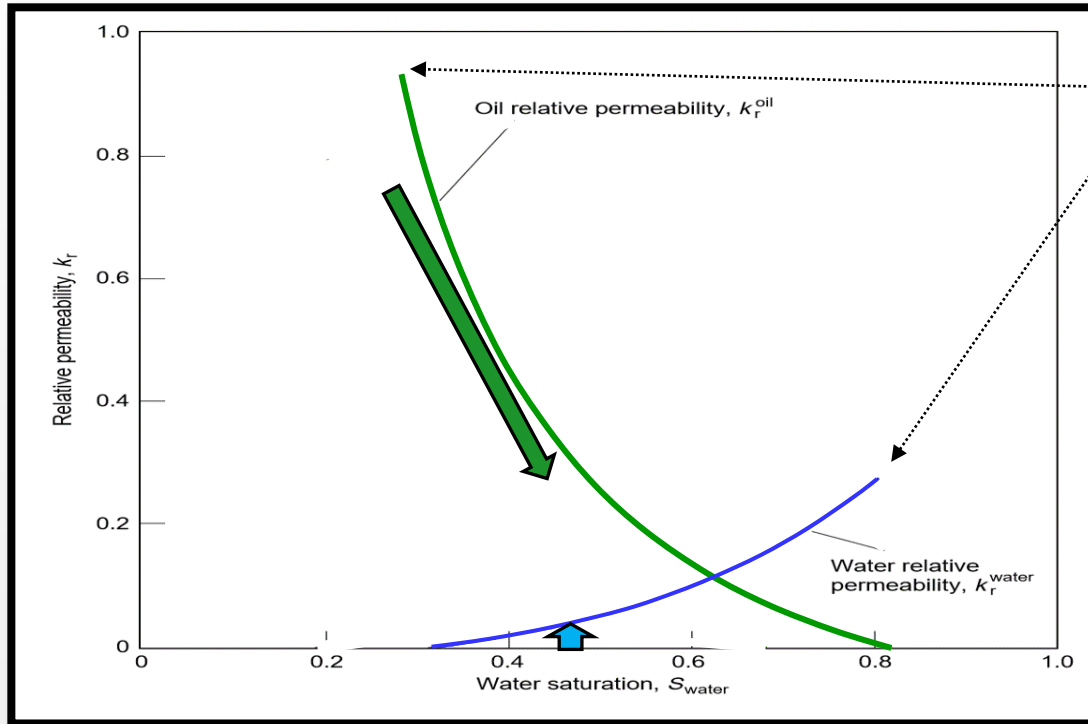


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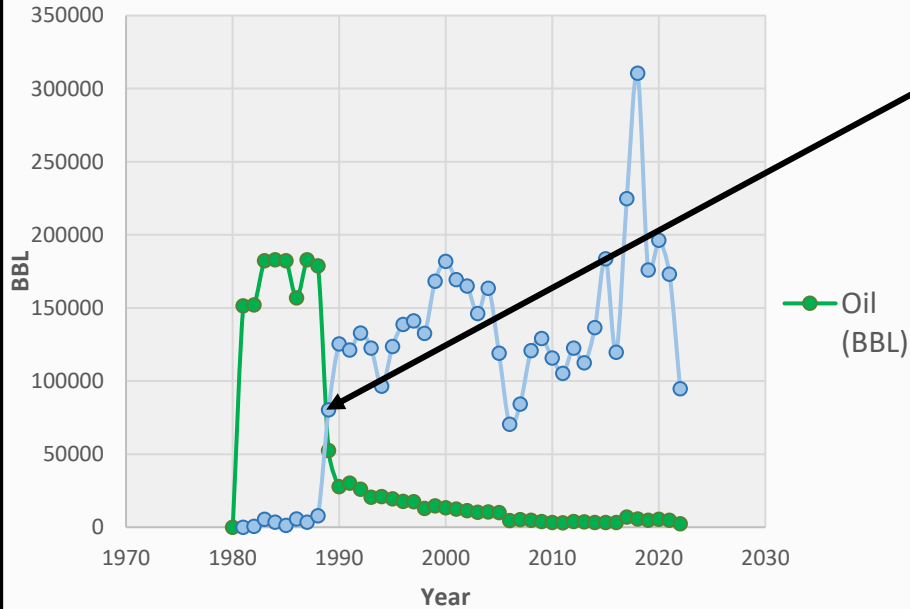
An ADF® cube is computed by summing the two alpha cubes to get one cube scaled 0 to 10

Large relative permeability drop as a reservoir is produced causes *large* ADF® 4D effect

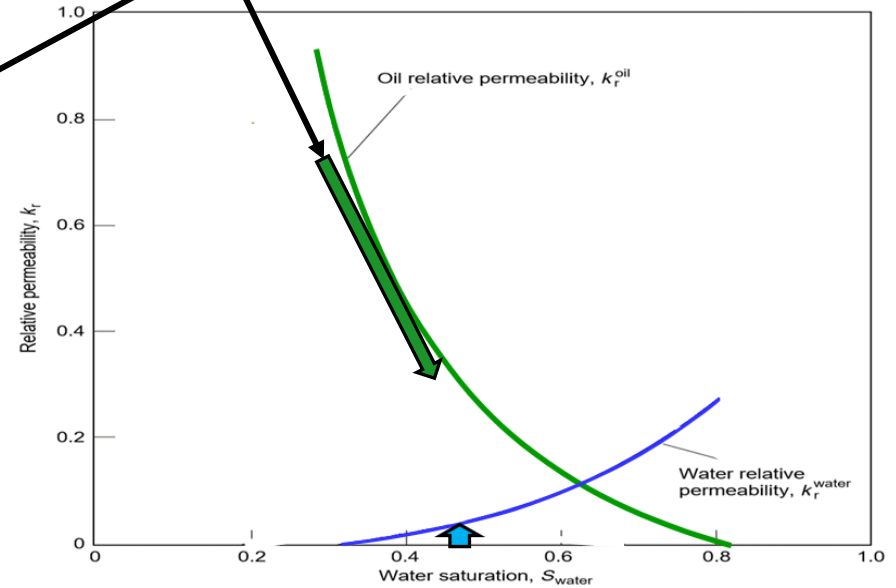


ADF® can be a DHI because the relative permeability of oil in water wet reservoirs is typically much higher than brine

Normal pressure well with a strong water drive



The drop in oil production is tied to the drop in relative permeability.

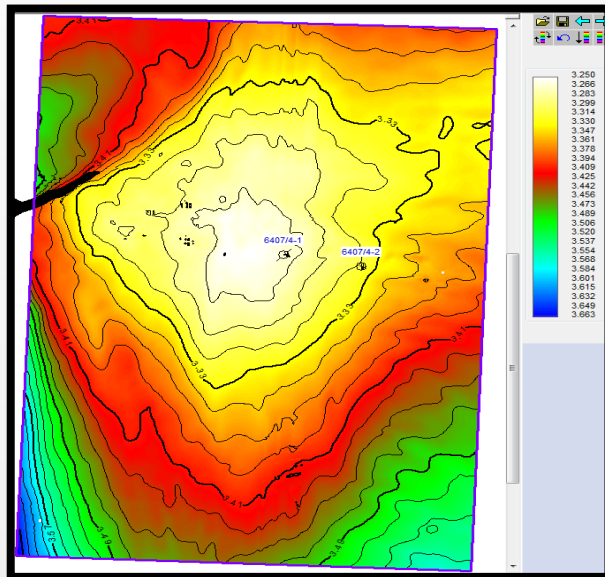


Patents Prove Technology is Unique

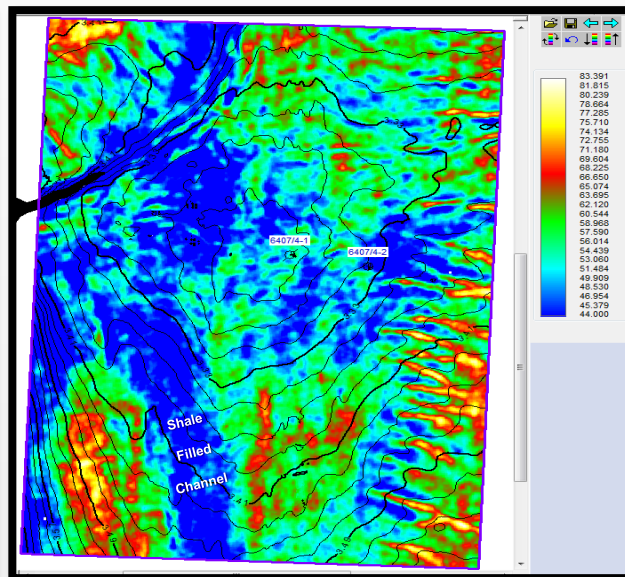
- ❖ USA Patent No. 7,243,029 B2
- ❖ USA Patent No. 7,876,643 B2
- ❖ USA Patent No. 9,551,799 B2
- ❖ European Patent No. 1664845
- ❖ European Patent Application Number 11843437.2
- ❖ Australia Patent No. 2,004,267,449
- ❖ Australia Patent No. 2,008,242,961
- ❖ Australia Patent No. 2,015,202,249
- ❖ Australia Patent No. 2,008,305,385
- ❖ Canada Patent No. 2,700,627
- ❖ Canada Patent No. 2,818,641
- ❖ Japan Patent No. 5,355,575

ADF® Removes Tuning Effects

Time Structure

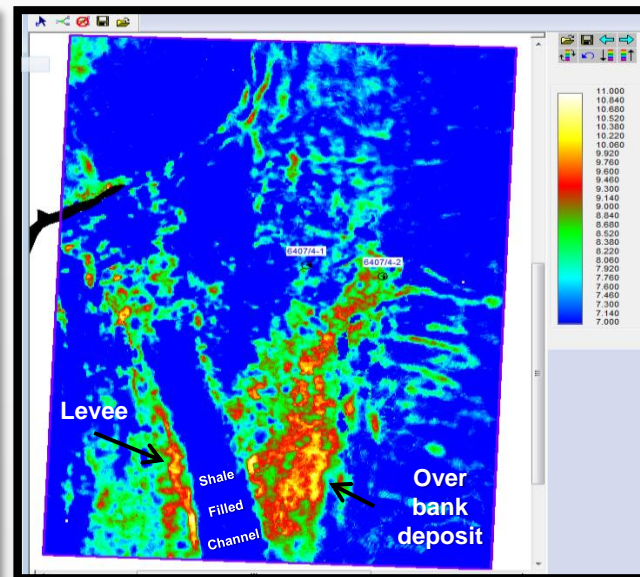


Amplitude



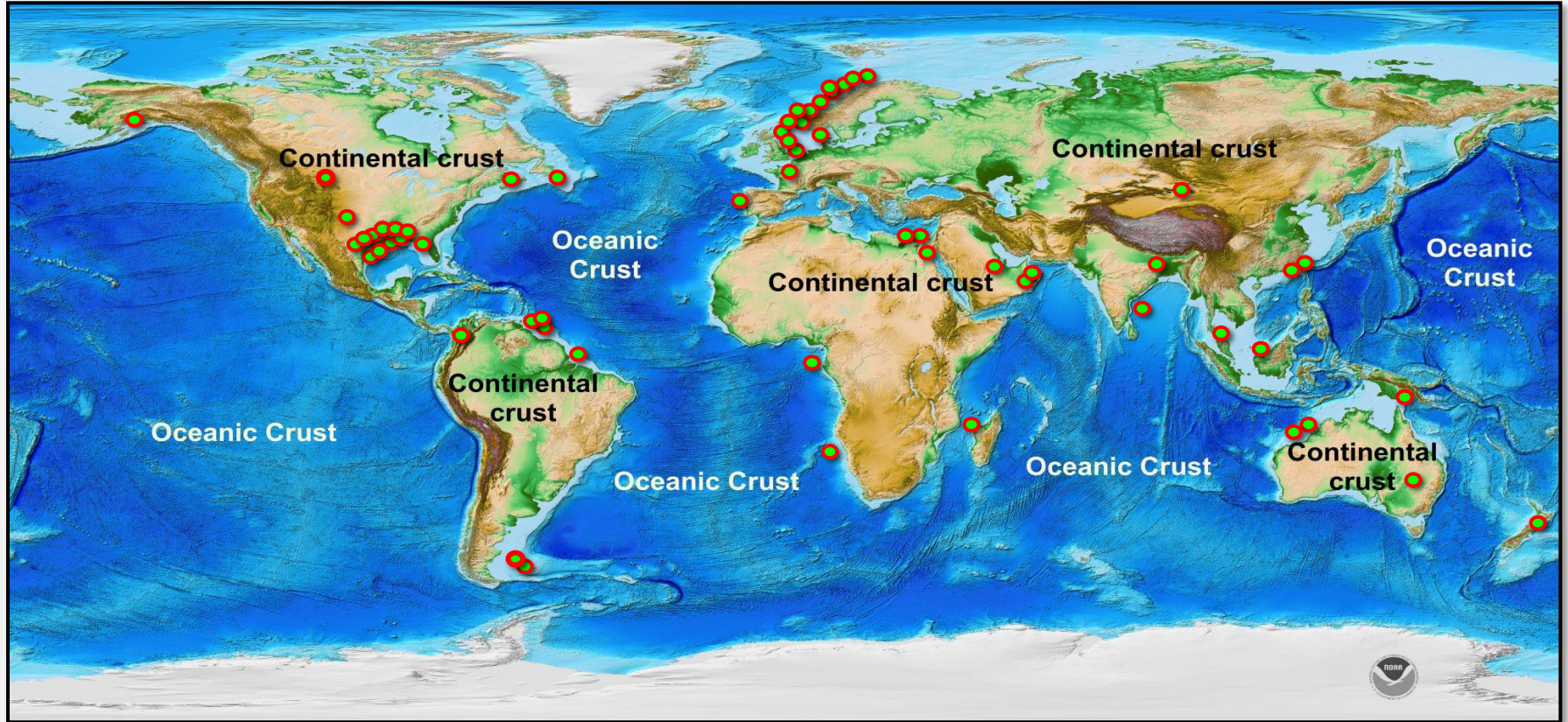
Tuning blurs amplitude & geology

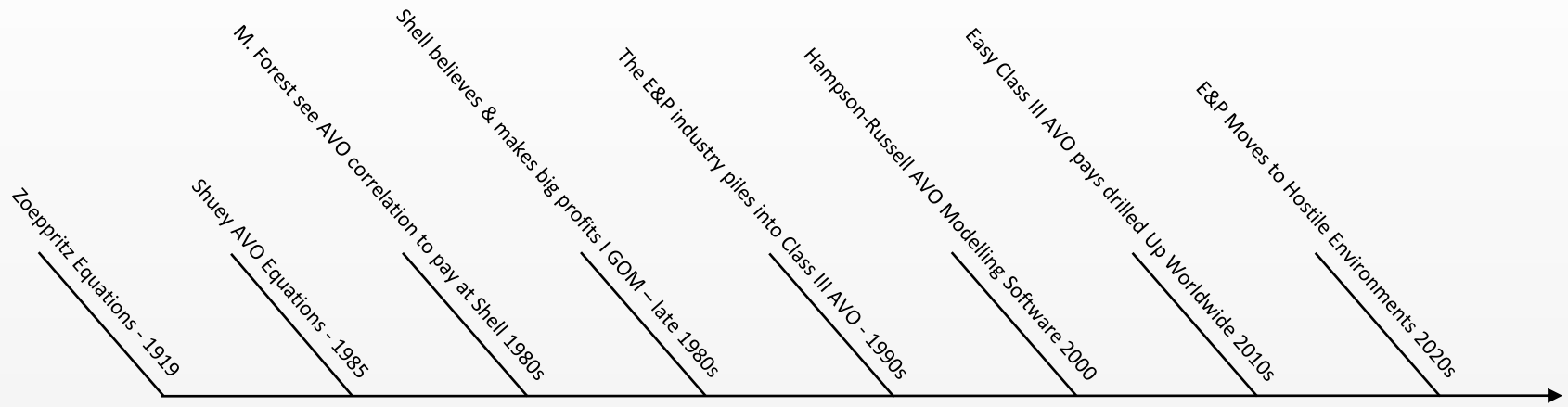
ADF®



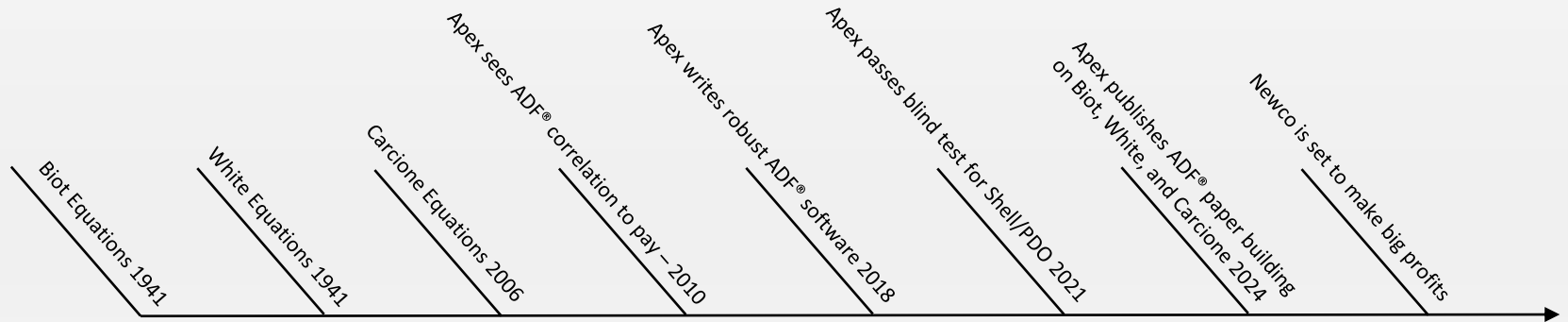
ADF® has high plan-view resolution

Some ADF® Projects



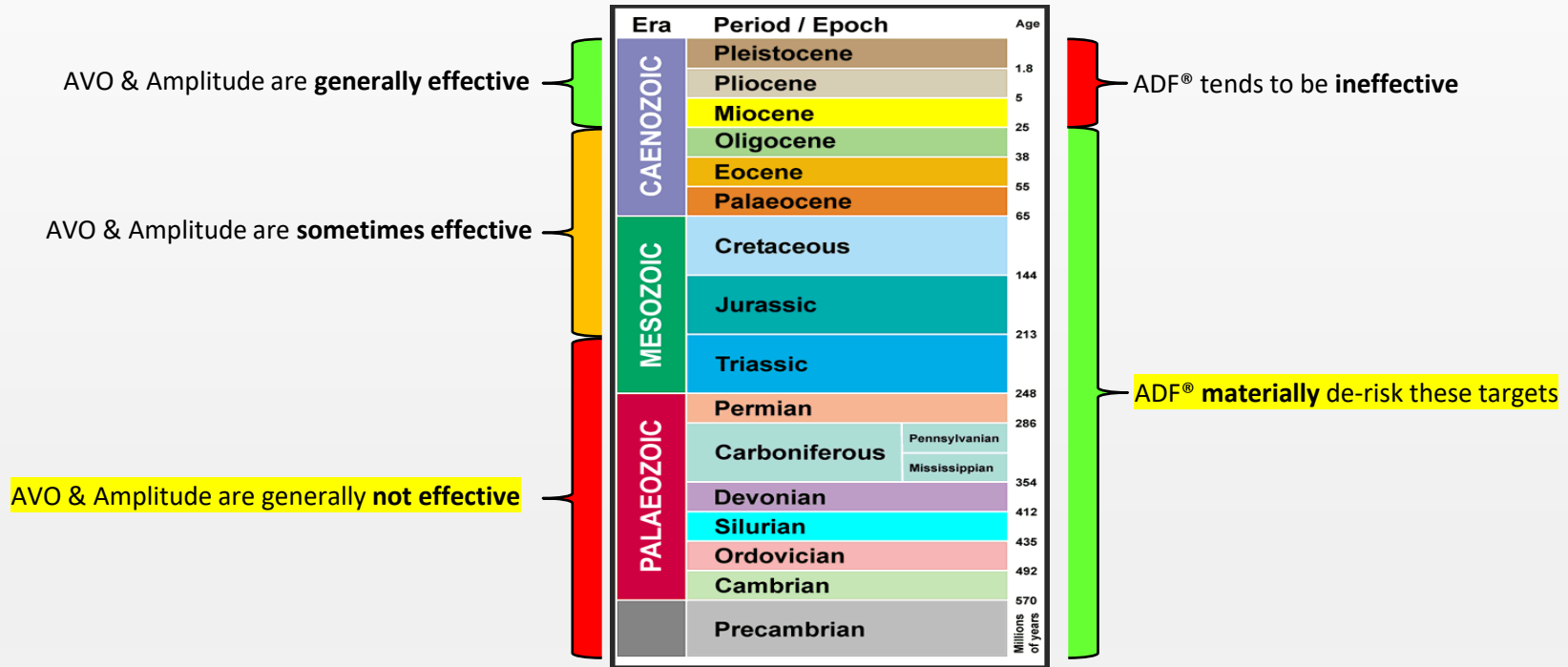


AVO Timeline

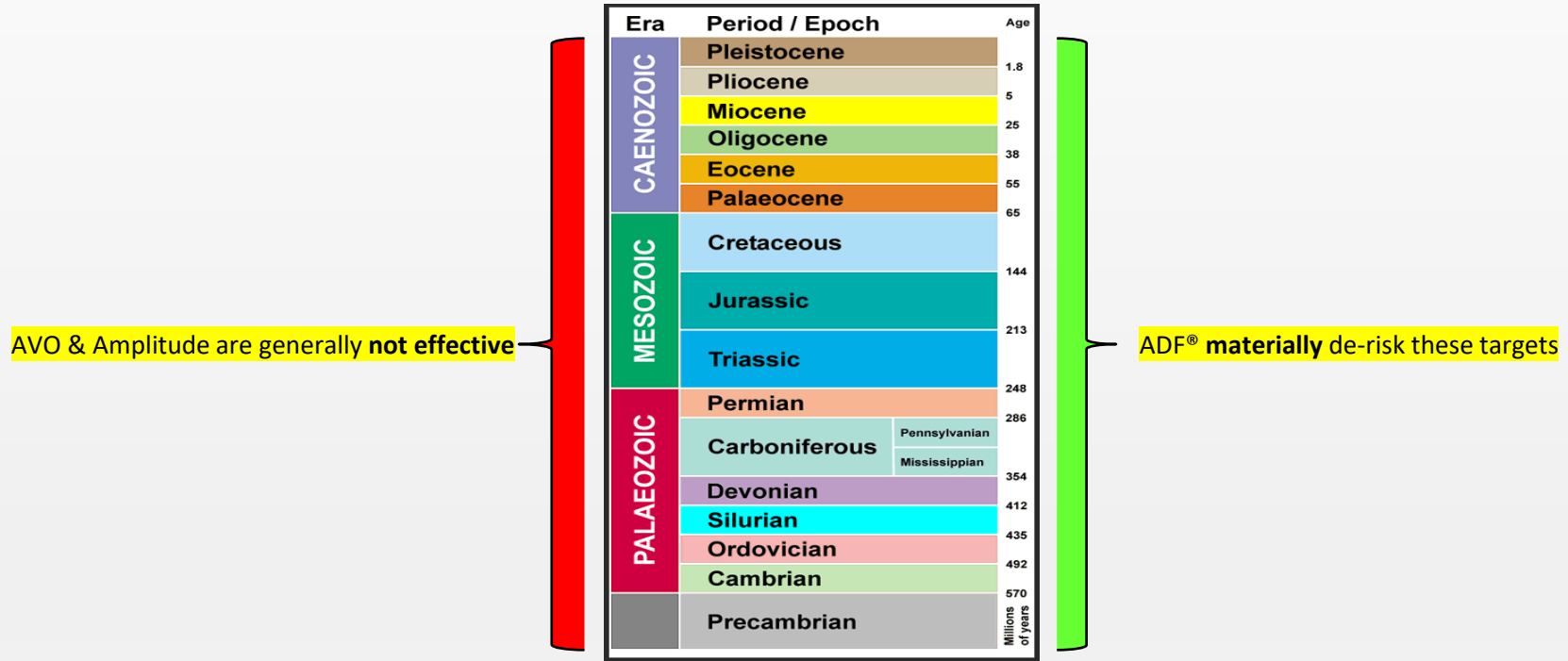


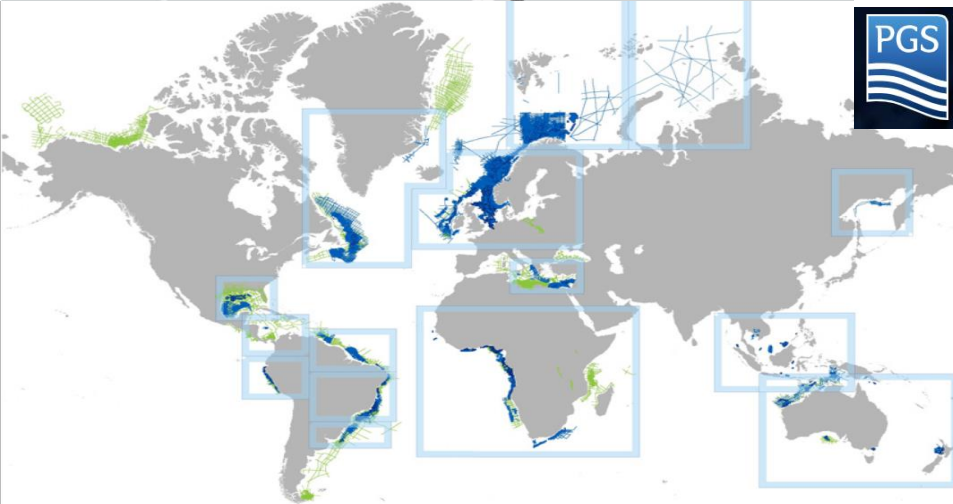
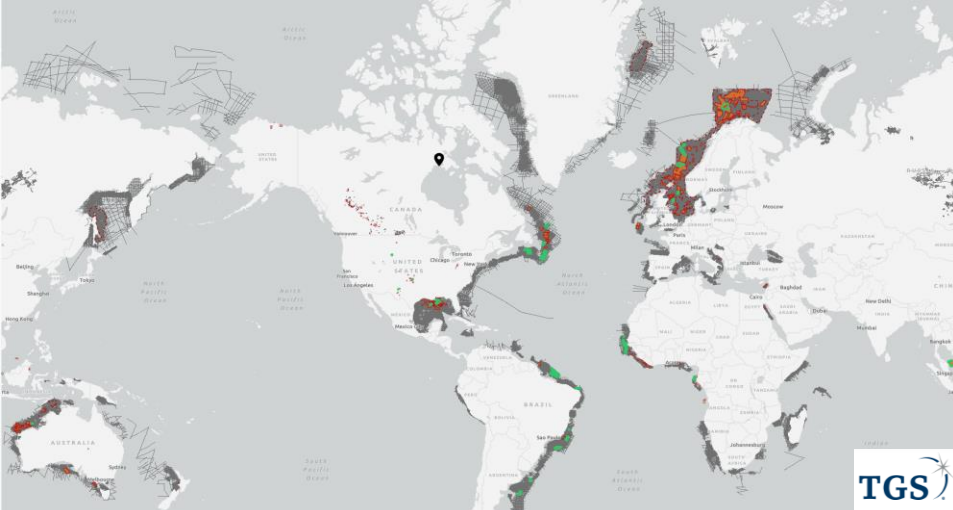
ADF® Timeline

ADF® & AVO Sandstone General Applicability



ADF® & AVO Carbonate Applicability

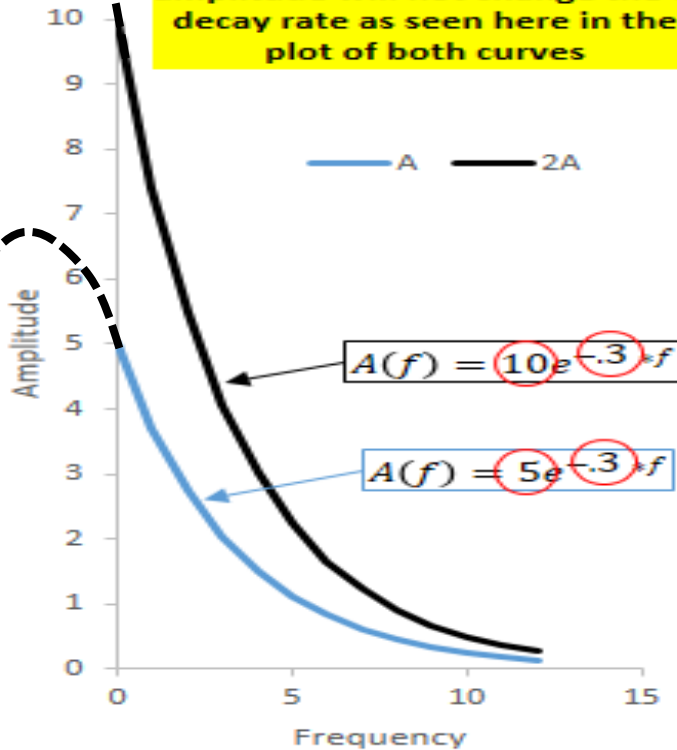




2,000,000 km² of multiclient 3D is available to be reworked

ADF[®] is *Independent* from Amplitude

Given a wavelet, doubling the amplitude will not change the α decay rate as seen here in the plot of both curves



| $A(f) = A_0 e^{-\alpha f}$ | | | $\alpha =$ | 0.3 |
|----------------------------|----|-----|------------|-----|
| | f | A | 2A | |
| | 0 | 5 | 10 | |
| | 1 | 3.7 | 7.4 | |
| | 2 | 2.7 | 5.5 | |
| | 3 | 2.0 | 4.1 | |
| | 4 | 1.5 | 3.0 | |
| | 5 | 1.1 | 2.2 | |
| | 6 | 0.8 | 1.7 | |
| | 7 | 0.6 | 1.2 | |
| | 8 | 0.5 | 0.9 | |
| | 9 | 0.3 | 0.7 | |
| | 10 | 0.2 | 0.5 | |
| | 11 | 0.2 | 0.4 | |
| | 12 | 0.1 | 0.3 | |

ADF[®] Benefits

- ❖ Sometimes, directly indicates hydrocarbon charge
- ❖ Identifies permeability barriers setting up traps
- ❖ Images commercial quality reservoir
- ❖ Images a prospective reservoir's aerial extent thereby indicating reserve size
- ❖ Spot wells in high borehole deliverability (often critical for commerciality)
- ❖ Images depletion effects in existing fields

End
