

upstream



Field Development

Norway nears 'breakthrough' in developing vast tight oil and gas reservoirs

Aker BP's chief executive says conditions are nearly in place to develop country's discovered tight oil and gas resources



Optimist: Karl Johnny Hersvik, chief executive of Aker BP (Photo: NTB/SCANPIX)

Russell Searancke

Norway Correspondent | Oslo



Published 8 March 2024, 06:14

Aker BP chief executive Karl Johnny Hersvik has put the spotlight on Norway's enormous undeveloped oil and gas resources in tight reservoirs, but their time is coming as technology and infrastructure capacity are improving.

Hersvik told delegates at the DNB Energy Conference in Oslo that the biggest untapped resource on the Norwegian continental shelf is tight reservoirs of about 1.5 billion barrels of oil, and maybe more, that are discovered but not produced.

"Why is it not produced? Well, the cost level has been too high. The infrastructure has been fully utilised. So it's been made no sense to actually do that. And it's (the resource) stuck close to our (production) facilities."

He cited examples in the basement reservoir at the Edvard Grieg field, and the chalk reservoir at the Valhall field. He also referred to "a pretty interesting billion

barrel discovery made by Equinor back in the days close to the Skarv area".

Hersvik said Aker BP, which is the largest pure-play oil and gas company in Norway, has been working on unlocking tight reservoirs for several years, and "we're getting close to our breakthrough" with the aid of certain technology improvements and even "deploying onshore methods to offshore environments".

"So you're kind of doing three things at the same point in time. You're utilising the resources that you have inside the conventional reservoirs. You're diving into exploration and tie-backs, and you're trying to unlock new resources by deploying what's called capability-enhancing technology," he added.

Great potential

Last December, the Norwegian Offshore Directorate said there were vast proven gas resources on the Norwegian shelf that were without development plans.

Much of this gas was located in tight reservoirs, which makes it difficult to produce because a tight reservoir has low permeability or flow, in other words, how well a porous material can transport liquid or gas.

The directorate said various forms of fracturing and multi-branch wells, and slim-hole technology, are the most relevant methods for recovering resources in tight reservoirs.

In addition, production from tight reservoirs is usually only profitable if the development is based on tie-backs to existing infrastructure.

The directorate said there were nearly 8.8 billion barrels of oil and nearly 1 Bcm of gas in tight reservoirs.

(Copyright)



Related

Norway's largest oil and gas field likely to reach its peak in late 2024

NEWS



Related

Aker BP drops unique project from its huge offshore Norway portfolio

NEWS



Related

TechnipFMC scoops Norwegian EPCI prize valued at up to \$1 billion

NEWS

Norway

Aker BP

Technology

Europe

Western Europe



Be notified

Published 8 March 2024, 06:14 Updated 8 March 2024, 06:14



Copy link



ExxonMobil launches bid processes for key subsea kit for Rovuma LNG

LNG



Australia's largest offshore oil discovery coming back into the development play



FEED tenders launched for platform and floater for Indonesian oilfield development

EXCLUSIVE FIELD DEVELOPMENT



Top job at Petrobras is not for the faint of heart

OPINION



Strategic ONGC offshore project reaches crucial bidding stage

FIELD DEVELOPMENT



State-controlled energy giant appoints new chief after inquiry opened into its spending



Shell and Saudi Aramco vie for LNG assets of Singapore's Pavilion Energy in possible \$2 billion-plus deal: Reports

PEOPLE LNG



Venezuela and Guyana again at odds in Essequibo dispute

POLITICS



Norwegian marine seismic giant Shearwater seals \$700 million refinancing

FINANCE



'Scaling innovation': Offshore players invest in carbon capture, efficiency and electrification upgrades



Shockwave: Petrobras postpones tenders for three FPSOs

ENERGY TRANSITION RIGS AND VESSELS



'Massive upstream business': New BP boss reveals his most exciting field-development opportunity

FIELD DEVELOPMENT



US aims to leave Russia's Arctic LNG 2 project 'dead in the water', says US official



Qatar state heavyweight starts race for keenly watched offshore expansion project

FIELD DEVELOPMENT



Modec selects Norwegian contractor for Guyana-bound FPSO

RIGS AND VESSELS



Australian operator swings the jobs axe



Ukraine offers Europe short-term gas storage options

PEOPLE

ENERGY SECURITY



Asian player greenlights major offshore gas project

FIELD DEVELOPMENT



Baker Hughes invests in green hydrogen technology

HYDROGEN



ExxonMobil launches key bid process for revamped LNG project



Cost and schedule problems pile up for big Australian gas project

FIELD DEVELOPMENT



Major FPSO company says not enough competitors for big high-cost projects

RIGS AND VESSELS



in Mozambique

LNG

European player wins 'sizeable' offshore contract



On tenterhooks: Saudi Aramco could suspend more offshore drilling rig deals

FIELD DEVELOPMENT



Petrobras to contract 12 newbuild vessels in major \$2 billion-plus tender

RIGS AND VESSELS



Chevron invests \$45 million in US carbon capture company

CARBON CAPTURE



TotalEnergies signs up to explore northeast Algeria

EXPLORATION





Delayed Congo-Brazzaville oil project set to secure new partner

Hanwha Ocean appoints SBM Offshore veteran to helm its offshore business

PEOPLE

RIGS AND VESSELS

FIELD DEVELOPMENT



Green light to exploit Indonesian offshore heavy oilfield

Petronas extends rig contract offshore Suriname at high dayrate

FIELD DEVELOPMENT



Turkey lines up Norwegian FPSO company for game-changing Black Sea gas development CAPITAL MARKETS DAY

Eni selects three yards for deepwater FPSO work

FIELD DEVELOPMENT

EXCLUSIVE



Norwegian player secures role on Repsol FPSO destined for Gulf of Mexico



US Gulf of Mexico headed for record oil output

RIGS AND VESSELS



One dead after fire at Pemex platform in Gulf of Mexico

FIELD DEVELOPMENT



Saudi Aramco awards \$7.7 billion in contracts for huge gas plant expansion

RIGS AND VESSELS

FIELD DEVELOPMENT

Energy Explored

In a world awash with information, Upstream helps readers filter out the noise and zero in on what matters in the international energy industry. For nearly three decades, we have been the go-to source for independent news and analysis of the major oil and gas projects shaping the industry and the people

Editor-In-Chief
Leia Marie Parker
Information
Advertise
About Us
Contact us
Terms
Drive
Privacy
FAQ
Privacy policy
Cookies
Eollow up
Follow us
Facebook
X (Twitter)
Linkedin
Youtube

behind them. In recent years, we also have chronicled the industry's efforts to transition to cleaner

Q dn media group

energy sources.

Upstream is part of DN Media Group. To read more about DN Media Group, click here.