Subsea to Shore Gas Field Cost Reduction

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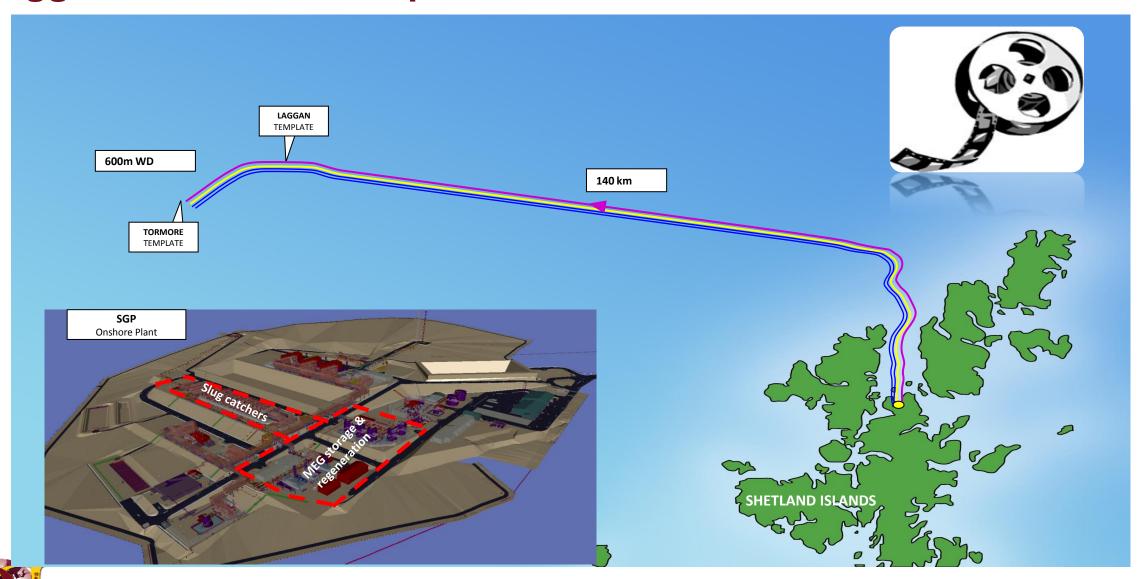


Introduction

- Remote gas fields: subsea to shore is one of the best options
- But cost remains high
- Is it possible to reduce the development costs to make them profitable in a 50 \$/bbl environment ?
- Example of Laggan-Tormore West of Shetlands to Shetlands Gas
 Plant (SGP)



Laggan-Tormore Development



Onshore: MEG storage & regeneration



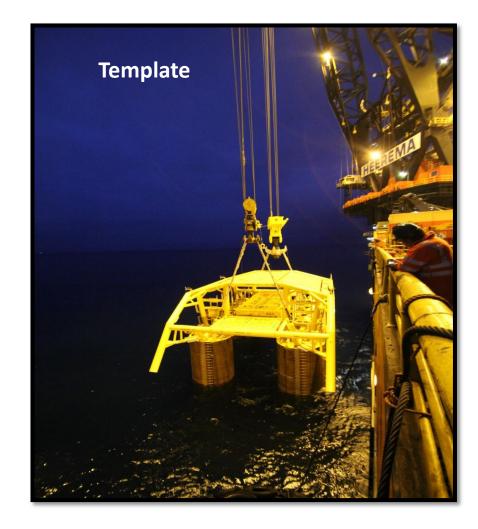


Onshore: Slug Catchers





Subsea







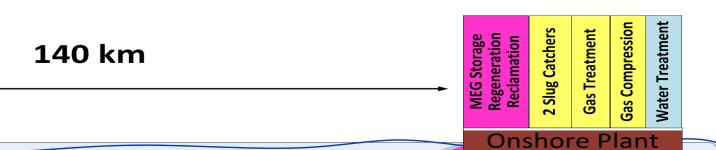
Subsea to Shore Gas Field - Cost Reduction

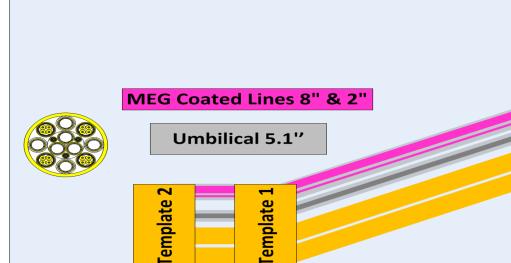
Base Case: As Built

MEG continuous injection

2 production lines for pigging & turndown
Umbilical for chemicals & well control

Facilities CAPEX = 100%





Production Concrete Coated Lines - 2x18"



Optimized Base Case

Facilities CAPEX = 96%

Suppression of 2" MEG line (use spare liner in umbilical) Common rock dumping for MEG line & umbilical

140 km

MEG Storage
Regeneration
Reclamation
2 Slug Catchers
Gas Treatment
Gas Compression
Water Treatment

Onshore Plant



MEG Coated Line 8"

Umbilical 5.1"

Template 2

Production Concrete Coated Lines - 2x18"



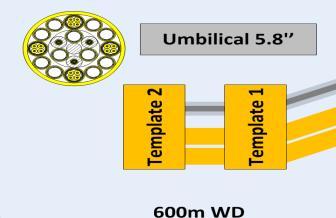
Option 1: Anti-Agglomerant Injection

Replace continuous MEG injection by continuous AA-LDHI injection Remove 8" MEG line & MEG onshore storage & regeneration AA injected through umbilical 140 km

Facilities CAPEX = 88%



Onshore Plant



Production Concrete Coated Lines - 2x18"

No impact on OPEX

(AA injection OPEX = MEG plant OPEX)



Option 2: All Electrical Subsea

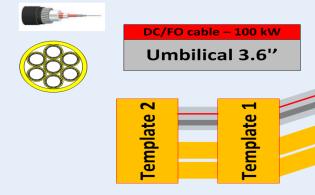
Facilities CAPEX = 84%

Replace Electro-Hydraulic by All Electric Electric power & Fiber Optic through dedicated DC/FO cable

140 km

AA Storage
2 Slug Catchers
Gas Treatment
Gas Compression
Water Treatment

Onshore Plant



Production Concrete Coated Lines - 2x18"



Option 3: One Single Production Line

Facilities CAPEX = 77%

Suppression of 1 production line & 1 slug catcher Add Subsea Pig Launcher

140 km

AA Storage
1 Slug Catcher
Gas Treatment
Gas Compression
Water Treatment

Subsea Pig Launcher Camplate 2 Template 1 Template 1 Template 1

Production Concrete Coated Line - 24"



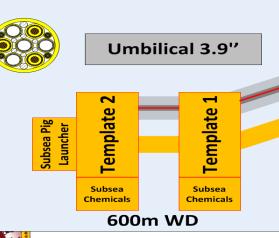
Option 4: Subsea Chemical Storage

Umbilical for AA, Electric power and Fibre Optic Subsea Storage for MEG and chemicals

Facilities CAPEX = 79%



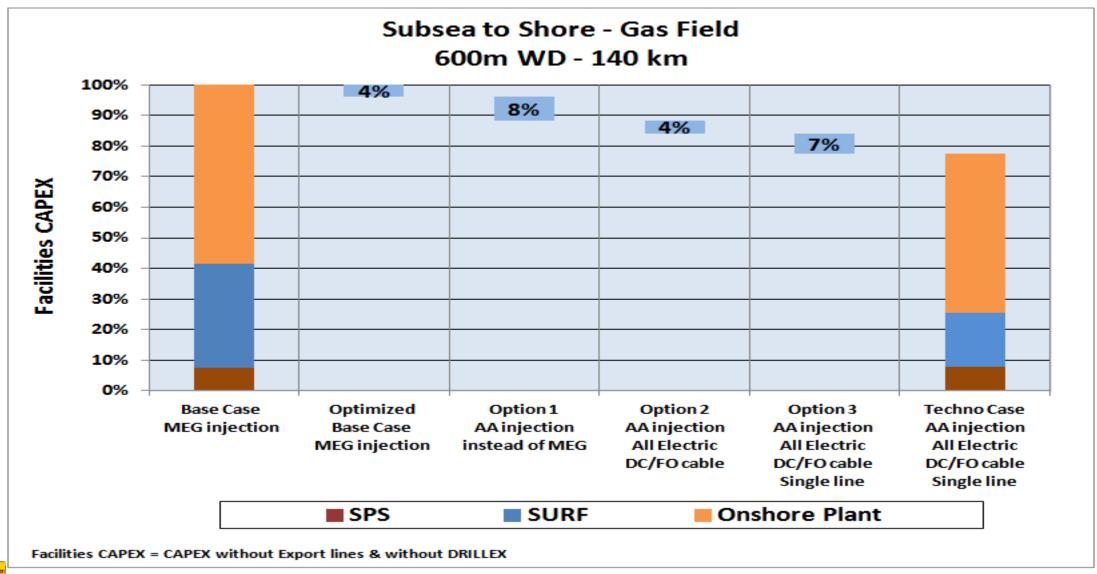
Onshore Plant



Production Concrete Coated Line - 24"

140 km

Recap on Cost Reduction





Conclusion

- Yes, we can reduce the cost of subsea to shore gas field development by about 20%

- But we need to:
 - 1. Change the hydrate management strategy
 - 2. Implement All Electrical Systems
 - 3. Improve fluids modeling to better assess single line constraints







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