

KEYS TO SUCCESSFUL DRILLING IN MAHANAGDONG

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Abstract

The Mahanagdong sector is one of the four development sectors within the Leyte Geothermal Production Field and is being developed to supply 180 MWe of steam capacity. Drilling activities in Mahanagdong began in July 1980 by drilling the first deep well, well MG-1. As of December 31, 1996, a total of thirty six (36) wells have been drilled in the area, twenty seven (27) for production and nine (9) for reinjection. The success rate of drilling and completing deviated wells in the area to attain their geologic objectives is only 42%.

This paper focuses on the factors and causes of the drilling problems prevalent in the Mahanagdong sector. The principal cause of drilling problems in the open hole section is the limited ability of the upper loss zones to accept cuttings despite initial massive mud circulation losses leading to a shift to drilling with water. The volume of cuttings generated with further drilling and which can not be absorbed by these loss zones eventually leads to stuck pipe and subsequent early termination of the well.

A modified drilling strategy, well design revisions and the use of the two-liner system are some of the solutions implemented which substantially improved the success rate of completing the last five wells following the programmed design and objectives.

1.0 INTRODUCTION

The Leyte Geothermal Production Field (LGPF), located at Leyte island of southeastern Philippines is PNOC EDC's biggest geothermal project (Figure 1). It is committed and well on its way to producing a total 698 MWe of power for the Luzon and Cebu grids by the middle of 1998. This aggressive program of geothermal resource development was initiated by the government in 1973 in response to the crippling world oil crisis.

Development activities in the Leyte Geothermal Production Field were delineated into four sectors or areas namely: Upper Mahiao, Lower Mahiao-Sambaloran (Tongonan I), Malitbog-South Sambaloran and Mahanagdong areas. Prior to 1996, PNOC EDC has been producing 112.5 MWe from its Tongonan I Production Field west of the South Sambaloran area. By the end of 1996, PNOC EDC has supplied additional steam for two new power plants installed in Upper Mahiao (125 MWe) and Malitbog (77 MWe) sectors. Power from these two sectors supply part of the 200 MWe Leyte-Cebu Grid. Expected production from the other sectors are 154 MWe from South Sambaloran, 120 MWe from Mahanagdong A and 60 MWe from

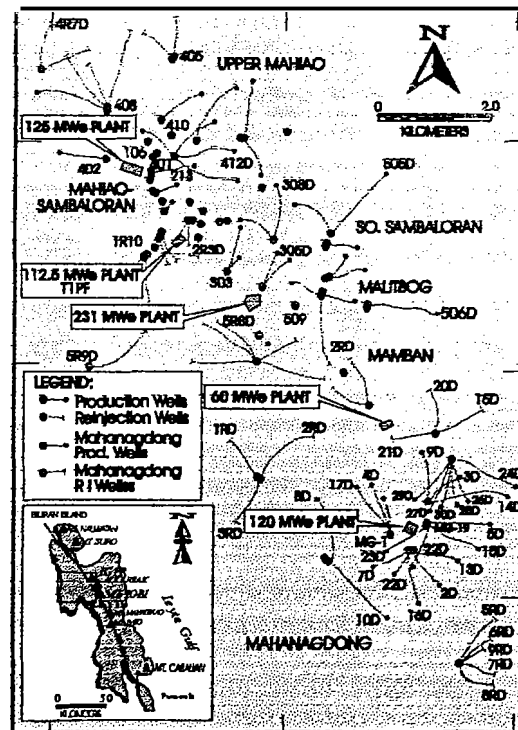


Figure 1. Development Sectors of the Leyte Geothermal Production Field

Mahanagdong B. These, including the optimization plants from these sectors, will provide 400 MWe of power for the Leyte-Luzon Grid interconnection. By the middle of 1998 when the optimization plants have all been commissioned, the target total power output of 698 MWe from the entire field will be attained.

In Mahanagdong, sector A has achieved its target **steam** requirement for 120MWe after drilling 13 production wells and 4 reinjection wells. In sector B, however, PNOC has been faced with a problem of supplying 60 MWe of **steam** due to the non-commercial value of the first four wells drilled. The first three wells discharged acid fluids while the fourth well was pre-terminated due to persistent drilling problems at the 12 ¼" open hole. This persistent problem of not successfully drilling through multiple production zones or structures in the open hole section of the wells resulted in delays in the drilling program. Faced with the dilemma of not producing sufficient steam in time for the commissioning of Mahanagdong B Power Plant, the succeeding sections discuss how PNOC approached this problem and the solutions that were eventually implemented. An innovative drilling technique in the early part of 1996 was adapted to be able to supply the required steam in the remaining time available and meet the supply contract to the Mahanagdong B plant. From April to December 1996, the last five wells were completed as programmed.

2.0 GEOLOGY

The Leyte-Luzon Geothermal Production Field falls within a fault wedge formed by the left lateral Philippine Fault. This fault zone is characterized by three to five distinct NW-SE trending subparallel structures (Figure 2) over a length of sixty (60) kilometers and a maximum width of five (5) kilometers. Differential movements along these distinct faults have developed a basin structure with relatively intense secondary faulting - having both strike slip and normal displacements. This type of complex tectonics appear to control the distribution of permeability within the geothermal field since most of the delineated permeable zones in each well in LGPF are attributed to intersection of faults mapped from the surface.

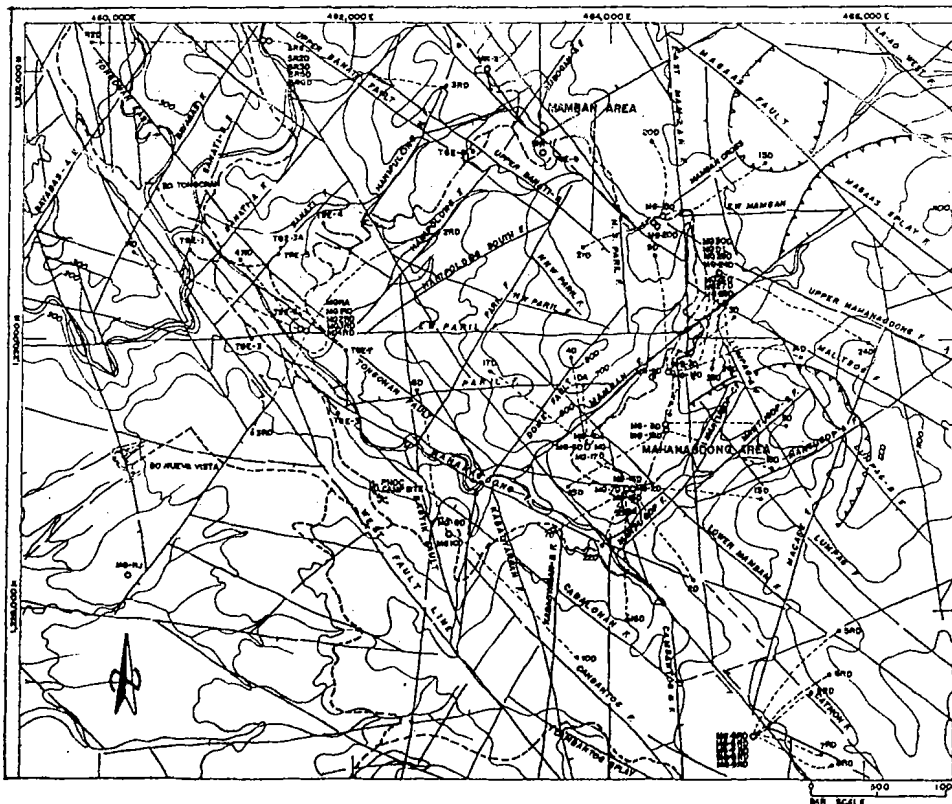


Figure 2. Mahanagdong Structural Map

The area is typically underlain by basement metamorphic and ultramafic **rocks**. These are overlain by conglomerates and sedimentary breccias with clasts consisting mainly of microdiorite and **quartz monzodiorite** termed **as the Mahiao Sedimentary Complex (MSC)**. Overlying the MSC are andesite lavas, hyaloclastites and tuffs breccias intercalated with fine grained clastics **of the Mamban Formation (MF)**. Surface rocks in LGPF consists **of fresh to weakly weathered andesite lava flows** and associated pyroclastics. In **all the wells drilled in the area only 2% of the permeable zones delineated** are attributed to lithological permeability. Moreover, although the delineated permeable zones are coincident with **MF and MSC, well permeability is still associated** to structures.

Since the major source **of permeability in the LGPF are faults**, these have been the **primary targets** in PNOG geothermal drilling. Drilling **through these structures lead to partial and frequently to total loss** in circulation. **This is what is unique in geothermal drilling**, although losses in the 12-1/4" or 8-1/2" production hole **sections** are welcome **from the productivity point of view**, at times these pose drilling problems especially in the Mahanagdong sector.

Hole problems **in Mahanagdong** can not be related to a group **or any particular structure**. These problems are prevalent throughout the sector.

3.0 WELL DRILLING PERFORMANCE VS PROGRAM

Of the **total thirty six (36) wells drilled to date**, only five exploration wells **were drilled between 1980 to 1990**. It was only in the second half **of 1992** when delineation and production drilling went full blast resulting to completion of 31 wells up to end of 1996.

The **thirty six (36) wells drilled in the Mahanagdong sector as of December 31, 1996**, for the purpose **of this paper**, have been grouped **into four categories (Tables 1-4)**. The **degree of success of each drilled well is gauged on whether it has intersected all the programmed target structures in the open hole section of the well and satisfied all geologic objectives as defined in the well design and geologic prognosis**. Correspondingly, **this means that actual well track has been drilled within the target limits prescribed in the well design**. The well has been considered successful in attaining its objectives if **it has attained a total depth of plus or minus one hundred meters relative to the well's program target depth**.

The first **category (Table 1)** includes **wells drilled vertically**. There are **two vertical wells drilled MG-1 and MG-19**. Both wells were able to **reach the program target depth and intersect all target structures**.

Those wells (Table 2) **that have full mud circulation or with minimal circulation losses in the open hole section belong to the second category**. Though these wells were able to **drill down to the programmed target depths and satisfied the geologic objectives**, they are considered non-commercial **as they cannot be utilized for either production nor reinjection at present**. There are **nine wells** in this category.

The **third category (Table 3)** is comprised of wells **that were able to intersect all target structures, attained the geologic objectives and drilled down or almost to programmed target depths**. There are **only ten wells** that **belong to this group**.

Majority of the wells drilled in Mahanagdong are in the fourth category (Table 4). There are **fourteen (14) wells that did not reach the programmed target depth nor attain the geologic targets and objectives**.

Table 1. Vertical Wells

WELL NAME	DATE DRILLED	# TARGET STRUCTURES/ # INTERSECTED	NO. OF DAYS DRILLED	PRG. TD	ACT. TD	ATD-PTD	PCS	PTD-PCS DEPTH	KOP	DRIFT ANGLE		GPM	RIG NO.
										PRG.	ACT.		
MG-1	07/11/80 - 09/10/80	3/3	62	2100	2339	-239	908	1192				Low 600-725 H5250 #7	
MG-19	08/11/94 - 10/26/94	1/1	77	2500	2500	0	1198	1302				750	ESSAR
	TOTAL	4/4	139	4600	4839	-239	2106	2494					
	AVERAGE	2/2	69.5	2300.0	2419.5	-119.5	1053.0	1247.0					

Table 2. Wells with FMR or Minimal Losses

WELL NAME	DATE DRILLED	# TARGET STRUCTURES/ # INTERSECTED	NO. OF DAYS DRILLED	PRG. TD	ACT. TD	ATD-PTD	PCS	PTD-PCS DEPTH	KOP	DRIFT ANGLE		GPM	RIG NO.
										PRG.	ACT.		
MG-8D	01/02/93 - 02/24/93	8/6	54	2562	2700	-138	1542	1020	200	31	31	550	5
MG-10D	05/27/93 - 12/31/93	3/3	66	2450	2709	-259	1670	780	249	38	38	500-600	P225
MG-14D	02/20/94 - 04/07/94	3/3	47	2400	2445	-45	1194	1206	410	32	32	600	6
MG-17D	06/03/94 - 08/12/94	2/2	70	2350	2600	-50	1581	969	700	35	38	600	6
MG-24D	09/28/95 - 01/20/96	3/3	114	2650	2838	-188	1396	1254	400	38	35	800	ESSAR
MG-1RD	10/29/92 - 12/23/92	3/3	56	2050	2559	-509	1481	569	200	44	47	500	5
MG-2RD	03/13/93 - 08/08/93	2/2	159	2700	2703	-3	1458	1242	350	34	43	500	5
MG-3RD	12/04/93 - 02/10/94	4/3	69	2800	2379	421	1295	1505	750	38	49	500-600	6
MG-4RD	02/02/94 - 03/15/94	2/2	42	1400	1406	-6	669	731	120	45	43	550	9
	TOTAL	30/27	677	21562	22339	-777	12286	9276	3379	335	356		
	AVERAGE	3.3/3	75.2	2395.8	2482.1	-86.3	1365.1	1030.7	375.4	37.2	39.6		

Table 3. Attained geologic objectives.

WELL NAME	DATE DRILLED	# TARGET STRUCTURES/ # INTERSECTED	NO. OF DAYS DRILLED	PRG. TD	ACT. TD	ATD-PTD	PCS	PTD-PCS DEPTH	KOP	DRIFT ANGLE		GPF	RIG NO
										PRG.	ACT.		
MG-5D	12/05/82 - 03/31/83 Cut Core @ TD (79th day)	2/2	117	3000	2914	86	1147	1853	370	24	26	500	EMSCO D-3 #8
MG-16D	04/17/94 - 05/27/94	3/3	41	2400	2301	99	1288	1112	300	35	34	800	6
MG-18D	07/01/94 - 08/04/94	4/4	35	2450	2450	0	1343	1107	600	28	34	700	ESSAR
MG-21D	05/31/95 - 07/13/95	3/3	45	2500	2332	168	1155	1345	591	20	21	700	6
MG-27D	04/21/96 - 07/01/96	3/3	71	2400	2301	99	1242	1158	250	32	36	600	ESSAR
MG-28D	05/20/96 - 07/28/96	3/3	70	2500	2405	95	1285	1215	550	25	27	900	P225
MG-29D	07/11/96 - 09/26/96	1/1	77	2500	2414	86	1477	1023	150	26	30	750	ESSAR
MG-30D	08/03/96 - 10/05/96	2/2	63	2450	2453	-3	1542	908	270	24	24	800	P225
MG-5RD	10/18/94 - 01/04/95	2/2	54	2400	2383	17	1298	1102	500	38	38	900	P5
MG-9RD	10/07/96 - 12/01/96	2/2	55	2500	2300	200	1400	1100	750	20	22	650	ESSAR
	TOTAL	25/25	628	25100	24253	847	13177	11923	4331	272	292		
	AVERAGE	2.5/2.5	62.8	2510	2425.3	84.7	1317.7	1192.3	433.1	27.2	29.2		

Table 4. Wells that failed to attain geologic objectives.

WELL NAME	DATE DRILLED	#TARGET STRUCTURES # INTERSECTED	NO. OF DAYS DRILLED	PRG. TD	ACT. TD	ATD-PTD	PCS	PTD-PCS DEPTH	KOP	DRIFT ANGLE		GPI	RIG NO
										PRG.	ACT.		
MG-2D	01/19/80 - 04/06/86	4/2	78	2500	2217	283	997	1503	350	30	32	400-500	IDECO 725 #3
MG-3D	10/17/82 - 04/06/92	5/3	94	2400	2042	358	1331	1069	650	40	36	700-750	3
MG-4D	11/04/82 - 07/30/90	3/2	122	2660	2258	402	1167	1493	500	38	43.25	500	5
MG-7D	08/05/90 - 10/11/90	4/3	68	2500	2519	81	1459	1141	370	32	39	700	5
MG-9D	08/19/93 - 12/14/93	4/2	118	2415	1940	475	1441	974	250	34	36	550	5
MG-13D	02/05/94 - 03/19/94	2/2	43	2550	2078	472	1401	1149	189	39	42	750	ESSAR
MG-15D	04/04/94 - 06/19/94	5/3	77	3000	2353	647	1546	1454	500	38	35	850	ESSAR
MG-20D	10/07/94 - 05/25/95	3/1	106	2800	2301	499	1341	1459	565	37	33	750	6
MG-23D	07/24/95 - 10/28/95	3/2	77	2500	2160	340	1400	1100	380	36	37.8	1027	6
MG-25D	12/31/95 - 04/22/96	5/2	114	2500	1998	502	1215	1285	450	25	24	800	6
MG-26D	01/24/96 - 04/08/96	5/2	83	2600	2075	525	1353	1247	120	28	26	1150	ESSAR
MG-6RD	04/28/95 - 07/11/95	2/1	75	2700	2347	353	1299	1401	400	40	39	900	ESSAR
MG-7RD	07/16/95 - 09/19/95	3/2	65	2600	1815	785	1221	1379	550	35	35	1100	ESSAR
MG-8RD	03/01/96 - 05/09/96	2/1	70	2500	2066	434	1398	1102	150	23	26	825	P22H
	TOTAL	50/28	1190	36325	30169	6156	18569	17756	5424	475	484.1		
	AVERAGE	3.57/2	85.0	2594.6	2154.9	439.7	1326.4	1268.3	387.4	33.9	34.6		

4.0 EVALUATION OF DRILLING PROBLEMS

Our evaluation **focuses** on the third and fourth categories involving twenty four (24) wells which includes **both** production and reinjection wells. **Wells** in categories 1 and 2 **have** not been considered in the assessment of drilling problems **as** most of them reached target depths and satisfied geologic objectives.

From the results **of** Mling of the twenty four (24) **wells as** indicated in Tables 3-4, we **see** that the rate of drilling success at Mahanagdong is only forty two percent. The poor performance of completed **wells at** the end of 1995 **caused** considerable concern **because** of the potential delay in completing the well requirements especially **for** MahanagdongB plant if such trend of drilling results **will** improve. There was a review **of** the drilling strategy and **procedures** in early 1996, including an evaluation of well **design** parameters used **This was** to come up with realistic target depths and number of target structures in order to enhance the rate of drilling success.

4.1 Total Depth

The average total depth reached **by** wells that failed to attain the geologic objectives (Table 4) was 2155 meters. **On** the other hand the average total depth **reached by** wells that attained the geologic objectives (Table 3) **was** 2125 meters. Their difference is 270 meters. Comparing the average total depth **attained by** wells in both categories against their respective programmed target depth, those **wells** in the thud category were short in attaining their average target **depth** of 2,510 meters **by** 85 meters while those belonging to the **fourth** category were 440 meters short **of** the average target **depth** of 2,595 meters. **This translates to ninety seven percent (97%) and eighty three percent (83%) success in drilling actual total depth versus program target depth for** the two categories.

The **well** profiles in **both** categories were good. In both instances, the welltracks for these **wells** were within the cone **defined by** the target limits **prescribed** in the **well** design **and** drilling program. The **problem for wells** in the **fourth** category was not related to the geometry **of** the well, but rather failure to **attain** the **program** target **depth**. The cause and solution to this **will** be discussed at the latter **part** of this paper.

The common target **limits** for **wells** in the Mahanagdong sector ranges **from** twenty five (**25**) to fifty (50) meters around the production casing **shoe** and fifty (50) to one **hundred** (100) **meters** around the **programmed** target depth. If welltracks for these wells **stay within** the prescribed cone, to drill and **attain** geologic objectives, depth variance relative to **programmed** target depth is **plus or minus** one hundred **meters**. **This means**, if a **particular welltrack** is above the programmed **line**, it **will** bottom **out** the last targetted structure earlier in the range of one hundred meters or less. On the other hand, if it is below the **line**, total depth **needed** to **bottom out** the last target structure **will** be **deeper by** one hundred meters maximum.

In the fourth category (Table 4), the **program** target depth **for** MG-15D **was** 3000 meters while that of MG-20D **was** 2800 meters. These target **depths** are deeper **compared** to the **usual** target **depths** in other wells in the third and fourth categories. For **data** to be **consistent**, these **wells** were not included in evaluating success in attaining target **depth**. The average **total** depth **reached by** wells in this category is 2326 meters, compared to the average target depths **of** 2,544 meters. Their difference is 418 **meters**. **This is 22 meters shorter** than the 440 meters **as discussed** previously.

For wells in the **third category** (Table 3), **majority of** the welltracks were slightly above the **programmed** profile thus target **structures** were intersected and bottomed **out** earlier. **It was** not **necessary** to **drill** further once the geologic **objectives** were satisfied **just** to **increase** production. **Thus** the variance of 85 meters between **programmed target depths** and **total depth** **attained for** wells in the third category falls within the range prescribed by the target **limits of** the **well** designs.

4.2 Drift Angle and Kick-Off Point (KOP)

The drift angles and kick-off points in well designs are dictated by the temperature required at the production casing shoe setting depth and the different dips and well-fault distance of the different target structures at the open hole section of the well. For long-throw wells, the best start to satisfy this objective is to kick-off at shallow depth to minimize the drift angle. Often, the dip and well-fault distance of target structures does not fit this ideal combination. Since dip and well-fault distance are fixed, the parameters that can be changed for the well design to satisfy the objective is to vary kick-off points and drift angles.

The design of geometry of the wells in the fourth category did not follow a pattern. Kick-off point was not a function of drift angle or vice versa. If the well design calls for a long throw which logically increases the drift angle, KOP was not limited to shallow depths. A deep KOP does not correspond to well designs with low drift angles. There were well designs with shallow XOP and corresponding low and high drift angles. Also there were well designs with deep KOP and having low and high drift angles respectively. What is shown is that failure of wells in the third category were not functions of either shallow or deep KOP nor low or high drift angles.

In wells belonging to the third category, we evaluated wells with drift angles less than 30°, those in the range of 31°-35° and those above 36°. The results were surprising. When the actual versus programmed target depths for this grouping were compared, their results were almost identical. 82.7%, 82.4%, 83.8% respectively. This is consistent with the 83% success rate of attaining target depths as discussed earlier.

Theoretically, hole cleaning problem increases as drift angle increases. Cuttings tend to settle on the low side of the hole. This characteristic, based on the data was not part of the problem.

4.3 Hydraulics

In geothermal drilling, specifically in the open hole, we seek zones of loss circulation, the higher the rate of circulation losses, the better chance of getting a good well. Circulation losses are categorized as partial loss circulation (PLC) or total loss circulation (TLC). When the rate at which a loss zone can accept drilling fluid is less than the pumping rate at which the rig pumps deliver, this is called PLC. Naturally, drilling fluid returns to the surface if the volume accepted to the loss zones is less than what was initially pumped into the wellbore. PLC is gauged in terms of percent of drilling fluid that circulates back to the surface tanks. When massive losses are encountered and drilling fluid is greater than the volume at which the rig pumps can deliver, this is called TLC.

When PLC or TLC are encountered in the open hole, as much as possible, attempts are made to regain full circulation. However, when TLC persist, the common drilling practice is to drill ahead using water with intermittent mud sweeps of high viscosity called mud slugs to lift cuttings from the face of the bit to the annulus between the formation and the drill string and into the loss zones.

There are several ways to implement a hydraulics program when TLC and resultant blind drilling with water are encountered. One procedure is to use low pump rates in the range of 500-650 gpm in the 8-1/2" hole section and 650-800 gpm in the 12-1/4" hole section. Such program was implemented during the 1978-1986 PNOCEDC drilling era. A total of 107 wells were drilled during this period. These were for exploration, production and reinjection drilling in all seven PNOCEDC project areas. This compares with the total 135 wells drilled during the period 1987-1996.

The new hydraulics program implemented in the 90s was to pump water during blind drilling at higher pumping rates. This is 700-800 gpm at the 8-1/2" hole section and 800-1100 gpm in the 12-1/4" hole section. The concept was that higher pumping rates will provide better lifting capacity especially for multiple loss zones. An increase in hydraulic pressure correspond to an increase in pumping rates. Therefore, there is greater pressure acting behind the cuttings to push it farther away from the wellbore. This also means that more cuttings can be possibly pumped into higher loss zones. Correspondingly, an increase in pumping rate

results and in other hydraulic parameters such as increased annular velocities both between the bottom hole assemblies and the formation and around the drillpipes. Bit hydraulic pressure also increased. Whether higher pumping rates was a solution or a part of the problem at this sector at this point and time is still debatable.

Majority of the wells in the fourth category were conventional wells. Only six of the fourteen wells were big holes. Of the eight conventional wells, two were drilled using low pumping rates. All six big holes drilled utilized high pumping rates. In the third category, six were conventional wells. Of these, five were drilled with high GPM. The four big holes drilled used low GPM. In both categories, there seemed to be no definite trend whether using low or high GPM gives a better chance of attaining target depths.

5.0 POSSIBLE CAUSES OF HOLE PROBLEMS

In Mahanagdong, PNOC-EDC has been faced with the persistent problems of being unable to penetrate more than one production zone after encountering irrecoverable losses from the first zone encountered. Drilling ahead blind with water has only been the strategy. Continuing on to drill with mud is expensive and could cause damage to geothermal fluid producing formations. If the loss zone accepted the cuttings along with the lost fluids, drilling ahead proceeded smoothly. Otherwise, problems occur such as persistent tight holes, increased torque and drag and eventual stuck pipes. These problems have been causing lost time, increased cost of drilling, uncompleted wells and failure to deliver the required steam on time.

The following are the common causes of stuck pipes in the open hole section where blind drilling with water based on the assessment of several problematic wells in Mahanagdong.

5.1 Wellbore Instability

A primary drawback with using water is its inability to "weight up" and stabilize collapsing formation. When the hole collapses, high flowrates (1000-1200 gpm) are not sufficient to clean the sloughing wellbore. Collapse happens only when the formation pressure exceeds the hydrostatic pressure exerted by the drilling fluid. When partial or total loss of circulation is encountered, there is a sudden drop in fluid level in the annulus resulting also in a sudden decrease in hydrostatic pressure exerted by the drilling fluid to the formation, depending on the characteristic of the formation, this condition must exist in order for formation to slough or collapse. There is usually a pressure build up when a collapse occurs. This is caused by sufficient volume of rock particles packed either around the bottom hole assembly or the drillpipes which restrict the migration of drilling fluids up the annulus. Usually this problem persists around a particular depth. Hole enlargement follows until such time that something is done to stabilize the wall of the hole. Most often, the roof of the enlarged portion of the hole continues to fall. In cases of total loss of circulation, it is very difficult to stabilize the wall. Rarely do we see collapse in a volcanic environment.

It is unlikely that sloughing or collapsing formation were the cause of drilling problems in the Mahanagdong sector. There were instances because of partial returns, drill cuttings were collected during stuck pipe situations. The size of drill cuttings were consistent or typical products of drill bit action against formation. If it was collapse, pebble or bigger rock particles should have been recovered or the size distribution of rock particles collected should be uneven.

5.2 Hole Cleaning

Another disadvantage of using water as lubrication fluids in blind drilling is its low capacity to lift cuttings and the inability to hold cuttings in suspension in zero flow. There is a tendency for cuttings to build-up in the lower section of the bore which is usually a prelude to stuck pipe. Water also does not have the thixotropic property inherent in drilling mud.

During blind drilling deviated wells, there is a tendency for cuttings to build up in the low side of the bore creating beds of cuttings. **Thus**, during static conditions there is tendency for this cuttings to slide downwards. This, however with proper hydraulics and sufficient mud sweeps *can* be thrown to the loss zones.

The cause of hole problems encountered in the open hole section was the limited ability of the loss zones to accept cuttings. **In** drilling terms **this** can be said to be due to **poor** hole cleaning. This is the inability to dispose all cuttings to the surface or in loss zones in the open hole sections **as** in the Mahanagdong sector. **In** cases of TLC where fluid acceptance is greater than the **maximum** pumping rate the d a c e equipment can deliver, one **can** have the best drilling fluid, the **best** drilling personnel at the rig site, and yet, these are **futile** if the loss zones *can* only accept a limited volume of cuttings **as** realized in the Mahanagdong sector. It was observed that after sometime, hole cleaning problems *can* be attributed to cuttings either not accepted or pumped to formation or cuttings that flow back into the wellbore from the loss zones.

5.3 Stratigraphy and Multiple Structural Targets

The multiple loss zones encountered in the wells are almost always related either to structural intercepts or stratigraphic permeability. With available technology, it is almost impossible to determine the volume or the maximum size of cuttings that these loss zones *can* accept. However, there were consistent trends **that** hole problem **occurs** five days after exposure to blind drilling. **Approximately** this translates to five hundred to six hundred meters of hole drilled. This **does** not hold true always. However this parameter was **used** as a yardstick while drilling the open hole sections of the wells drilled in Mahanagdong beginning second quarter of 1996. Particularly, these wells were MG-27D, MG-28D, MG-29D, MG-30D and MG-9RD.

The **problem** in the reinjection sector was related to collapse and sloughing formation. Once the Mahiao Sedimentary Complex (MSC) is intersected after sometime, collapse follows. The Mahiao Sedimentary Complex was intersected at an average vertical depth of 1787 meters in wells drilled from MG-RD1/B pad. This was definitely established *through cuttings* in MG-5RD (1785 mVD), MG-6RD (1744 mVD), and MG-8RD (1833 mVD). The depth of intersection of MSC in MG-7RD and MG-9RD was not observed firsthand due to blind drilling at an **early**, phase of drilling the open hole section of these wells (1472 mVD in MG-7RD and 1420 mVD in MG-9RD).

Four wells encountered problems inferred to be due to collapse of the MSC near the bottom of the well. In MG-6RD and MG-7RD, approximately fifty meters of MSC was penetrated before blind drilling ensued. About three to five days of drilling time after, tight hole and stalling of the rotary, plus continues fill with occasional increase in pump pressure were noted. In MG-7RD and MG-8RD stuck pipes led to fishes downhole which were later abandoned. In MG-9RD, blind drilling was encountered early at 1420 mVD. The exact penetration of the MSC was not observed, this was projected to be at approximately 1800 mVD. However before the five day period lapse and problems expected to occur, the well was TD'ed at 2300 mMD. The welltrack, as early as 1800 mMD started to build up from 25° to 43.75° thus the last target structure was bottomed out at 2222 mMD.

Typical characteristic of the MSC is relatively fast rate of penetration ranging from eight to twelve meters per hour. Unlike in the production sector in Mahanagdong, samples recovered at depths were hole problems occur were not drill cuttings but bigger rock particles with uneven size distribution.

Based on current data, the maximum number of structures successfully intersected and bottomed out in the open section of any well in the Mahanagdong sector was MG-18D. However, this is only one out of ten, and can be considered an exception. As show in Table 3, three structures is the maximum number that should be programmed for intersection in the production wells in this sector. The average number of structures targeted for wells in the third category was 2.5, while those in the fourth category was 3.6. It will be shown that this was part of why majority of the wells in Mahanagdong failed to attain the target depths.

6.0 KEYS TO SUCCESSFUL DRILLING IN MAHANAGDONG

By the end of the first quarter of 1996, five wells, MG-15D, MG-20D, MG-21D, MG-24D (BH) and MG-26D (BH) have been drilled to supply *steam* for the Mahanagdong B power plant. Unfortunately, the first three wells were acidic. The succeeding two big hole wells were noncommercial **most** probably due to the fish left in hole. **Thus, it was a must** that the **next** wells drilled should attain the geologic objectives to **maximize steam** production and ensure **steam** availability for the power plant **at** the shortest time possible.

It was at this stage **that** the **next** five holes were successfully drilled **by** two different rigs. Wells MG-27D, MG-28D, MG-29D, MG-30D and MG-31D were able to **attain all** of its geologic objectives and 100% successfully execute the drilling program. All wells were drilled **as** big holes.

6.1 Modified Well Design Parameters and Hydraulics Program

The **first** key to successful drilling in Mahanagdong was to identify the likely causes **of** hole problems **that** led to premature TD of the wells. Next was to find solutions and accept the geologic and drilling limitations in the sector.

Prior to these five wells, data shown in Table 3 indicate that a total target depth of 2300 meters to 2450 **meters** is achievable. It was therefore safe to assume another 100 meters extension up to a maximum target depth of 2500 meters is likewise attainable. **Thus**, the programmed target depths for the five wells mentioned above **range from 2400 meters to 2500 meters**.

The **length of** the open hole section, **as much as** possible was **minimized**

The **number of** target structures in the open hole **section** were limited to three.

Program drift angles were **minimized** and designed to be less than 35°. Although there was no substantial evidence **of** drift angles relating to drilling problems, we did not **discount** the fact that the wells drilled by PNOC-EDC **during the first** half of the **1980's** were quite successful. What **these** wells had in common were fairly **low** drift angles in the range of 25° to 35°.

Similarly, the argument above holds for the hydraulics program **applied**. Low pumping rates were used in the succeeding wells. Once in the open hole, a very conservative drilling approach **was** adapted by the drilling personnel. Since it **has** been **defined** that **structures** had limited **ability to** accept **cuttings**, once drilling rates **came** fast, **as much as** possible, penetration rates were held **at** a maximum of one single **or nine meters per** hour. The **use of mud** sweeps were increased to possibly suspend **cuttings** and arrest **back flows** from loss zones. The early identification of this hole cleaning problem by site **staff** has been **critical** in the success of implementing such hydraulics program. In both MG-27D and MG-28D, tight holes were encountered **as** early **as** three hundred meters before their respective total depths were **attained**. Liberal use of **mud** sweeps were made and reaming was conducted after making 30-50 meters of hole.

6.2 Use of Two-Liner System

With the concept **that structures** in the **sector** had limited ability to accept **cuttings**, an innovative **solution** was presented, executed and eventually resolved the Mahanagdong enigma. **This is done after setting the** production casing **shoe and** bottoming out the first target structure, by running solid 9 5/8" blank liners to temporarily isolate the first massive loss zone. The **last two** joints of the solid liners are **cemented** in place to prevent the bottom portion of the liner string **from** unscrewing. **By** temporarily "**casing off**" the first permeable zone, circulation is regained thereby ensuring **effective** hole cleaning **with mud until the next** permeable zone is encountered. With the fractured permeable **formation** cased-off, potential collapsing **formation is isolated**, and possible collapse are **stabilized** because **of** the presence **of the** hydrostatic head of the **mud**. Moreover, by **casing-off of** the first loss zone, possible re-entry of **cuttings** into the well **is arrested and mechanical** disturbance of the wellbore **is minimized**. **It was** therefore, more re-assuring to proceed drilling to

programmed target depth. Furthermore, after completion of the well in the 8 1/2" hole, if the discharge results prove to be sub-commercial, there is an option to perforate the liner for additional production. This approach has proven to be quite successful.

The successful application of this technique is best demonstrated in the following hvo completed wells at the MG-DL pad in Mahanagdong B sector:

MG-27D

MG-27D is a large-diameter in-fill well designed to intersect three structures and has a target depth of 2500 meters. After setting the 13 3/8" PCS at 1228 m, the first fault, Lumpag A was intersected between 1314-1476 m characterized by drilling breaks and fast ROPs. PLCs of 6-8.5 bpm were experienced from 1367 m then followed by TLC at 1400 m to 1457 m. Circulation was however, regained at 1457 m by continuous addition of LCM and later stabilized with a loss rate of 1-6 bpm.

The well entered the second structure, Ewes fault from 1571-1757m and was likewise characterized by ROPs of 11-20 mph and drilling break at 1578 m. This was accompanied by a TLC at 1571 m and from which blind drilling commenced. The bottoming out of the fault was interpreted by the observed decrease in ROP from 1757-1835 m of 4-7 mph. The 9 5/8" blank liner was run and landed at 1835 m.

Total loss circulation was immediately encountered below the 9 5/8" shoe and drilling proceeded until the welltrack was able to intersect the last structure, North Mamban fault from 2049-2301 m which was characterized by drilling breaks and continuous pressure drops at bottom. The hole was TD'ed 100 m off target due to persistent tight hole situation largely due to insufficient hole cleaning. Completion tests confirmed three permeable horizons coincident to the fault intersections at 2000-2050 m, 2100-2175 m, and 225 m. Injectivity tests measured an index of 27.3 l/s-MPa at vacuum condition.

MG-28D

Well MG-28D was designed to intersect for production three faults and complete drilling at a final depth of 2500 m. When the 13 3/8" PCS was set at 1271 m, intermittent PLCs occurred from 1427-1522 m (ROPs of 6-10 mph) and from which blind drilling started. The losses were attributed to the intersection with Malitbog fault which was inferred to have been bottomed at 1610 m based on the decrease of ROP from 6 to 4 mph.

The 9 5/8" blank liner was set at 1841 m to case off the Malitbog fault temporarily. The entry into the next fault, Lumpag A was interpreted at 1855 m based on a drilling break and TLC at 1859 m. Circulation was partially regained with 2-5 bpm until 1888m when finally a TLC occurred and blind drilling commenced. At this section was interpreted the permeable intersection with Ewes fault characterized by fast ROPs of 8-25 mph. The well was TD'ed at 2395 m after encountering persistent tight holes, obstructions and a stuck pipe incident. Completion tests detected multiple permeable zones at 1841-1950 m, 1975-2025 m, 2075-2150 m, and 2250-2350 m within the interpreted fault intercepts. Injectivity index was 32.8 l/s-MPa at vacuum wellhead condition.

Table 5 reflects the improvement in duration of drilling days and the target depths attained using the hvo-liner system. The productivity of each well will be determined when each well will finally be subjected to discharge tests.

7.0 CONCLUSIONS AND RECOMMENDATIONS

Hole problems encountered in Mahanagdong wells were related to the limited ability of the loss zones to accept cuttings. Despite the premature TD of the wells due to persistent problems, the drilling of the last five production wells using the two-liner design has been successful in intersecting the major targeted producing zones. It is anticipated that these wells will contribute significantly to the steam supply for the project.

Table 5. 1996 LGPP Drilling Performance.

SECTOR	WELL NAME	DRILLING DAYS		VAR.	DATE		TYPE	TOTAL DEPTH			DRIFT ANGLE		RIG	PAD			
		PROGRAM	ACTUAL		SPUDDED	COMPLETED		mMD	mTH	mMD	mTH	ACTUAL			PROG	ACT	
MAHANAGDONG	MG-24D	65	114	49	28-Sep-95	22-Jan-96	BH	2650	2237	1250	2824	2468	1270	38	30	ESSAR	MGDL/4
	MG-25D	68	114	46	31-Dec-95	22-Apr-96	SH	2500	2327	804	1998	1852	629	25	24	P225	MG5D/5
	MG-2D	11	8	-3	27-Jan-96	3-Feb-96	WC				2211	2010	810		30	RIG 9	MG2D/1
	MG-8RD	70	62	-8	1-Mar-96	9-May-96	SH	2500	2280	933	2058	1894	707	23	26	ESSAR	MGRDIB/5
	MG-26D	69	83	14	24-Jan-96	15-Apr-96	SH	2600	2336	1087	1843	1672	717	28	26	RIG 6	MGDL/3
	MG-16D	20	24	4	27-Mar-96	19-Apr-96	WO				2294	2014	952		34	ESSAR	MG2D/4
	MG-27D*	69	71	2	21-Apr-96	1-Jul-96	BH	2400	2112	1040	2301	1936	1112	32	36	ESSAR	MGDL/B
	MG-28D*	70	70	0	20-May-96	28-Jul-96	BH	2500	2336	751	2395	2231	714	25	27	ESSAR	MGDL/A
	MG-29D*	70	77	7	11-Jul-96	26-Sep-96	BH	2500	2280	948	2400	2176	921	26	29.5	ESSAR	MGDL/C
	MG-30D*	77	63	-14	3-Jul-96	5-Oct-96	BH	2450	2283	814	2443	2280	799	24	24	P225	MGDL/1
	MG-31D*	74	81	7	9-Oct-96	29-Dec-96	BH	2350	2134	821	2287	2081	806	31	29	P225	MGDL/2
	MG-9RD	70	55	-15	7-Oct-96	1-Dec-96	BH	2500	2419	497	2289	2140	570	20	22	ESSAR	MGRDB/6

LEGEND :

- BH = Big Hole
- SH = Slim Hole
- STD = Standard
- WL = Wellhead Lowering
- ACD = Acidizing
- WO = Workover
- STH = Standard Hole

Following are the recommendations for future wells to be drilled in the Mahanagdong **sector**:

- Limit programmed target depth to a maximum of **2500** meters
- Minimize the length of the open hole section between 1000-1300 meters
- Limit the number of target structures in the open hole **section** to a maximum of three
- Limit the **drift** angle of the well to less than 35°
- Use lower pumping rates of **drilling fluids** sufficient to maintain an annular velocity of 115-120 ft/sec
- Increase the frequency and volume of mud **sweeps** in the open hole at the initial sign of tight hole conditions **under** blind drilling
- Conduct regular **wiper** trips to ensure the hole is clean, **especially** just before intersecting a structure
- Assign experienced drilling and geologic **staff** familiar **with** the signature of the problems while drilling the open hole section of the **n-ell**
- Use of **hvo-liner system**

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