

Assessment of Undiscovered Oil and Gas Resources in the Spraberry Formation of the Midland Basin, Permian Basin Province, Texas, 2017

Using a geology-based assessment methodology, the U.S. Geological Survey estimated mean resources of 4.2 billion barrels of oil and 3.1 trillion cubic feet of gas in the Spraberry Formation of the Midland Basin, Permian Basin Province, Texas.

Introduction

The U.S. Geological Survey (USGS) completed a geology-based assessment of undiscovered, technically recoverable continuous and conventional oil and gas resources in the Spraberry Formation within the Midland Basin of the Permian Basin Province in west Texas. Historically, the Spraberry Formation has been exploited primarily through vertical drilling, and continual increase in drilling depths and perforations within both the Spraberry Formation and the underlying Wolfcamp shale has resulted in the development of the informal Wolfberry play across the Spraberry (trend area) field (Hamlin and Baumgardner, 2012; Railroad Commission of Texas, 2014). The Spraberry was last assessed in 2007 based on historical production from vertical wells (Schenk and others, 2007). Since 2007, multiple intervals within the Spraberry have been targeted with horizontal drilling.

Geologic Summary

The Lower Permian (Leonardian) Spraberry Formation primarily consists of interbedded sandstone, siltstone, carbonate, and organic-rich shale, which were deposited in a deepwater marine environment in the Midland Basin. The Midland Basin is the eastern subbasin of the greater Permian Basin and is rimmed by carbonate platforms such as the Central Basin platform, Eastern shelf, and Northern shelf (fig. 1). The Spraberry Formation is informally divided into the upper, middle, and lower Spraberry intervals (Hamlin and Baumgardner, 2012). In the southern part of the basin, production from continuous reservoirs is extensive across the greater Spraberry (trend area) field. In the northern section of the basin, conventional Spraberry production occurs where multiple intervals of the Spraberry Formation and the underlying Dean Formation are productive from discrete fields.

Total Petroleum System and Assessment Units

Two continuous and one conventional assessment units (AUs) were defined and quantitatively assessed for the Spraberry Formation in the Midland Basin: (1) Middle Spraberry Continuous Oil Trend AU, (2) Lower Spraberry Continuous Oil Trend AU, and (3) Northern Spraberry Conventional Oil AU (fig. 1). All three assessment units are within the Permian Basin Paleozoic Composite Total Petroleum System (Schenk and others, 2007; Gaswirth and others, 2016). The two continuous AUs are identical in extent and are bounded to the west by the Central Basin platform, to the east by the Eastern shelf basin margin, to the north by the approximate southern edge of the Horseshoe atoll and to the south by the Val Verde Basin (Schenk

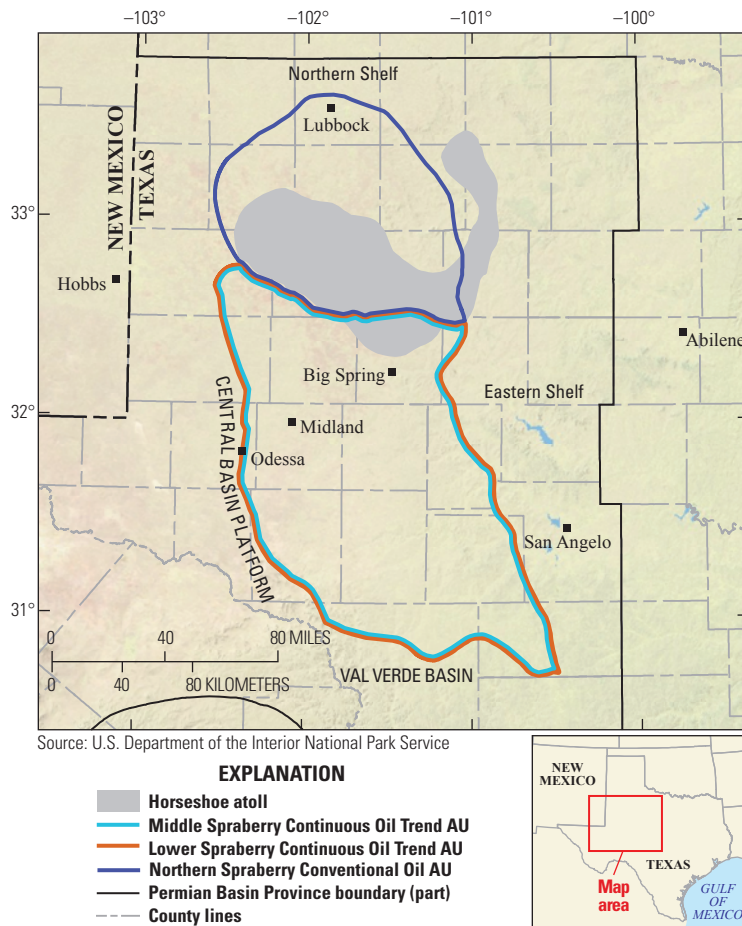


Figure 1. Map showing key geologic features and the boundaries of the continuous and conventional assessment units (AUs) defined for the Spraberry Formation in the Midland Basin, Permian Basin Province, Texas. The two continuous AUs are identical in extent.

and others, 2016). The Middle Spraberry Continuous Oil Trend AU covers the interval of the informal middle Spraberry. The Lower Spraberry Continuous Oil Trend AU consists of strata of the informal lower Spraberry interval and includes the industry-termed (informal) lower Spraberry shale and Jo Mill siltstone. The Northern Spraberry Conventional Oil AU encompasses the entire Spraberry Formation across the Horseshoe atoll and into the northern part of the basin where conventional Spraberry fields exist. The conventional AU is bounded by the shelf margins of the Midland Basin to the north and east and includes the extent of Spraberry drilling to the west. Key input data used to assess the Spraberry Formation are listed in table 1.

Undiscovered Resources Summary

The USGS assessed undiscovered, technically recoverable continuous and conventional mean oil and gas resources for three AUs defined in the Spraberry Formation (table 2). Total estimated mean resources are 4,245 million barrels of oil (MMBO), or 4.2 billion barrels of oil, with an F95–F5 range from 1,873 to 7,635 MMBO; 3,112 billion cubic feet of gas (BCFG), or 3.1 trillion cubic feet of gas, with an F95–F5 range from 1,080 to 6,200 BCFG; and 311 million barrels of natural gas liquids (MMBNGL) with an F95–F5 range from 100 to 652 MMBNGL. The majority of these resource estimates are within the two continuous AUs. Mean resources of 5 MMBO with an F95–F5 range from 3 to 10 MMBO and 3 BCFG with an F95–F5 range from 1 to 5 BCFG are attributed to the Northern Conventional Spraberry Oil AU.

Table 1. Key assessment input data for the three assessment units in the Spraberry Formation, Texas.

[AU, assessment unit; %, percent; EUR, estimated ultimate recovery per well; MMBO, million barrels of oil. EUR, well drainage area, and success ratios are defined partly using U.S. shale-oil analogs. The average EUR input is the minimum, median, maximum, and calculated mean. Shading indicates not applicable]

Assessment input data	Middle Spraberry Continuous Oil Trend AU				Lower Spraberry Continuous Oil Trend AU			
	Minimum	Mode	Maximum	Calculated mean	Minimum	Mode	Maximum	Calculated mean
Potential production area of AU (acres)	2,315,000	4,200,000	6,215,000	4,243,333	2,315,000	4,200,000	6,215,000	4,243,333
Average drainage area of wells (acres)	80	160	240	160	60	80	240	127
Success ratios (%)	80	90	95	88.3	80	90	95	88.3
Average EUR (MMBO)	0.08	0.12	0.3	0.130	0.1	0.17	0.3	0.176
AU probability	1.0				1.0			
Assessment input data	Northern Spraberry Conventional Oil AU							
	Minimum	Median	Maximum	Calculated mean				
Number of undiscovered fields	1	4	10	4.19				
Sizes of undiscovered fields (MMBO)	0.5	1	10	1.27				
AU probability	1.0							

Table 2. Assessment results for three assessment units in the Spraberry Formation, Texas.

[MMBO, million barrels of oil; BCFG, billion cubic feet of gas; NGL, natural gas liquids; MMBNGL, million barrels of natural gas liquids. Results shown are fully risked estimates. For gas accumulations, all liquids are included in the NGL category. F95 represents a 95-percent chance of at least the amount tabulated; other fractiles are defined similarly. Fractiles are additive under the assumption of perfect positive correlation. Shading indicates not applicable]

Total petroleum system and assessment units (AUs)	AU probability	Accumulation type	Total undiscovered resources											
			Oil (MMBO)				Gas (BCFG)				NGL (MMBNGL)			
			F95	F50	F5	Mean	F95	F50	F5	Mean	F95	F50	F5	Mean
Permian Basin Paleozoic Composite Total Petroleum System														
Middle Spraberry Continuous Oil Trend AU	1.0	Oil	632	1,352	2,593	1,447	366	959	2,100	1,061	34	93	222	106
Lower Spraberry Continuous Oil Trend AU	1.0	Oil	1,238	2,593	5,032	2,793	713	1,841	4,095	2,048	66	180	429	205
Total undiscovered continuous resources			1,870	3,945	7,625	4,240	1,079	2,800	6,195	3,109	100	273	651	311
Northern Spraberry Conventional Oil AU	1.0	Oil	3	5	10	5	1	2	5	3	0	0	1	0
Total undiscovered conventional resources			3	5	10	5	1	2	5	3	0	0	1	0
Total undiscovered resources			1,873	3,950	7,635	4,245	1,080	2,802	6,200	3,112	100	273	652	311

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For More Information

Assessment and methodology information can be accessed at the USGS Energy Resources Program website at <https://energy.usgs.gov>.