

OGC Applied Technology and Innovation Center (ATIC)

Gulf coast Conference October 17th, 2012



WHEN YOU NEED TO BE SURE



- Assure competitive advantage through *market driven* technological innovation:
 - Enhance the depth, width and competitiveness of our service offering
 - Focus on "Applied Technology" rather than pure "Blue Sky" research responsive to client and industry specific needs
 - With aim to generate solutions:
 - with important revenue potential
 - delivering cost reduction and efficiency enhancements

TECHNOLOGICAL INNOVATION – INNOVATION CYCLE FROM OPPORTUNITY TO SOLUTION



SGS



TECHNOLOGICAL INNOVATION – TRACK RECORD

- SGS in-house developed technologies
 - Allowed us to enter a mature market long dominated by major Oil Services houses
 - Set us apart from competition with services that others currently can not match
 - Increased our visibility and reputation with major oil companies
- Portable Analytical Laboratories (PAL)
 - Revenue USD 1.0 1.5 Mio/yr/unit 15 units built
- MiniPVT® backbone of PVT both for PAL and Land based Laboratories
 - Cost reduction of USD 600k compared to available commercial units (e.g. VINCI) – Units used in Malaysia, Dubai, Columbia, Brazil, Mexico and USA
- AutoGOR, game changer for well testing and allocations through "real time", on-site analysis
- GC/GOR System mainstay of analytical capabilities for PAL, Rapid Deployment Kit (RDK) and Land based Laboratories.



TECHNOLOGICAL INNOVATION – ESTABLISHED TRACK RECORD

- SGS in-house developed technologies
 - Allowed us to enter a mature market long dominated by major Oil Services houses
 - Set us apart from competition with services that others currently can not match
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- Portable Analytical Laboratories (PAL)
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- MiniPVT® backbone of PVT both for PAL and Land based Laboratories
 - Cost reduction of USD 600k compared to available commercial units (e.g. VINCI) – Units used in Malaysia, Dubai, Columbia, Brazil, Mexico and USA
- AutoGOR, game changer for well testing and allocations through "real time", on-site analysis
 - Cost of USD 200k/unit, incremental revenue potential of USD 10 20 Mio/yr (internal) potential for licensing and support to companies such as Halliburton and Baker potential unknown at this time.
- GC/GOR System mainstay of analytical capabilities for PAL, Rapid Deployment Kit (RDK) and Land based Laboratories.
 - Cost of USD 60k/unit incremental revenue potential of USD 250k/yr ~ 20 units now in service in PAL, RDK and fixed labs



Drivers and Objectives

- Decision was made in 2006 that SGS should "take the laboratory to the field"
- To accomplish such SGS had to develop or adopt technologies that produce laboratory quality data in remote and harsh environments.
- Systems had to be user friendly, truly portable or transportable, conform to published methods, and highly accurate
- The fundamentals of Upstream analyses rely on the following tests
 - 1. Gas analysis Extended Natural Gas (C1 to C15 + inert gases) GPA 2186
 - 2. Liquids analysis Extended Compositional Analysis (C1 to C35 plus C36+) GPA 2286*
 - 3. Ability to analyze High Pressure (20,000 psi), High Temperature Fluids (~350F)
 - 4. Determine live fluid densities, Gas to Oil Ratios (GOR) Fluid shrinkage, and bubble point
 - 5. Cover a range of fluids i.e. Rich & Lean Gases, Condensates, Black Oils and Heavy Oils
- Being Hydrocarbons, Gas Chromatography is the fundamental to the to Characterization of fluids
- So the quest began!!



Where the path led us

- Basic requirements
 - 1. Small and truly portable
 - 2. Fast
 - 3. Accurate
 - 4. Robust
 - 5. User friendly
 - 6. Reasonable Cost with respect to performance.
- Existing Mico GCs' Fell short of the mark due to
 - 1. Fragility
 - 2. Memory Effects
 - 3. Matrix Effects
 - 4. Costly to Repair
 - 5. Limited Range
 - 6. Suited to gases only
 - Find an Alternative or default to laboratory instruments



Then Along Came Falcon

- Basic requirements met
 - 1. Small and truly portable
 - 2. Fast
 - 3. Accurate
 - 4. Robust
 - 5. User friendly
 - 6. Reasonable Cost with respect to performance.
- Qualities that set them apart from the Competition
 - 1. Thermal Conductivity and Flame Ionization Detectors
 - 2. True low discrimination Splitter
 - 3. Suited for both syringe and valve injections
 - 4. Only Micro capable of analyzing complex liquid matrixes
 - 5. Simple to operate
 - 6. Methods are in true conformance with published methods

