

Assessment of Continuous Oil and Gas Resources in the Duvernay Formation, Alberta Basin Province, Canada, 2018

Using a geology-based assessment methodology, the U.S. Geological Survey estimated undiscovered, technically recoverable mean resources of 1.3 billion barrels of oil and 22.2 trillion cubic feet of gas in the Duvernay Formation of the Alberta Basin Province, Canada.

Introduction

The U.S. Geological Survey (USGS) quantitatively assessed the potential for undiscovered, technically recoverable continuous (unconventional) oil and gas resources in the Late Devonian Duvernay Formation of the Alberta Basin Province in Canada (fig. 1). The Duvernay Formation represents transgressive basinal shales deposited in oxygen-deficient, relatively shallow (100 meters or less) water adjacent to similar-age carbonate platform and fringing reefs of the Leduc Formation (Dunn and Humenjuk, 2014; Fothergill and others, 2014). In the Late Devonian, carbonate platforms and adjacent basins were located along the passive western margin of North America with open-marine conditions to the west. From the Carboniferous through the Triassic, subduction and collision of several terranes along the western margin of North America resulted in a long period of uplift, erosion, or nondeposition. The formation of an east-verging fold and thrust belt and foreland basin in the Late Jurassic and its continued development into the Late Cretaceous through Paleogene provided the necessary burial for adequate thermal maturity for oil and gas generation (Fowler and others, 2001). Since the Eocene, the basin has uplifted and eroded.

Total Petroleum System and Assessment Units

The USGS defined a Duvernay Total Petroleum System (TPS) and assessed potential continuous oil and gas resources within this TPS. The Duvernay Formation consists of dark, bituminous, organic-rich lime mudstones that form an important petroleum source rock for conventional oil and gas accumulations (Switzer and others, 1994). Shales of the Duvernay Formation contain Type II organic matter, have organic carbon contents of as much as 20 weight percent, have hydrogen index values of as much as 600 milligrams of hydrocarbon per gram of organic carbon, are overpressured (up to 0.84 pounds per square inch per foot), and can be as much as 70 meters thick (Fowler and others, 2001; Chen and Jiang, 2016; Davis and others, 2016). Duvernay Formation oils are generally low in sulfur (less than 0.5 percent), but gas from the Duvernay Formation can contain several percent of hydrogen sulfide (Van de Wetering and others, 2015). Thermal maturity maps show that shales in the eastern part of the basin are thermally immature, but shales in the western part are thermally mature for oil and gas generation (Stoakes and Creaney, 1984). Burial in the foreland basin during the Late Cretaceous through Paleogene was sufficient to have thermally matured organic matter in these shales (Fowler and others, 2001; Machel and others, 2012).

The geologic model for the Duvernay TPS is for oil and gas to have been generated from Late Devonian source rocks primarily because of Late Cretaceous-Paleogene foredeep burial. Oil and gas were partially retained within the Duvernay Formation shales following generation and migration of oil and gas into conventional carbonate traps. For this study, the Duvernay Shale Oil Assessment Unit (AU) and North Duvernay Shale Oil AU were defined to encompass areas of shale within the oil-generation window, and the Duvernay Shale Gas AU was defined to include the area potentially within the gas-generation window. Uncertainty in the

assessment is related to the thermal maturity boundaries as mapped and to the retention of oil and gas within Duvernay Formation shales.

Assessment input data are summarized in table 1. Input data for drainage areas, success ratios, and estimated ultimate recoveries are guided by geologic analogs in the United States.

Undiscovered Resources Summary

The USGS quantitatively assessed continuous oil and gas resources in three assessment units (table 2) in the Duvernay Formation of the Alberta Basin Province, Canada. For undiscovered, technically recoverable continuous oil and gas resources, the estimated mean cumulative resources are 1.347 million barrels of oil (MMBO), or 1.3 billion barrels of oil, with an F95-F5 fractile range from 303 to 2.946 MMBO; 22.238 billion cubic feet of gas (BCFG). or 22.2 trillion cubic feet of gas (TCFG), with an F95-F5 fractile range from 5,196 to 47,154 BCFG; and 874 million barrels of natural gas liquids (MMBNGL) with an F95-F5 fractile range from 190 to 1,947 MMBNGL.

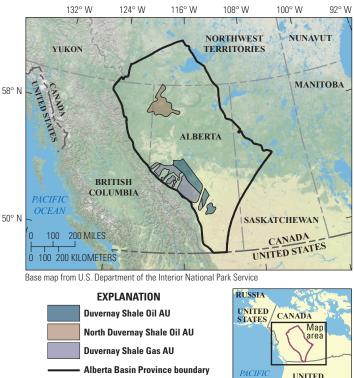


Figure 1. Map showing the three continuous assessment units (AUs) in the **Duvernay Formation of the Alberta Basin** Province, Canada. Province boundary is from Klett and others, 1997.



Alberta Basin Province boundary is shown in plum.

Table 1. Key input data for three continuous assessment units (AUs) in the Duvernay Formation of the Alberta Basin Province, Canada.

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

Assessment input data—Continuous AUs		Duvernay	Shale Oil AU		North Duvernay Shale Oil AU					
	Minimum	Mode	Maximum	Calculated mean	Minimum	Mode	Maximum	Calculated mean		
Potential production area of AU (acres)	1,000	3,230,000	6,460,000	3,230,333	1,000	2,634,500	5,269,000	2,634,833		
Average drainage area of wells (acres)	120	180	240	180	120	180	240	180		
Success ratio (%)	10	70	90	56.7	10	50	90	50		
Average EUR (MMBO)	0.03	0.08	0.2	0.086	0.02	0.06	0.15	0.064		
AU probability	1.0				1.0					
		Duvernay	Shale Gas AU							

	Duvernay Shale Gas AU									
Assessment input data—Continuous AU	Minimum	Mode	Maximum	Calculated mean						
Potential production area of AU (acres)	1,000	4,185,000	8,214,000	4,133,333						
Average drainage area of wells (acres)	80	120	160	120						
Success ratio (%)	10	70	90	56.7						
Average EUR (BCFG)	0.1	1	2	1.036						
AU probability	1.0									

Table 2. Results for three continuous assessment units (AUs) in the Duvernay Formation of the Alberta Basin Province, Canada.

[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. 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
Duvernay Total Petroleum System														
Duvernay Shale Oil AU	1.0	Oil	198	776	1,901	876	289	1,149	2,903	1,313	11	45	121	52
North Duvernay Shale Oil AU	1.0	Oil	105	409	1,045	471	152	607	1,590	706	3	12	33	14
Duvernay Shale Gas AU	1.0	Gas					4,755	18,254	42,661	20,219	176	707	1,793	808
Total undiscovered continuous resources			303	1,185	2,946	1,347	5,196	20,010	47,154	22,238	190	764	1,947	874

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For More Information

Assessment results are also available at the USGS Energy Resources Program website at https://energy.usgs.gov.

Duvernay Formation Assessment Team

Christopher J. Schenk, Tracey J. Mercier, Marilyn E. Tennyson, Phuong A. Le, Michael E. Brownfield, Kristen R. Marra, Stephanie B. Gaswirth, Heidi M. Leathers-Miller, and Ronald M. Drake II