KRYPTOSPHERE Technology: Latest Developments

Terry Palisch
Global Engineering Advisor





Outline

- KRYPTOSPHERE Technology
- 2015 Developments
- KRYPTOSPHERE LD
- Summary

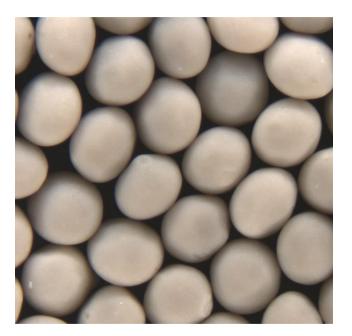
The pinnacle of proppant technology





KRYPTOSPHERE: Precision-engineered Proppant

- Size
- Shape
- Strength
- Increased Conductivity
- Increased Durability
- Increased Production
- Increased ROI



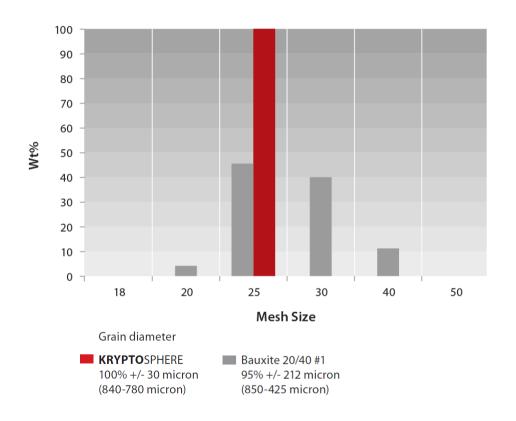
Actual proppant grains



Uniform Size

 Single mesh proppant manufactured at any size required for your well conditions



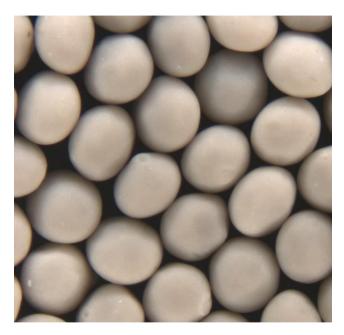




Superior Shape



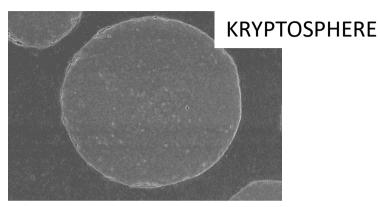
Bauxite 20/40

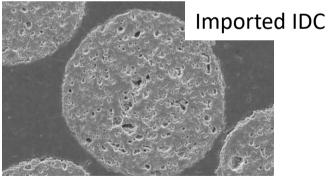


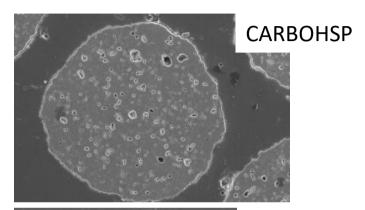
KRYPTOSPHERE HD 25

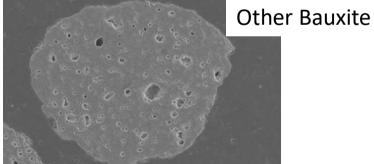


Exceptional Microstructure (Strength)





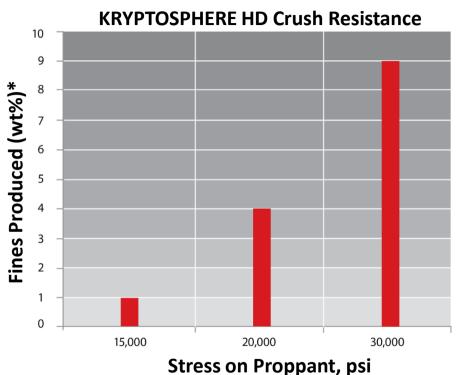






Higher Strength

 KRYPTOSPHERE technology yields proppant with exceptional strength

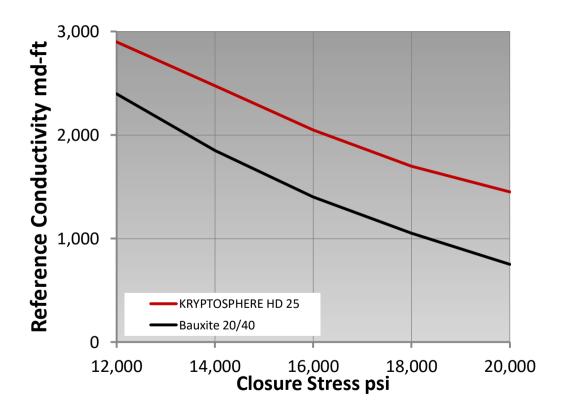


*20/40 Screen



Unmatched Conductivity

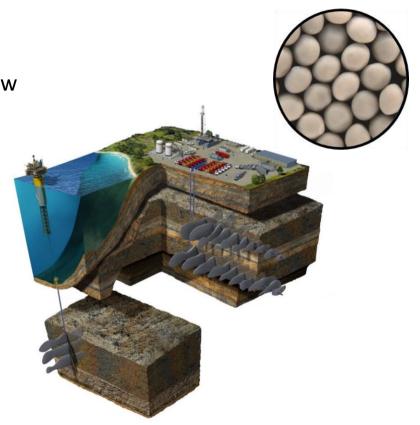
 20-100% more baseline conductivity at high stresses





Additional Benefits of KRYPTOSPHERE Technology

- Lower Beta
 - Lower pressure drop due to non-Darcy flow
- More resistant to stress cycling
 - More durable
- More acid resistant
 - More durable
- Lower erosivity
 - Less equipment wear





Recent Developments – Improved KRYPTOSPHERE HD

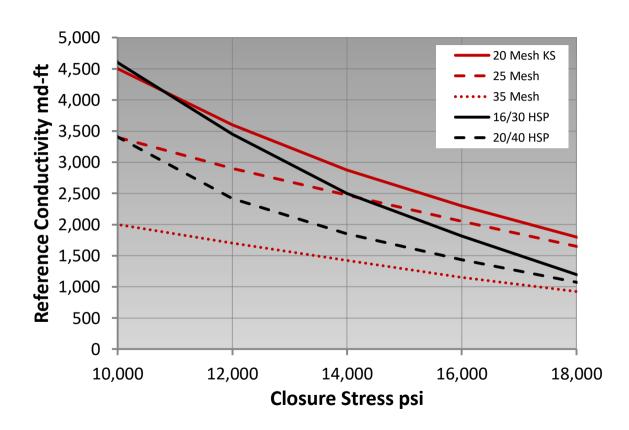
- Comparable density to bauxite
- Higher conductivity at 12k – 16k psi
- Replaces bauxite at all stresses

Property	Original 25 Mesh HD	<u>Improved</u> 25 Mesh HD	Standard 20/40 HSP
ASG (g/cc)	3.8	3.47	3.55
BD (g/cc)	2.34	2.06	2.0
Conductivity (md-ft)			
12k psi	2600	2900	2400
14k psi	2250	2475	1800
16k psi	1950	2050	1450
18k psi	1675	1650	1075
Crush (%)			
15k psi	1%	1%	5%
20k psi	3%	4%	8%



Recent Developments – Additional Sizes

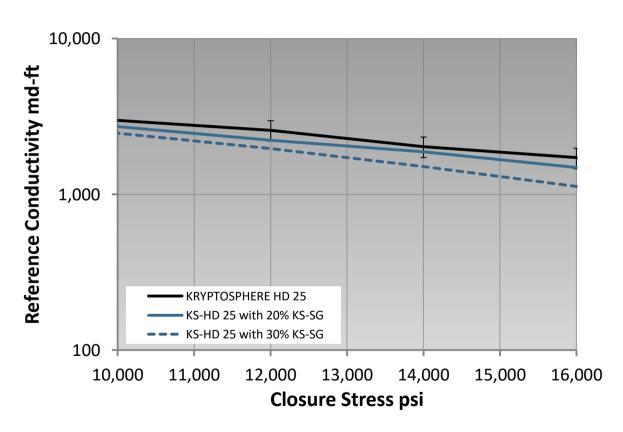
- 20, 25 & 35 Mesh
 KRYPTOSPHERE HD
- Outperforms comparably sized bauxite proppant





Recent Developments – Incorporated into SCALEGUARD

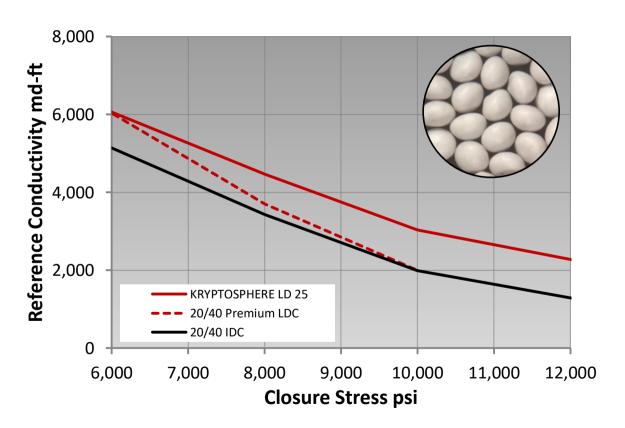
- Scale inhibition for several years in GOM application
- No impact to conductivity
- Blended prior to loading on stimulation boat
- Projected to inhibit several million barrels of water





Recent Developments – KRYPTOSPHERE LD

- Low Density (2.75 ASG)
- 18, 25 & 35 Mesh
- Replaces standard LD and ID ceramic proppant, and in some cases HDC



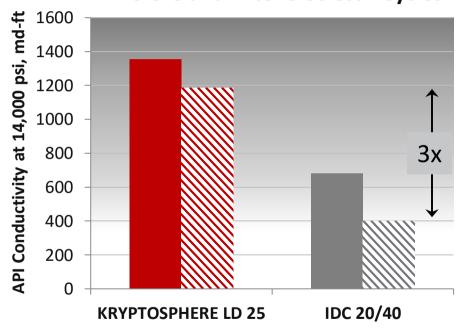


More Resistant to Cycling = More Durable

 3x more conductive at 14,000 psi after cycling compared to intermediate density ceramic proppant



Conductivity Before and After 5 Stress *Cycles



*14,000 - 6,000 - 14,000 psi

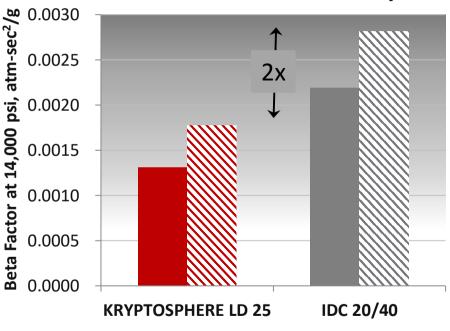


Lower Beta Factor = Lower Pressure Drop

 50% lower beta factor at 14,000 psi after cycling compared to intermediate density ceramic proppant



Beta Factor Before and After 5 Stress *Cycles



*14,000 - 6,000 - 14,000 psi



Field Proven

- KRYPTOSPHERE HD
 - GOM

- KRYPTOSPHERE LD
 - Significant interest in several basins







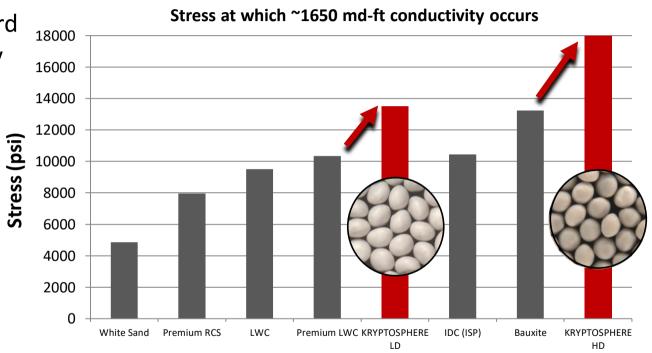
Summary

- KRYPTOSPHERE is the next generation in proppant technology
- Superior shape, uniform size and exceptional microstructure
- Highest EUR, Production & IRR **Highest Conductivity** Ultra-high strength KRYPTOSPHERE Mono-size and spherical Ultra-conductive ceramic High strength Tier 1 Regular size and shape High conductivity ceramic Medium strength Tier 2 Irregular size Medium conductivity and shape resin-coated sand Low strength Tier 3 Low conductivity sand
- HD for high stress applications and LD for low and moderate stress regions
- Lower beta, lower erosivity, more acid resistant and more durable and standard LDC and IDC proppant
- Field proven technology
- Leads to increase production, recovery and maximizes return on investment



Step Change in Performance – The Next Generation in Proppant

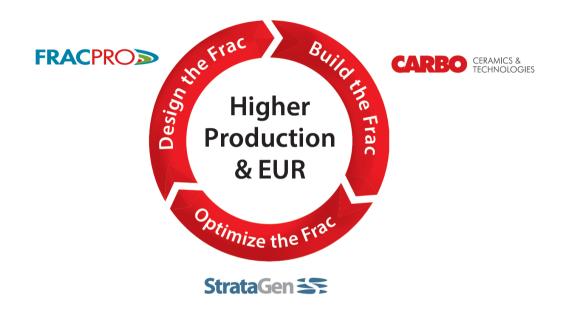
 Outperforms standard proppant technology



20/40 (& 25 Mesh) Products



Thank You!



Questions?

