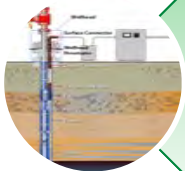


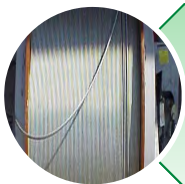
USING GEOTHERMAL ENERGY TO POWER SUB-SURFACE PUMPS



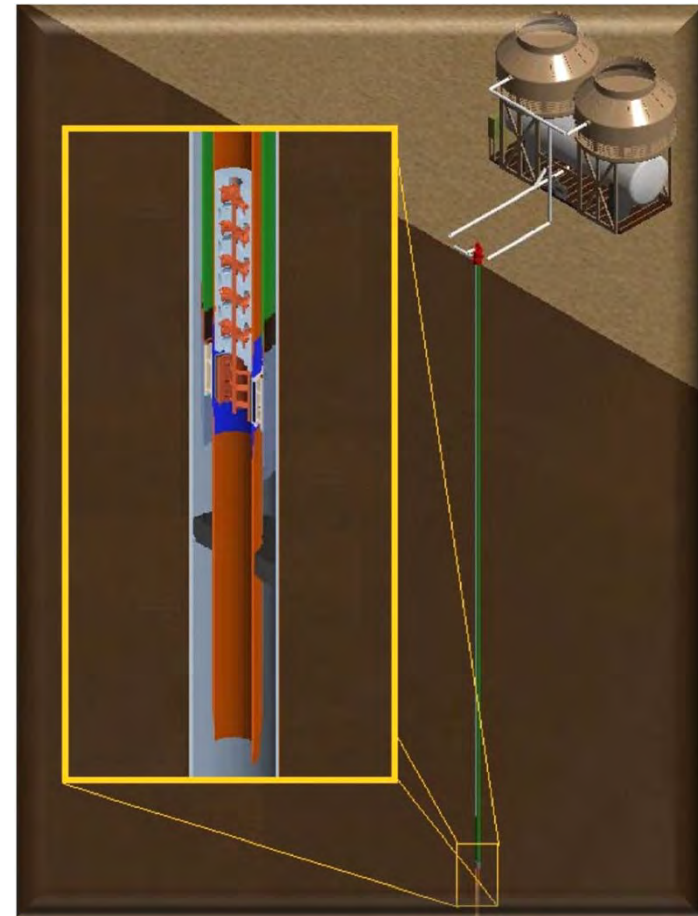
EFFICIENT ALTERNATIVE TO TRADITIONAL PUMPS FOR HIGHER-TEMP CONDITIONS



NO SHAFTS, RODS OR ELECTRICAL CABLES NEEDED



WIRE LINE RETRIEVABLE PUMP FOR EASY SERVICING



SMU GEOTHERMAL LAB CONFERENCE -
GEOTHERMAL ENERGY AND WASTE HEAT TO
POWER: UTILIZING OIL & GAS PLAYS

MARCH 12-14, 2013



PRESENTED BY:

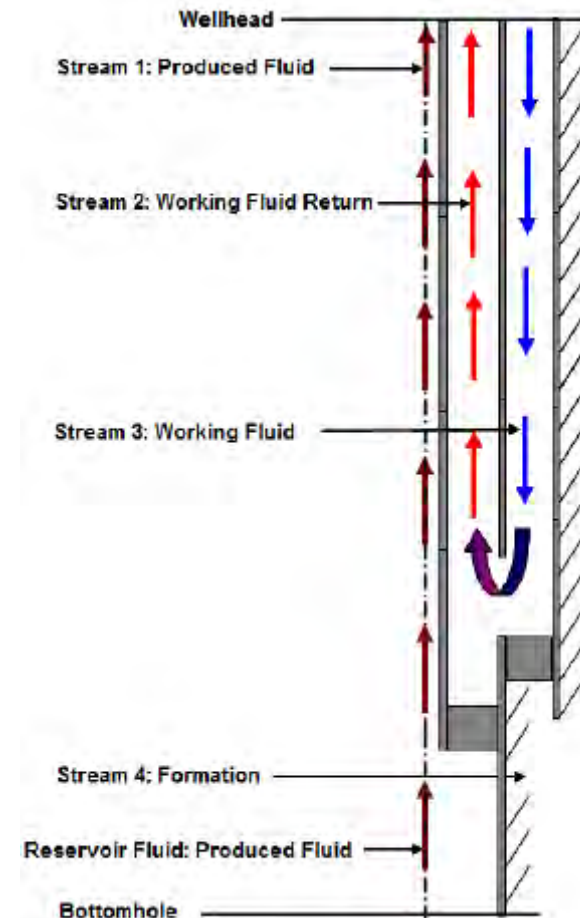
MICHAEL PIERCE

ANGEL SANCHEZ

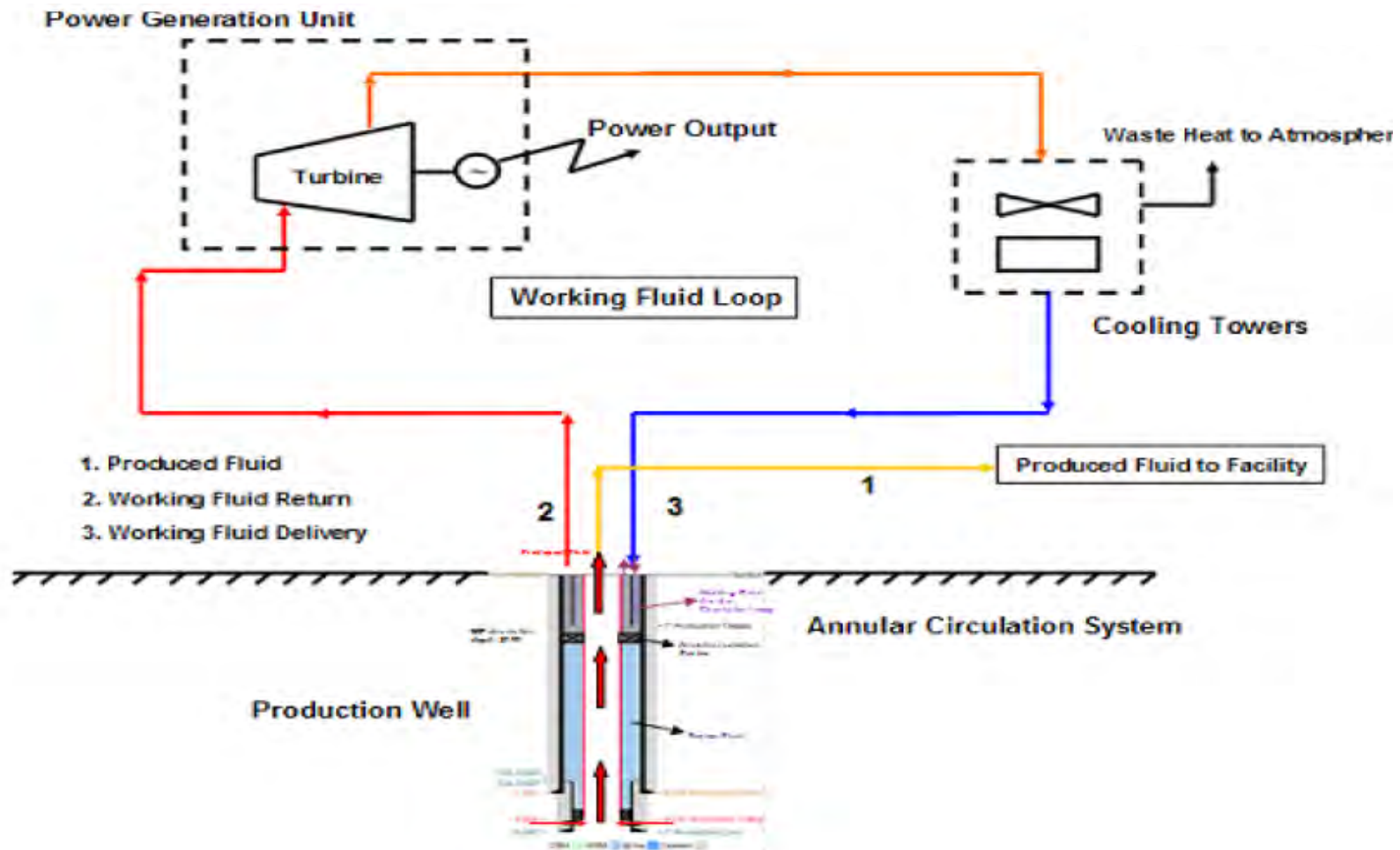
BLADE ENERGY 2011 SMU & GRC PRESENTATIONS

- ANNULAR CIRCULATION CO-PRODUCTION (ACC) SYSTEM
- TRANSFER HEAT FROM PRODUCTION STREAM TO WORKING FLUID IN WELLBORE
- USE WORKING FLUID VAPOR TO GENERATE POWER ON SURFACE

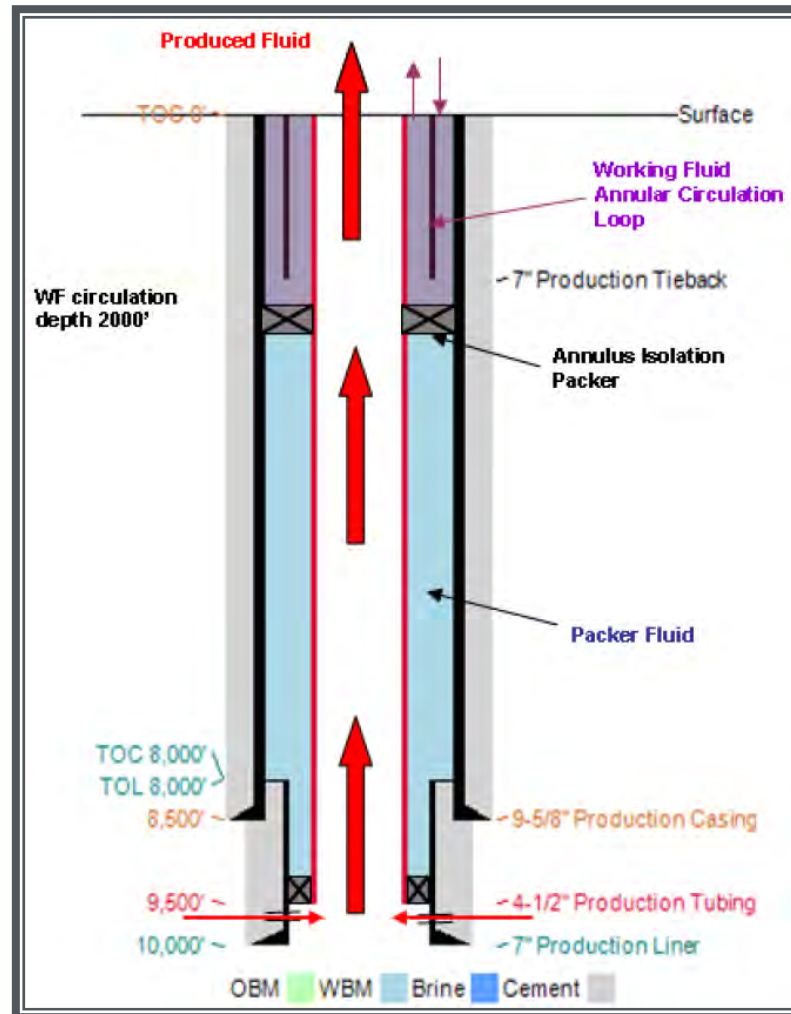
Suryanarayana, Sachdeva, Ceyhan, Ring, Blade Energy Partners, (2011),
System Design Alternatives and their Influence on Geothermal Heat Recovery from Co-Produced Oil and Gas Wells, GRC Transactions, Vol. 35



BLADE ENERGY 2011 PRESENTATION

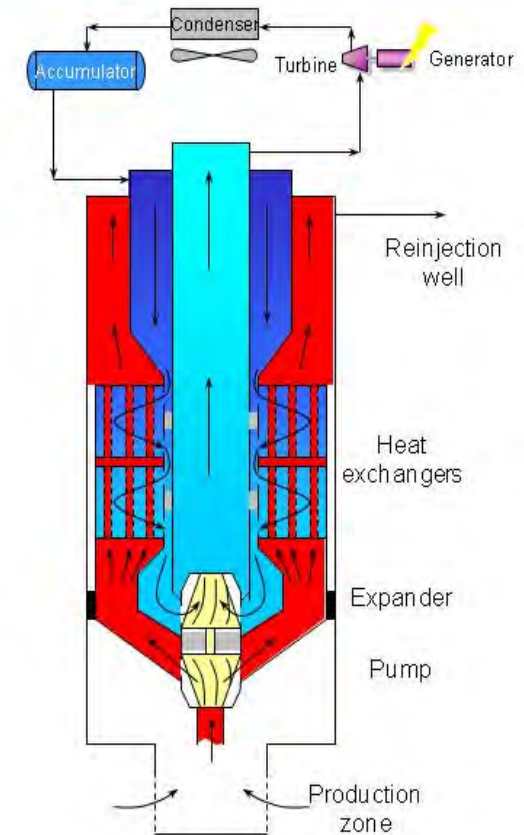


BLADE ENERGY 2011 PRESENTATION



HISTORY OF GRAVITY HEAD ENERGY SYSTEM

- GEOTHERMAL POWER SYSTEM
- WF DRIVES EXPANDER, WHICH DRIVES PUMP
- PROTOTYPE DEVELOPED WITH DOE SUPPORT
- PILOT SCALE FIELD TEST SCHEDULED LATE 2013

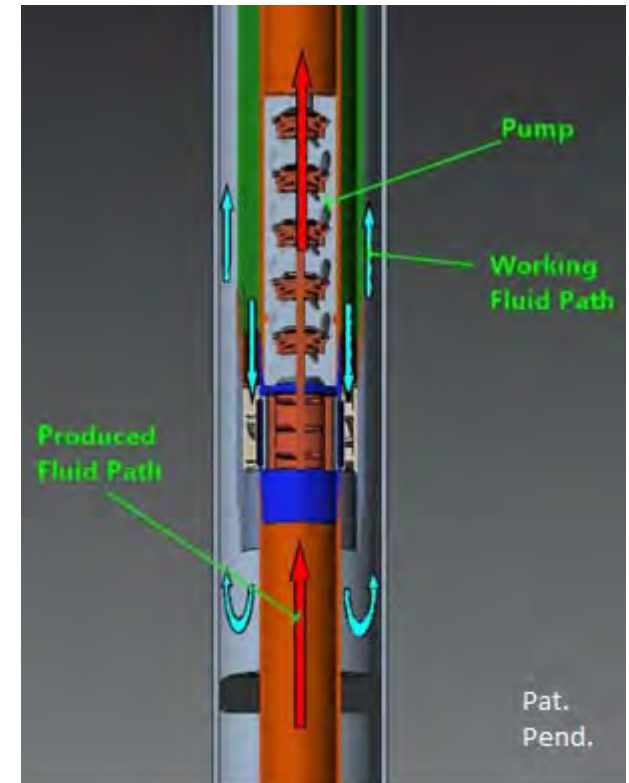


APPLYING GRAVITY HEAD ENERGY TO CO-PRODUCTION

- BLADE ACC SYSTEM WORKS FOR FLOWING WELLS
- GEOTEK GHES INTENDED FOR GEOTHERMAL POWER PROD.
- PROPOSE GRAVITY HEAD PUMP (GHP)
 - USED TO PUMP MODERATE TEMPERATURE WELLS
- CONCEPTUAL CHANGES FROM ACC / GHES FOR CO-PROD.
 - NEW EXPANDER DESIGN
- SURFACE POWER GENERATION IS OPTIONAL

GRAVITY HEAD PUMPS

- HOW DOES IT WORK?
- REQUIRES ONE MORE INTERNAL STRING
- MINIMAL ADJUSTMENTS TO THE WELLHEAD
- EXPANDER-PUMP ROTATES AT HIGH SPEED
- NO MOVING PARTS AT SURFACE
- CAPABLE OF REMOTE OPERATION



GRAVITY HEAD PUMPS

- CAN INSTALL DEEPER THAN SHAFT-DRIVEN PUMP
- ELIMINATES POWER SOURCE AND CABLES NEEDED FOR ESP
 - HIGHER ALLOWABLE OPERATING TEMPERATURE
- INHERENTLY CLEAN WORKING FLUID RUNNING EXPANDER
- PUMP CAN BE RETRIEVED & INSTALLED BY WIRE LINE TO MINIMIZE DOWNTIME & REDUCE COSTS

GRAVITY HEAD PUMP – SYSTEM DESIGN

- SIMULATE CONDITIONS FOR EACH WELL
 - ACC AND GHES HAVE SIMULATORS BASED ON A THERMAL-HYDRAULIC MODEL
 - MODIFY CODE FOR GHP
- DESIGN CONSIDERATIONS
 - FACTORS AFFECTING OPTIMAL DESIGN
 - LIMITED WELL DIAMETER
 - RESOURCE TEMPERATURE
 - CONTROL HEAT TRANSFER

GRAVITY HEAD PUMP APPLICATIONS

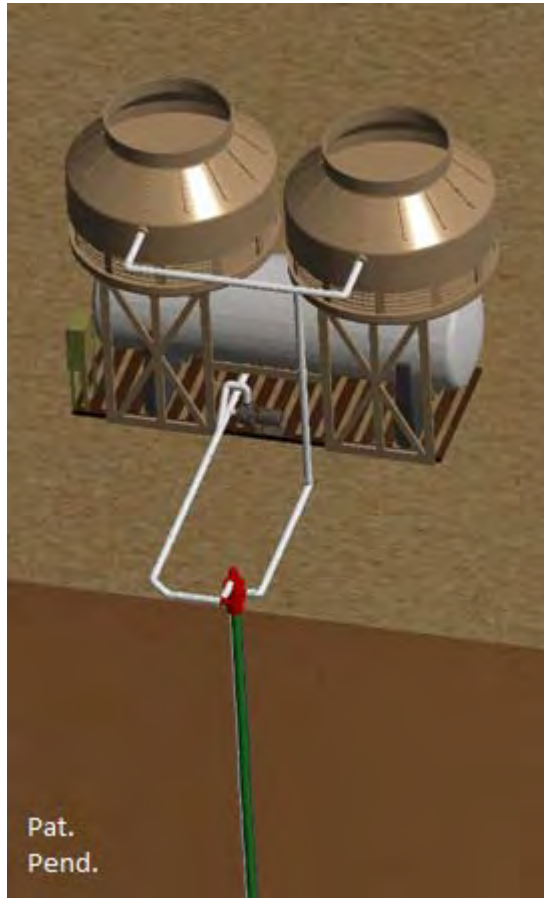
- MANY OIL WELLS TODAY HAVE A HIGH WATER CUT
- THOUSANDS OF OIL/WATER WELLS CAN USE THIS PUMPING SYSTEM TO ELIMINATE NEED FOR POWER
- HUNDREDS OF LINE SHAFT AND SUBMERSIBLE GEOTHERMAL PUMPS CAN BE REPLACED DUE TO CAPEX AND OPEX
- APPLICABLE FOR ON/OFFSHORE LOCATIONS

GRAVITY HEAD PUMPS – CONCEPT TO COMMERCIALIZATION

- POTENTIAL MARKET
 - ENHANCE HYDROCARBON PRODUCTION IN HIGH WATER CUT WELLS
 - GENERATE POWER FROM WATERED OUT WELLS
- ESTIMATE # OF WELLS BY STATE
- COMPETING TECHNOLOGIES
- FABRICATION COSTS
- POWER PRODUCTION (IF INCLUDED)

GRAVITY HEAD SYNERGIES

- SHARES BASIC ELEMENTS OF DEVELOPED TECHNOLOGIES
- GHERS IN DEVELOPMENT FOR SEVERAL YEARS
 - MAJOR ELEMENTS DESIGNED & PRODUCTION READY
- SOPHISTICATED NUMERICAL MODELS FOR GHERS AND ACC DEVELOPED AND TESTED MULTIPLE TIMES
- EXPERIENCED TEAM PREPARED TO IMPLEMENT GHP



GRAVITY HEAD PUMP

*PUMPING POWER
FOR THE FUTURE*

