

# Solution of thermodynamic equilibrium in black-oil reservoirs: the classical material balance equations

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## Abstract

This work presents a derivation of the classical material balance equations starting from black-oil equations in integral form. The existing link between both approaches is discussed and an interpretation for pressure in material balance calculations is provided. It is shown that a condition stronger than hydrostatic equilibrium is needed to reduce black-oil equations to the classical approach. The classical equations are formulated for a variable bubble-point pressure, extending their applicability to reservoirs under pressure maintenance. Sufficient conditions for solution uniqueness are presented and a scheme for numerical solution is proposed.

*Keywords:* material balance, black-oil equations, reservoir engineering.

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## 1. Introduction

The so called material balance equations are widely employed in reservoir engineering and have become a classical tool in oil reservoir management. The equations were originally presented in Schilthuis (1936) and conceived as a zero dimensional model for estimating reservoir pressure from phase equilibrium and balance of fluid production and volumetric expansion. Schilthuis (1936) introduced the hypothesis of thermodynamic equilibrium occurring not in the entire reservoir volume, but in the regions of high permeability,

where most of the produced volume would come from and where pressure would present a more equal behavior. Such regions were said to contain an *active oil*.

The equations developed by Schilthuis (1936) did not account for the non-existence of mechanical, phase or thermal equilibrium. Also, the zero-dimensional approach excluded the possibility of mechanical equilibrium under gravity and capillary forces, which produces a variable fluid distribution in space. An attempt to introduce non-equilibrium effects of hydrodynamic origin came with *black-oil* equations (Aziz and Settari, 1979; Trangenstein and Bell, 1989b). The novelty on hydrodynamics was the introduction of a macroscopic equation of motion employing Darcy’s law.

The term *black-oil* refers to specific hydrocarbon compositions whose volume and phase equilibria can be well described by a two pseudo-component system for isothermal changes in pressure. A general restriction is that reservoir temperature must be sufficiently below the mixture critical temperature so that different fluid phases have clearly distinguishable properties (Danesh, 1998; Firoozabadi, 1999).

Since black-oil and material balance equations differ only in the number of spatial dimensions and the existence of local pressure gradients, there must exist conditions under which material balance equations can be recovered from the black-oil approach. This existing link was briefly addressed in Ertekin et al. (2001), where both were argued to be equivalent if capillarity and gradients of flow potential  $\Phi$  could be neglected, i.e.:

$$p_\alpha = p, \tag{1a}$$

$$\nabla \Phi_\alpha = \nabla p_\alpha - \rho_\alpha g \nabla z = 0, \tag{1b}$$

for  $\alpha = o, g, w$  referring to oil, gas and water phases.

It is shown in this work that a stronger assumption is actually needed: mechanical equilibrium in the presence of gravity ( $\nabla p = \rho g \nabla z$ ) is not a sufficient condition, pressure gradients must identically vanish instead ( $\nabla p_\alpha \equiv 0$ ).

The restriction of a spatially constant pressure throughout the reservoir does not require PVT properties to be averaged during the integration procedure. Such averaging process is not straightforward, if not impractical, as it is shown later. For the same reason, bubble-point pressure must also be constant and it is shown that this latter assumption is equivalent to having constant fluid saturations in space.

The present derivation of material balance equations allows bubble-point pressure to vary with time accordingly to the same concept widely employed in reservoir simulation, which is found in Aziz and Settari (1979) and Ertekin et al. (2001). The employed approach extends material balance equations to saturated reservoirs under pressure maintenance (e.g. fluid injection). The applicability, however, depend on how important non-equilibrium effects are to the phase equilibrium.

After presenting material balance equations, sufficient conditions for solution uniqueness are imposed on PVT properties. The conditions simply require fluids to be compressible and that gas dissolution occurs with reduction of system volume.

A simple scheme for numerical solution is also proposed based on classical root-finding algorithms for non-linear equations.

## 2. Derivation of Equations

This section starts presenting the more general black-oil equations. It then proceeds by imposing the more restrictive conditions for which material balance equations arise.

### 2.1. Black-Oil Equations

As previously mentioned, black-oil is a designation to a simplified treatment of hydrocarbon composition and phase equilibrium. Hydrocarbon species are grouped into two pseudo-components called oil and gas, being a pseudo-component one that consists of more than one chemical molecule.

Oil component is composed by hydrocarbon species that remain in liquid phase for standard surface pressure and temperature (stock tank oil). In contrast, gas component is composed by hydrocarbon species in gaseous phase for the same surface conditions.

Reservoir fluids are then composed of the two pseudo-components (oil and gas) plus the water component. There can exist three fluid phases: oil, gas and (liquid) water. Oil phase may be composed of oil and gas components, gas phase may be composed uniquely by the gas component and, water phase, uniquely by water component. The only allowed mass transfer is of gas component between oil and gas phases.

In addition to the three fluid components and phases, there is the solid phase composed by the rock.

Mass balance equations for each component in fluid phase:

- water component:

$$\frac{\partial}{\partial t} \int_{\Omega} \rho_w S_w \phi dV + \oint_{\partial\Omega} \rho_w (\mathbf{u}_w \cdot \mathbf{dS}) = \rho_w^{ST} Q_w^{ST}; \quad (2)$$

- oil component:

$$\frac{\partial}{\partial t} \int_{\Omega} \rho_o Y_o S_o \phi dV + \oint_{\partial\Omega} \rho_o Y_o (\mathbf{u}_o \cdot \mathbf{dS}) = \rho_o^{ST} Q_o^{ST}; \quad (3)$$

- gas component:

$$\frac{\partial}{\partial t} \int_{\Omega} (\rho_o Y_g S_o + \rho_g S_g) \phi dV + \oint_{\partial\Omega} (\rho_o Y_g \mathbf{u}_o + \rho_g \mathbf{u}_g) \cdot \mathbf{dS} = \rho_g^{ST} Q_g^{ST}. \quad (4)$$

Mass concentration of oil and gas components in oil phases are denoted as  $Y_o$  and  $Y_g$ , respectively.

Phase saturation is defined as its volumetric fraction of the pore space:

$$S_{\alpha} = \frac{\phi_{\alpha}}{\phi}, \quad (5)$$

where  $\phi_{\alpha}$  is the volumetric fraction of a fluid phase  $\alpha$  and  $\phi$  is the porosity, i.e., the volumetric fraction of the pore volume. Since we consider that pore volume is fully saturated with fluid,

$$S_o + S_g + S_w = 1. \quad (6)$$

A common simplification in black-oil formulations is to restrict mass transport to macroscopic advection. No diffusive or dispersive term is included in the mass balance equations. This simplification must be looked with care when gradients of species concentration are important and  $\nabla Y_i \approx 0$  does not hold for some species  $i$ . For instance, when gas is being dissolved in

oil phase in a reservoir under repressurization, this condition is not generally true.

Momentum balance for each phase is given by an extension of Darcy's law to multiphase flow. This extension consists in multiplying absolute (or single-phase) permeability ( $\mathbf{k}$ ) by a scalar function called phase relative permeability ( $k_{r,\alpha}$ ):

$$\mathbf{u}_\alpha = -\frac{k_{r,\alpha}\mathbf{k}}{\mu_\alpha}(\nabla p_\alpha - \rho_\alpha g \nabla z), \quad \alpha = o, w, g. \quad (7)$$

Phase densities are functions of the local thermodynamic state:

$$\rho_w = \rho_w(p_w, T_w) \quad (8)$$

$$\rho_o = \rho_o(p_o, T_o, Y_g) \quad (9)$$

$$\rho_g = \rho_g(p_g, T_g) \quad (10)$$

Another simplification is now made assuming thermal equilibrium in the entire reservoir volume:

$$T_w = T_o = T_g = T \quad (11)$$

and

$$\nabla T \equiv 0. \quad (12)$$

Temperature is thus a constant prescribed value and no energy balance equation is needed. Also, it follows from Gibbs' phase rule that the equilibrium of oil and gas phases has only two degrees of freedom. As temperature is assumed constant, oil phase density in saturated states is a function of pressure or composition only. The same is valid for mass concentrations of gas and oil components in oil phase.

$$Y_g = Y_g(p) , \quad (13)$$

$$Y_o = Y_o(p) . \quad (14)$$

Porosity ( $\phi$ ) is assumed a function of pore pressure ( $p_P$ ). Since three phases are present in general, such quantity is defined by some relation of type (Kim et al., 2011):

$$p_P = p_P(p_o, p_w, p_g, S_o, S_w, S_g) . \quad (15)$$

In order to close the system of equations, a connection among different phase pressures must be provided. Such expressions are referred to as capillary pressures and are usually employed in the following forms (Aziz and Settari, 1979):

$$p_{c,ow}(\mathbf{k}, \phi, S_w) = p_o - p_w , \quad (16)$$

$$p_{c,go}(\mathbf{k}, \phi, S_g) = p_g - p_o . \quad (17)$$

## 2.2. Material Balance Equations

Derivation of the classical material balance equations consists in assuming no fluid motion and in integrating black-oil equations in the entire reservoir volume. The integration process, however, requires all quantities to be either averaged or assumed constant in space.

We start assuming mechanical equilibrium, i.e., no bulk motion:

$$\mathbf{u}_\alpha = -\frac{k_{r,\alpha}\mathbf{k}}{\mu_\alpha}(\nabla p_\alpha - \rho_\alpha g \nabla z) \equiv 0 . \quad (18)$$

This condition implies that pressure gradients must equal gravity force per unit volume:

$$\nabla p_\alpha = \rho_\alpha g \nabla z \quad (19)$$

and, consequently, pressure is a function of depth only:

$$\int_{p_\alpha^0}^{p_\alpha} \frac{dp'_\alpha}{\rho_\alpha(p'_\alpha, T)} = g(z - z_0) . \quad (20)$$

Black-oil equations then become:

- water component:

$$\frac{\partial}{\partial t} \int_{\Omega} \rho_w S_w \phi dV = \rho_w^{ST} Q_w^{ST} ; \quad (21)$$

- oil component:

$$\frac{\partial}{\partial t} \int_{\Omega} \rho_o Y_o S_o \phi dV = \rho_o^{ST} Q_o^{ST} ; \quad (22)$$

- gas component:

$$\frac{\partial}{\partial t} \int_{\Omega} (\rho_o Y_g S_o + \rho_g S_g) \phi dV = \rho_g^{ST} Q_g^{ST} . \quad (23)$$

We now define space averaged quantities for porosity ( $\phi$ ), saturation ( $S_\alpha$ ) and density ( $\rho_\alpha$ ) of a phase  $\alpha$  and mass concentration of a component  $k$  in phase  $\alpha$  ( $Y_{\alpha,k}$ ).

All quantities are locally functions of space and time, but, after averaged in space, they become function of time only:

$$\bar{\phi}(t) = \frac{1}{\Omega} \int_{\Omega} \phi(\mathbf{x}, t) dV . \quad (24)$$

We proceed omitting function arguments:

$$\bar{S}_\alpha \bar{\phi} = \frac{1}{\Omega} \int_{\Omega} S_\alpha \phi dV , \quad (25)$$



$$\bar{\rho}_\alpha \bar{S}_\alpha \bar{\phi} = \frac{1}{\Omega} \int_{\Omega} \rho_\alpha S_\alpha \phi dV, \quad (26)$$

$$\bar{\rho}_\alpha \bar{Y}_{\alpha,k} \bar{S}_\alpha \bar{\phi} = \frac{1}{\Omega} \int_{\Omega} \rho_\alpha Y_{\alpha,k} S_\alpha \phi dV. \quad (27)$$

Eqs. (20), (21) and (22) rewritten in terms of averages read:

- water component:

$$\frac{\partial}{\partial t} (\bar{\rho}_w \bar{S}_w \bar{\phi} \Omega) = \rho_w^{ST} Q_w^{ST} \quad (28)$$

- oil component:

$$\frac{\partial}{\partial t} (\bar{\rho}_o \bar{Y}_o \bar{S}_o \bar{\phi} \Omega) = \rho_o^{ST} Q_o^{ST} \quad (29)$$

- gas component:

$$\frac{\partial}{\partial t} [(\bar{\rho}_o \bar{Y}_g \bar{S}_o + \bar{\rho}_g \bar{S}_g) \bar{\phi} \Omega] = \rho_g^{ST} Q_g^{ST}. \quad (30)$$

We shall now introduce very common definitions from petroleum engineering for the description of volumetric and solubility changes in fluid phases. In what concerns volumetric changes,  $B_w$ ,  $B_o$  and  $B_g$ , also known as formation volume factors of water, oil and gas phases, respectively; express the ratio of a phase volume in some given pressure and temperature conditions to the volume of this same phase in standard pressure and temperature condition, i.e.:

$$B_w = \frac{\rho_w^{ST}}{\bar{\rho}_w}, \quad (31)$$

$$B_o = \frac{\rho_o^{ST}}{\bar{Y}_o \bar{\rho}_o}, \quad (32)$$

$$B_g = \frac{\rho_g^{ST}}{\bar{\rho}_g} . \quad (33)$$

In what concerns changes in gas solubility in oil phase, the solubility ratio ( $R_s$ ) gives the ratio between dissolved gas component volume and oil component volume both measured in standard condition:

$$R_s = \frac{\rho_o^{ST}/\bar{Y}_o}{\rho_g^{ST}/\bar{Y}_g} , \quad (34)$$

or using  $\bar{Y}_o + \bar{Y}_g = 1$ :

$$R_s = \frac{\rho_o^{ST}}{\rho_g^{ST}} \frac{\bar{Y}_g}{1 - \bar{Y}_g} . \quad (35)$$

Equations can now be rewritten using the above definitions and denoting porous volume by  $V_p = \bar{\phi}\Omega$ .

$$\frac{\partial}{\partial t} \left( \frac{\bar{S}_w V_p}{B_w} \right) = Q_w^{ST} , \quad (36)$$

$$\frac{\partial}{\partial t} \left( \frac{\bar{S}_o V_p}{B_o} \right) = Q_o^{ST} , \quad (37)$$

$$\frac{\partial}{\partial t} \left[ V_p \left( \frac{\bar{S}_g}{B_g} + \frac{\bar{S}_o R_s}{B_o} \right) \right] = Q_g^{ST} , \quad (38)$$

$$\bar{S}_w + \bar{S}_o + \bar{S}_g = 1 . \quad (39)$$

Equations from (34) to (37) constitute the most general form of material balance equations. So far, the only simplification made to black-oil equations was the absence of fluid motion, allowing pressure to be computed from Eqs.(15), (16) and (19), and equations to be integrated in the entire reservoir volume.

We now look to solve Eqs. (27), (28) and (29) for the averaged quantities.

Furthermore, we look for the implications of neglecting gravity and capillarity and assuming a constant pressure throughout the reservoir. This additional simplification provides a direct relation between produced volumes and reservoir pressure.

Assuming a constant isothermal compressibility to oil phase

$$\left( \frac{1}{\rho_o} \frac{\partial \rho_o}{\partial p_o} \right)_{T, Y_o} = c_o \quad (40)$$

and using hydrostatic equilibrium  $dp_o = \rho_o g dz$ , we obtain the expression for oil density variation with depth:

$$\left( \frac{1}{\rho_o} \frac{\partial \rho_o}{\partial z} \right)_{T, Y_o} = c_o \rho_o g. \quad (41)$$

For the gas phase, we obtain its isothermal compressibility from gas state equation

$$\left( \frac{1}{\rho_g} \frac{\partial \rho_g}{\partial p_g} \right)_{T, Z} = \frac{\rho_g}{p_g} = \frac{\mathcal{M}}{ZRT} \quad (42)$$

And again we use hydrostatic equilibrium to obtain gas density variation with depth:

$$\left( \frac{1}{\rho_g} \frac{\partial \rho_g}{\partial z} \right)_{T, Z} = \left( \frac{\mathcal{M}}{ZRT} \right) g \quad (43)$$

$$\left( \frac{1}{\rho_o} \frac{\partial \rho_o}{\partial z} \right)_{T, Y_o} \approx 10^{-6} \text{ m}^{-1} \quad (44)$$

$$\left( \frac{1}{\rho_g} \frac{\partial \rho_g}{\partial z} \right)_{T, Z} \approx 10^{-5} \text{ m}^{-1} \quad (45)$$

If fluid densities do not vary appreciately with depth.

Eq. (19) gives an expression of how pressure, and hence PVT properties, depends on position. If gravity and capillarity are also neglected, fluid pressure becomes independent of position and phase:

$$p_o = p_w = p_g = p_P = p, \quad (46a)$$

$$\nabla p \equiv 0. \quad (46b)$$

Bubble-point pressure is also a function of position as it depends on local values of oil and gas saturations. Assuming a spatially constant bubble-point pressure is equivalent to assuming constant saturations, as the quantities are related by Eqs. (??) and (??).

For spatially constant fluid and bubble-point pressures, Eqs. (??), (??) and (??) can be integrated over the entire reservoir domain  $\Omega$ , which is defined as the region where hydrocarbon saturation is greater than zero for some arbitrary volume (provided that the restriction of macroscopic scale is observed). This reservoir definition excludes any surrounding aquifer zone.

The interpretation of pressure computed from material balance equations becomes clear at this point: it is the reservoir pressure in the absence of pressure gradients, phase segregation, capillary forces and gravity.

Performing volume and then time integration of Eq. (??) between times  $t_1$  and  $t_2$ , material balance for oil phase is obtained:

$$\int_{t_1}^{t_2} \int_{\Omega} \frac{\partial}{\partial t} \left( \frac{\phi(p) S_o}{B_o(p, P_b)} \right) dV dt = \int_{t_1}^{t_2} \int_{\Omega} q_{os} dV dt, \quad (47)$$

$$\left[ \frac{S_o}{B_o(p, P_b)} \int_{\Omega} \phi dV \right]_{t_1}^{t_2} = -N_p, \quad (48)$$

$$\frac{V_{p1} S_{o1}}{B_{o1}} - \frac{V_{p2} S_{o2}}{B_{o2}} = N_p. \quad (49)$$

Equations for gas and water phases are obtained following the same procedure:

$$V_{p2} \left( \frac{S_{g2}}{B_{g2}} + \frac{S_{o2}R_{s2}}{B_{o2}} \right) - N \left( m \frac{B_{o1}}{B_{g1}} + R_{s1} \right) = G_i - G_p, \quad (50)$$

$$\frac{V_{p2}S_{w2}}{B_{w2}} - W = W_i + W_e - W_p, \quad (51)$$

$$S_o + S_w + S_g = 1, \quad (52)$$

where

$$N = \frac{V_{p1}S_{o1}}{B_{o1}}, \quad (53)$$

$$W = \frac{V_{p1}S_{w1}}{B_{w1}}, \quad (54)$$

$$m = \frac{V_{p1}S_{g1}}{B_{o1}N}. \quad (55)$$

An equation for bubble-point pressure in integrated form can be obtained by setting  $S_g = 0$  in Eq. (22) and solving for the solubility ratio at bubble-point pressure  $R_s(p = P_b)$ :

$$R_{s2}(p = P_b) = \left[ N (mB_1/B_{g1} + R_{s1}) + G_i - G_p \right] / (N - N_p). \quad (56)$$

A single equation for pressure (without fluid saturations) can be obtained by substituting Eqs. (21), (22) and (20) into (??). The resulting equation allows pressure to be calculated from given production ( $F_p$ ) and injection ( $F_i$ ) volumes:

$$F_p - F_i = \underbrace{NE_o + mNE_g + WE_w}_{\text{fluid volume expansion (E)}} + \underbrace{V_{p1} - V_{p2}}_{\text{porous volume contraction (C)}} \quad (57)$$

or

$$F_p - F_i = E + C, \quad (58)$$

where newly introduced terms are defined in Table 1. Eq. (49) is commonly referred to as the Material Balance Equation (MBE).

### 3. Solution of Material Balance Equations

A numerical solution of Eq. (50) is presented here. We shall start defining a residual function ( $\varepsilon$ ) for which the pressure solving Eq. (50) is a root:

$$\varepsilon(p_2) = \frac{E + F_i + C - F_p}{V_{p1}}. \quad (59)$$

We proceed showing that  $\varepsilon$  is a monotonic function provided some conditions on fluid properties are observed and that, as a consequence, only one root of  $\varepsilon$  exists at most. Equivalently, we may say that only one solution exists for material balance equation.

#### 3.1. Mathematical Aspects of the Residual Function

It is a known result of real analysis that a monotonic function  $f : D \subset \mathcal{R} \rightarrow \mathcal{R}$  can have at most one root in  $D$ . Further, if  $f$  is continuous in the closed interval  $I = [a, b] \subset D$  and  $f(a)f(b) < 0$ , then  $f$  has one (and only one) root in  $I$ .

We now state without proof that the following affirmatives are sufficient conditions to classify a function  $f$  as monotonic:

- $f$  is continuous;
- $f$  is differentiable everywhere except for a countable set of points;

- $f' < 0$  everywhere.

Residual function clearly satisfies the first two affirmatives because fluid properties are continuous everywhere and are also differentiable everywhere except at bubble-point pressure. The last affirmative is proved by rewriting  $d\epsilon/dp$  as a sum of four parcels corresponding each one to a different phase. Each phase parcel is composed of two factors: current volume *in-situ* and volume derivative with respect to pressure:

$$\begin{aligned}
V_{p1} \frac{d\epsilon}{dp} = & \underbrace{(N - N_p) \left( \frac{dB_o}{dp} - B_g \frac{dR_s}{dp} \right)}_{\text{oil phase}} \\
& + \underbrace{\left[ NR_{s1} + mN \frac{B_{o1}}{B_{g1}} + G_i - (N - N_p) R_{s2} - G_p \right] \frac{dB_g}{dp}}_{\text{gas phase}} \\
& + \underbrace{(W + W_i + W_e - W_p) \frac{dB_w}{dp}}_{\text{water phase}} \\
& + \underbrace{\frac{dV_p}{dp}}_{\text{porous volume}}.
\end{aligned} \tag{60}$$

*In-situ* volumes (e.g.  $N - N_p$  for oil phase) are clearly non-negative values. Pressure derivatives of fluid volumes are all negative values (as fluid pressure increases, fluid volume contracts) and pressure derivative of rock porous volume is a positive value (as fluid pressure increases, porous volume expands).

The value of  $d\epsilon/dp$  is thus negative because each term is a product of a negative and a positive value, being the sum of all the four terms also a negative value.

In summary, the following four relations constitute sufficient conditions for  $\varepsilon(p)$  be a strictly decreasing function and for material balance equations to have only one solution:

$$\left( \frac{dB_o}{dp} - B_g \frac{dR_s}{dp} \right) < 0, \quad (61)$$

$$\frac{dB_g}{dp} < 0, \quad (62)$$

$$\frac{dB_w}{dp} < 0, \quad (63)$$

$$-\frac{dV_p}{dp} < 0. \quad (64)$$

Switching inequalities to equalities in Eqs. (53), (54) and (55) is equivalent to enforcing system incompressibility. Eq. (53), for instance, would require a volume increase in oil phase to be equal to gas volume in gas phase for any additional gas dissolution.

### 3.2. Solution Algorithm

Several methods exist to find roots of nonlinear continuous functions (Hamming, 1987). One possible choice is Newton's method, which linearizes the function using either its gradient or a secant line. The secant line approach introduces an artificial smoothness to the gradient direction near continuous but non-differentiable points, for what it is the approach employed here to deal with the bubble-point pressure.

An open source implementation of secant method is available in SciPy library (Jones et al., 2001–). This work used this library version 0.12.

The steps to solve all material balance equations are summarized bellow:

**Step 1.** *Compute bubble-point pressure for instant  $t_2$ .*



Bubble-point pressure  $P_{b2}$  is only a function of the values in initial instant  $t_1$  and produced and injected volumes.

**Step 2.** *Compute fluid pressure for instant  $t_2$  finding the root of residual function  $(\varepsilon)$ .*

Pressure in Eq. (49) is only a function of fluid properties in instant  $t_1$ , produced and injected values and bubble-point pressure at instant  $t_2$ ,  $P_{b2}$ , which was already computed in step 1.

**Step 3.** *Compute fluid saturations  $t_2$ .*

Once  $S_{o2}$ ,  $S_{g2}$ ,  $S_{w2}$ ,  $p_2$  and  $P_{b2}$  are known, solution for instant  $t_2$  is complete.

#### 4. Results

Material balance equations were solved for a black-oil reservoir initially producing in depletion drive mechanism and later subjected to water injection. Fig. 1 shows in the solid line curve the severe depletion during initial phases of production. In the dashed curve, Fig. 1 shows the bubble-point pressure, indicating how far the saturated reservoir is from undersaturation and allowing for planning of pressure maintenance projects.

Water injection starts when oil recovery factor ( $RF$ ) is about  $RF = 0.08$  and it is maintained until the reservoir reaches a novel undersaturated state. Initially, the high compressibility of gas prevents pressure from raising and free gas phase is reduced due to redissolution. Finally, the reservoir reaches

the undersaturated state and a steep pressure increase is seen in Fig. 1 for a recovery factor about  $RF = 0.15$ .

It must be observed that the result of gas reentering oil phase completely neglects non-equilibrium effects such as compositional gradients and thus must be used with care. For instance, it may be in strong disagreement with real reservoir behavior when gravity segregation is present.

Figure 4 shows the formation of a free gas phase with growing  $S_g$  and then its disappearance. Depending on the ratio of vertical and horizontal permeabilities or reservoir dip angle, it may also suggest the formation of a secondary gas cap.

Figure 5 shows the shape of residual function ( $\epsilon$ ) with respect to pressure, i.e, holding all produced or injected volumes constant and allowing only pressure to change. Each different solid line corresponds to a different volume of fluid production and injection. The function root is the solution of material balance equation, Eq. (50), and the non-differentiable point is the bubble-point pressure. Also, it is seen that function  $\epsilon$  monotonically decreases with pressure, as theoretically shown before.

Figure 6 shows the count of newtonian iterations required to compute pressure with an accuracy within 0.001 of initial bubble-point pressure. Typically, 12 iterations are required.

Figure 7 shows the residual of numerical solution as defined in Eq. (51). Material balance error is below  $10^{-7}$  units of porous volume for all time steps.

## 5. Conclusions

1. Material balance equations can be obtained from black-oil equations under the assumptions of:
  - (a) mechanical equilibrium;
  - (b) absence of gravity and capillary forces;
  - (c) spatially constant bubble-point pressure or, equivalently, fluid saturations.
2. One unique solution of pressure equation exists for a compressible system;
3. A residual function can be defined such that its root solves pressure equation. A numerical solution can be obtained with nonlinear root-finding algorithms.

## Nomenclature

$B_g$	gas formation volume factor
$B_o$	oil formation volume factor
$B_w$	water formation volume factor
$R_s$	solubility ratio of gas in oil phase
$S_g$	gas saturation
$S_o$	oil saturation
$S_w$	water saturation
$G_p$	produced volume of gas
$m$	ratio of original free gas volume to original oil phase volume in reservoir conditions
$N$	original volume of oil in place
$N_p$	produced volume of oil
$P_b$	bubble-point pressure
$V_p$	porous volume
$W_i$	injected volume of water
$W_p$	produced volume of water

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## Highlights

1. The existing link between black-oil and material balance equations is examined in detail.

2. It is shown that gravity and capillary forces must be neglected and saturations must be constant in space so one can integrate black-oil equations in reservoir volume and obtain material balance equations.
3. Material balance equations are shown to have a unique solution for a compressible system.
4. Material balance equations are formulated for a variable bubble-point and they are employed to a reservoir under pressure maintenance.

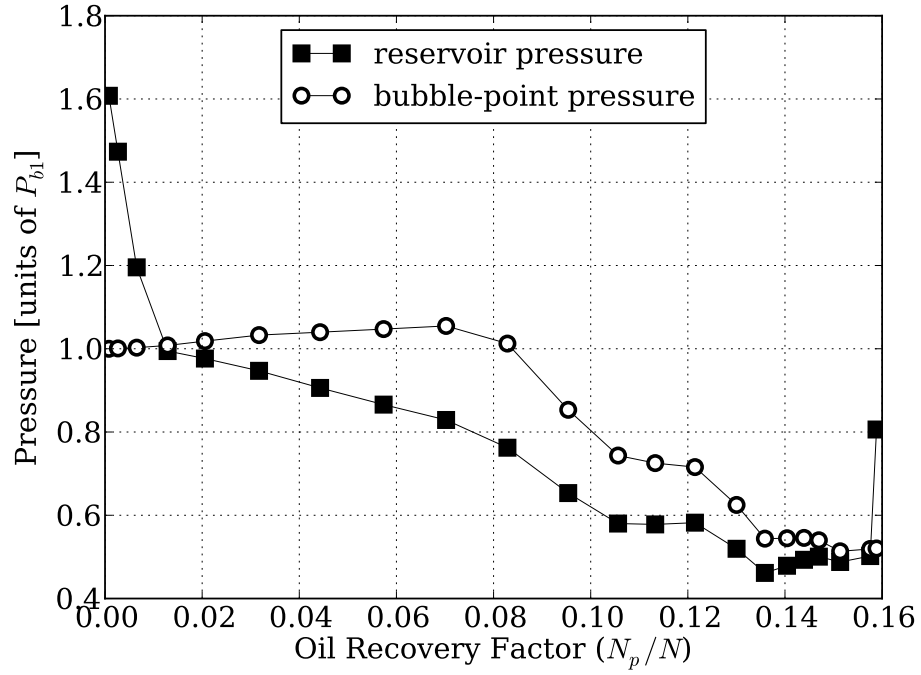


Figure 1: Reservoir pressure and bubble-point pressure as functions of recovery factor. Once depletion goes below bubble-point, pressure is hardly recovered for a saturated reservoir due to high system compressibility. Pressure is here given in units of the original bubble-point pressure.



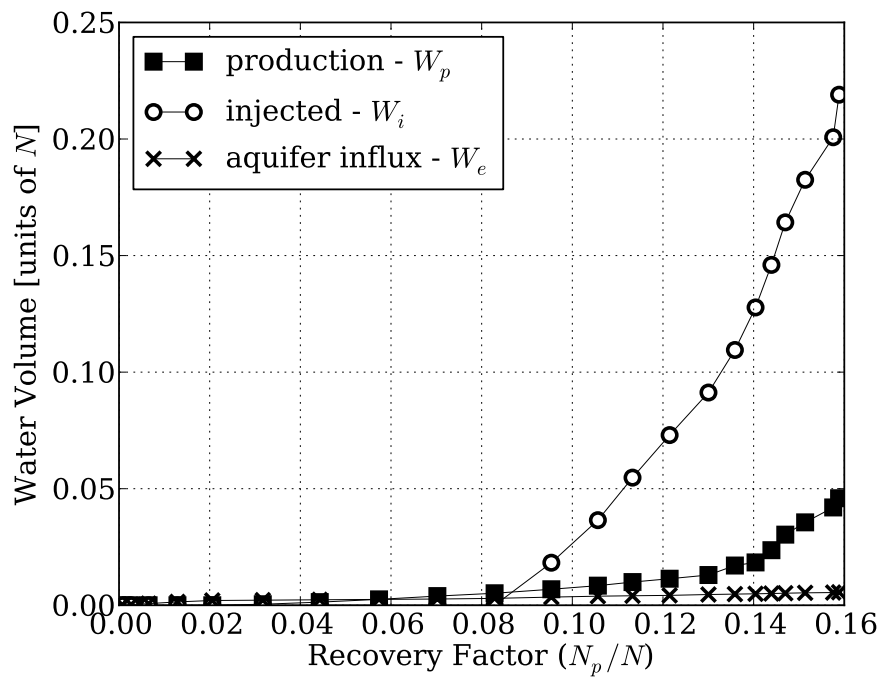


Figure 2: Volume of water production and injection and aquifer influx.

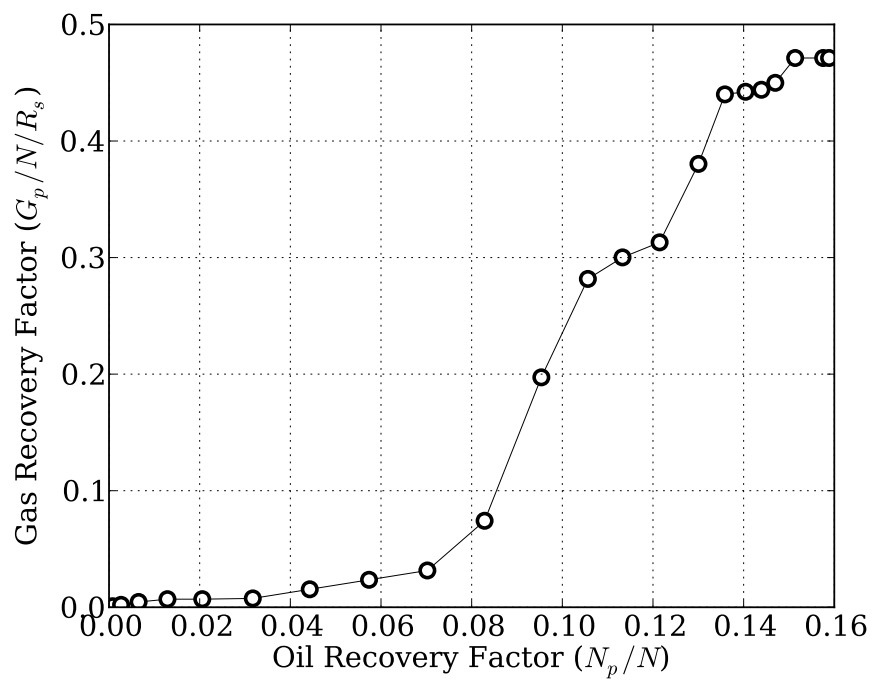


Figure 3: Volume of gas production.

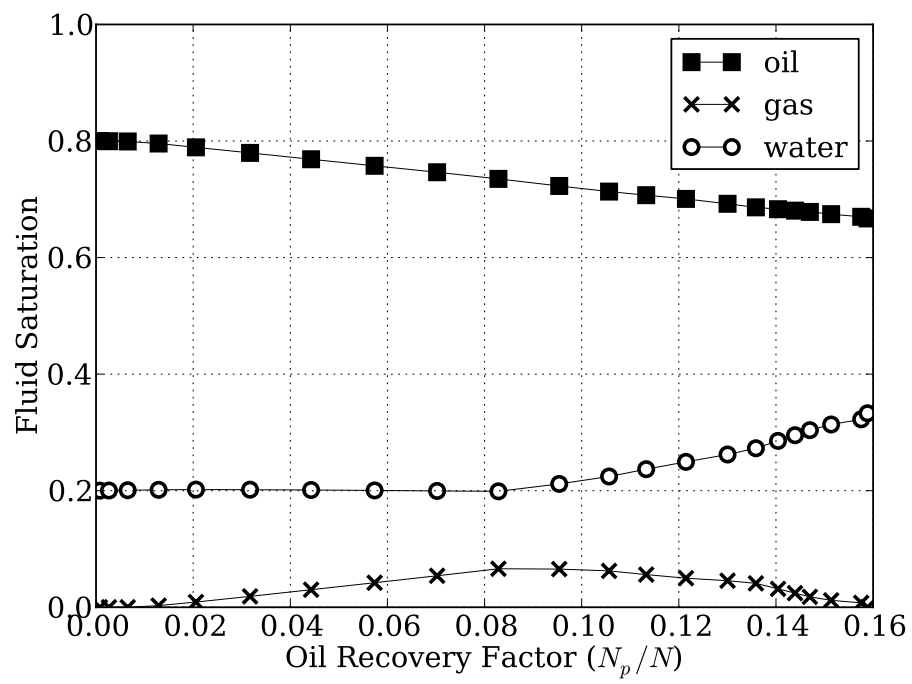


Figure 4: Phase saturations. Gas saturation is reduced as water injection progresses.

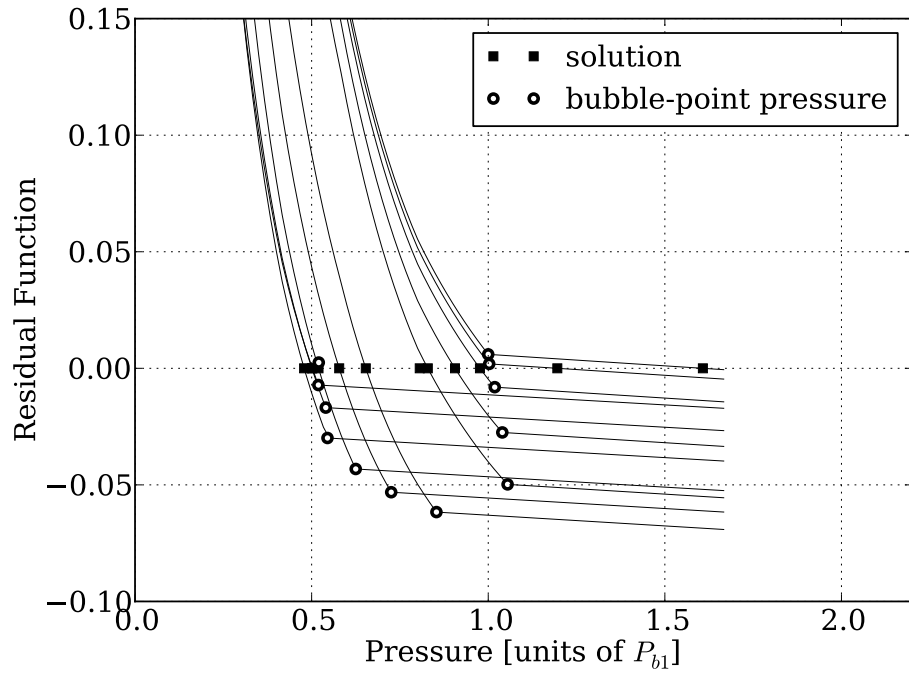


Figure 5: Shape of residual function ( $\varepsilon$ ). Each curve corresponds to different volumes of production and injection. Residual function monotonically decreases with pressure and it has no derivative at the bubble-point.

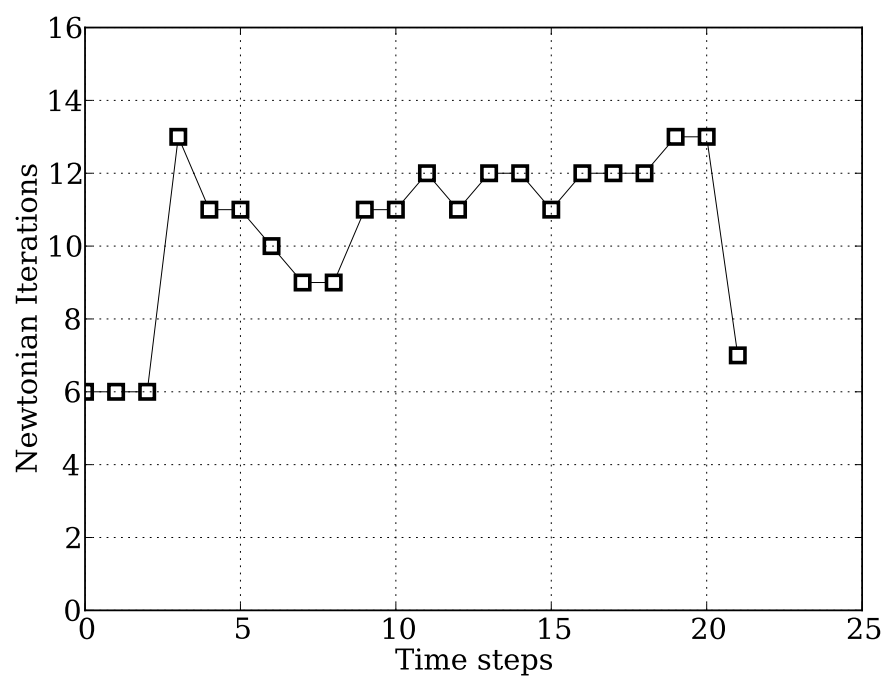


Figure 6: Count of newtonian iterations required to compute pressure with accuracy within 0.001 units of initial bubble-point pressure.

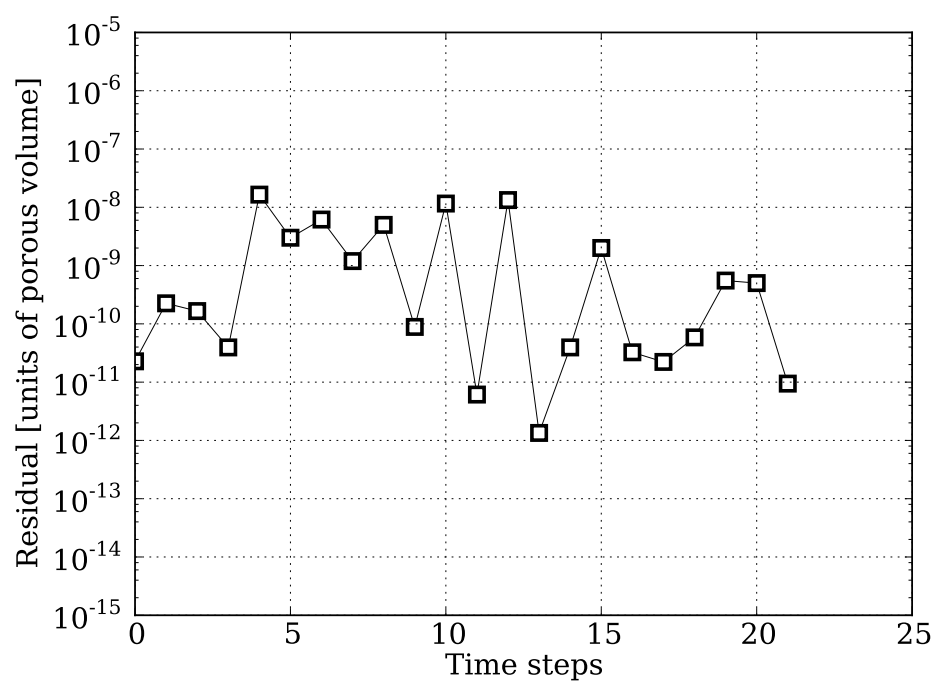


Figure 7: Residual of numerical solution in units of porous volume.

<i>Material Balance Equations</i>	
oil	$S_{o2} = (N - N_p) B_{o2}/V_{p2}$
water	$S_{w2} = (W + W_i + W_e - W_p) B_{w2}/V_{p2}$
gas	$S_{g2} = \{N [(R_{s1} - R_{s2}) + mB_{o1}/B_{g1}] + N_p R_{s2} + G_i - G_p\} B_{g2}/V_{p2}$
bubble-point pressure	$R_{s2}(P_b) = [N (mB_1/B_{g1} + R_{s1}) + G_i - G_p] / (N - N_p)$
pressure	$F_p - F_i = NE_o + mNE_g + WE_w + C$
<i>Definition of terms in pressure equation</i>	
fluid production	$F_p = N_p [B_{o2} + (G_p/N_p - R_{s2}) B_{g2}] + W_p B_{w2}$
fluid injection and influx	$F_i = (W_i + W_e) B_{w2} + G_i B_{g2}$
oil phase expansion	$E_o = (B_{o2} - B_{o1}) - (R_{so2} - R_{so1}) B_{g2}$
gas phase expansion	$E_g = B_{o1} (B_{g2}/B_{g1} - 1)$
water volume expansion	$E_w = B_{w2} - B_{w1}$
porous volume contraction	$C = V_{p2} - V_{p1}$

Table 1: Complete set of material balance equations.