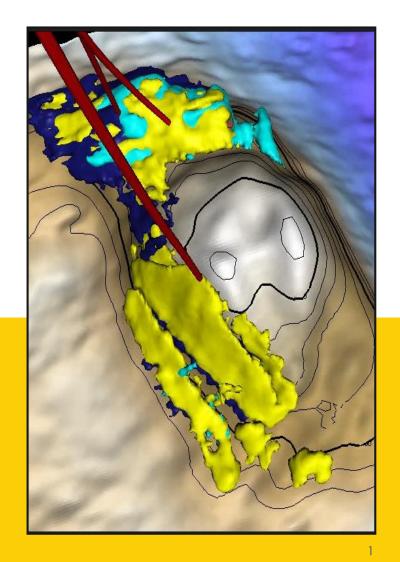


Gannet F 4D Still Driving Decisions After 20 Years

Seismic 2019 14th May

Presenter: Ryan Singlehurst-WardGeophysicistCo-Author: Graham HicksGeophysicist



DEFINITIONS & CAUTIONARY NOTE

The companies in which Royal Dutch Shell plc directly and indirectly owns investments are separate legal entities. In this "Shell", "Shell group" and "Royal Dutch Shell" are sometimes used for convenience where references are made to Royal Dutch Shell plc and its subsidiaries in general. Likewise, the words "we", "us" and "our" are also used to refer to subsidiaries in general or to those who work for them. These expressions are also used where no useful purpose is served by identifying the particular company or companies. "Subsidiaries", "Shell subsidiaries" and "Shell companies" as used in this presentation refers to companies over which Royal Dutch Shell plc either directly or indirectly has control. Entities and unincorporated arrangements over which Shell has joint control are generally referred to "joint ventures" and "joint operations" respectively. Entities over which Shell has significant influence but neither control nor joint control are referred to as "associates". The term "Shell interest" is used for convenience to indicate the direct and/or indirect ownership interest held by Shell in a venture, partnership or company, after exclusion of all third-party interest.

This presentation contains forward-looking statements concerning the financial condition, results of operations and businesses of Royal Dutch Shell. All statements of historical fact are, or may be deemed to be, forward-looking statements. Forward-looking statements are statements of future expectations that are based on management's current expectations and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in these statements. Forward-looking statements include, among other things, statements concerning the potential exposure of Royal Dutch Shell to market risks and statements. Forward-looking statements include, among other things, statements concerning the potential exposure of Royal Dutch Shell to market risks and statements. Forward-looking statements include, among other things, statements concerning the potential exposure of Royal Dutch Shell to market risks and statements ", "expect", "goals", "intend", "may", "objectives", "outlook", "plan", "probably", "project", "insks", "schedule", "ised differ materially from those expressed in the forward-looking statements included in this presentation including (without limitation): (a) price fluctuations in crude oil and natural gas; (b) changes in demand for Shell's products; (c) currency fluctuations; (d) drilling and production results; (e) reserves estimates; (f) loss of market share and industry competition; (g) environmental and physical risks; (h) risks associated with the identification of suitable potential acquisition properties and targets, and successful negotiation and renegotiation of the terms of contracts with governmental entities, delays or advancements in the approval of projects and delays in the reimbursement for shared costs; and (m) changes in trading conditions. No assurance is provided that future elivated payments will match or exceed previous dividend payments. All forward-looking statements contained in this pre

This presentation may contain references to Shell's website. These references are for the readers' convenience only. Shell is not incorporating by reference any information posted on www.shell.com.

We may have used certain terms, such as resources, in this presentation that United States Securities and Exchange Commission (SEC) strictly prohibits us from including in our filings with the SEC. U.S. Investors are urged to consider closely the disclosure in our Form 20-F, File No 1-32575, available on the SEC website www.sec.gov.

Agenda

- Field Introduction & History
- 4D Summary
- 3D: Extended Elastic Impedance

2400

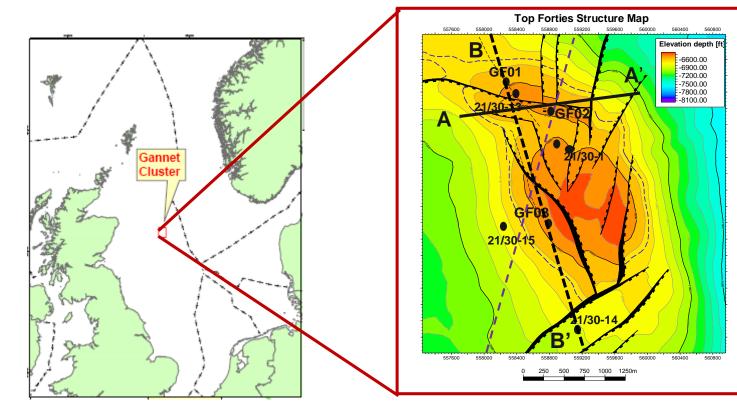
Ocim

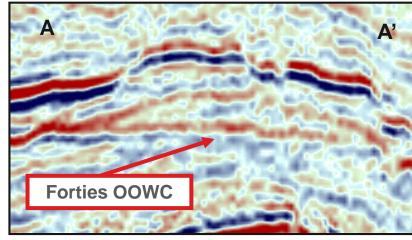
- Results & Integration
- Impact & Conclusions

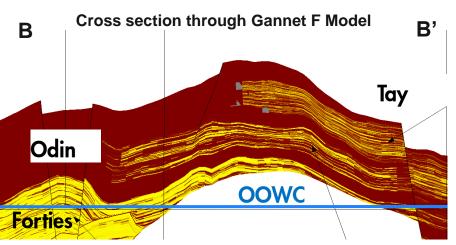


Gannet F

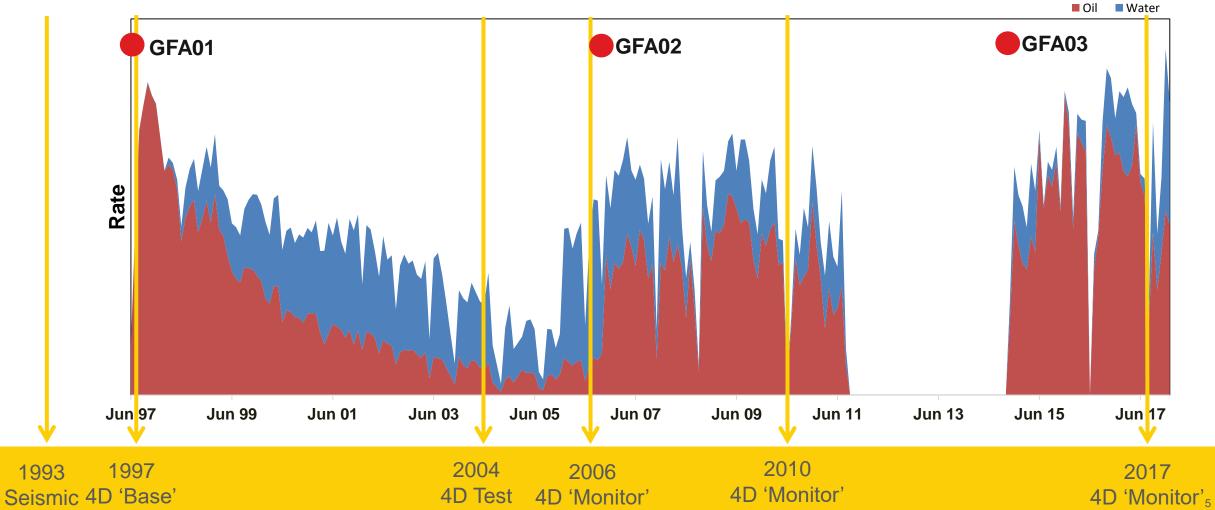
- Shell (operator) 50%, ExxonMobil 50%
- 1960s-'80s E&A wells, 1st oil 1997
- Subsea tie back to Gannet A platform
- 3 primary Paleocene/Eocene reservoirs
 - Tay, Odin, Forties (other minor sands)
- 3 production wells
 - GFA01, GFA02 (Forties)
 - GFA03 (Odin & Forties)





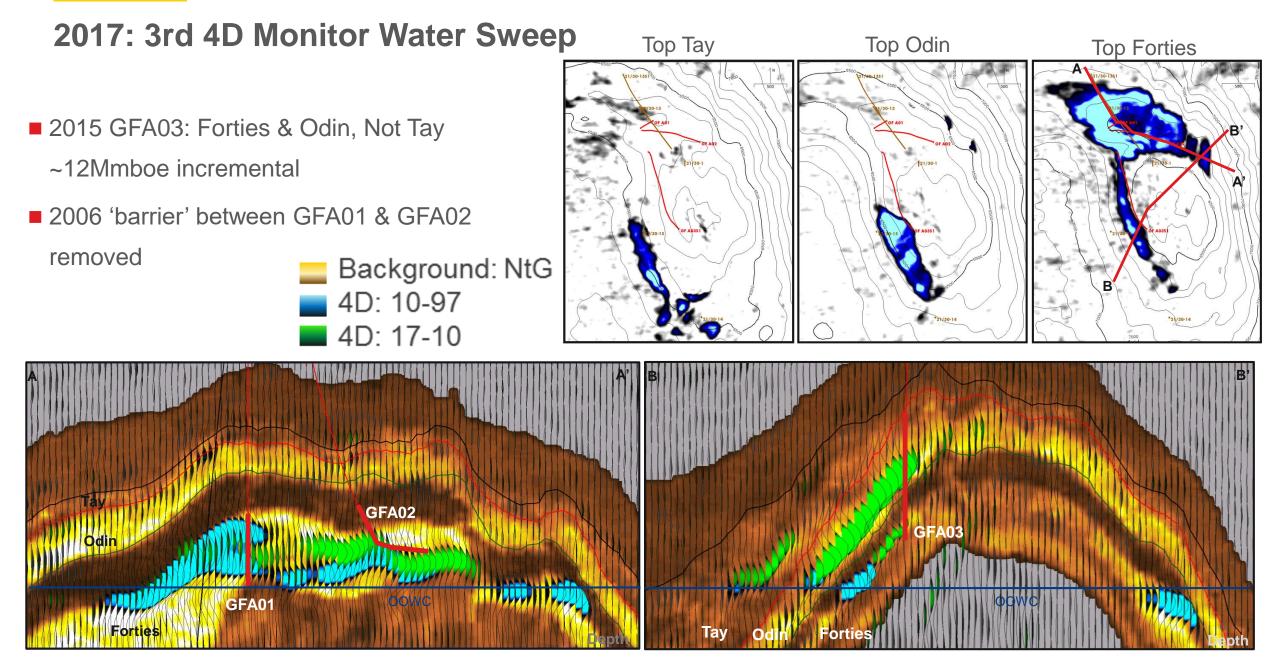


Production, Seismic & Infill Wells

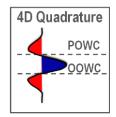


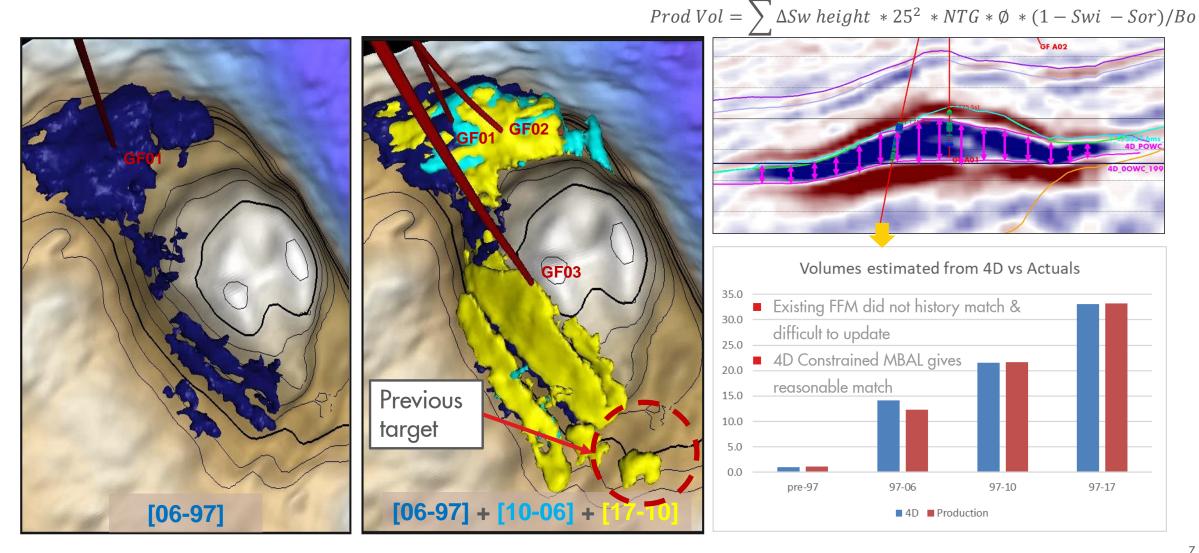
Gannet F: Oil and Water historical rates





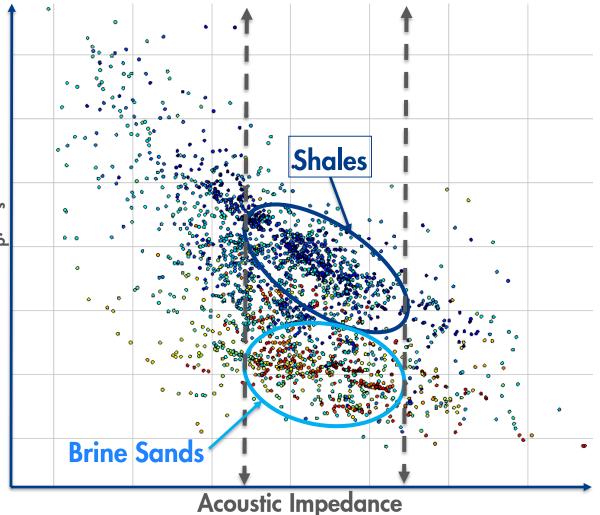
So where does that leave us? Where next?





Acoustic Impedance vs V_p/V_s

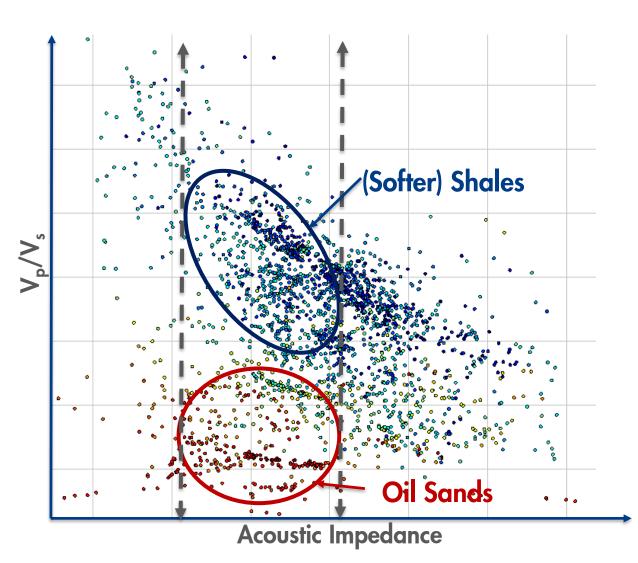
Elastic properties of Tay, Odin and Forties are practically identical. • Wet (Brine) sands have V_p/V the same AI as much of the (harder) shales and are therefore not visible in AI space





Acoustic Impedance vs V_p/V_s

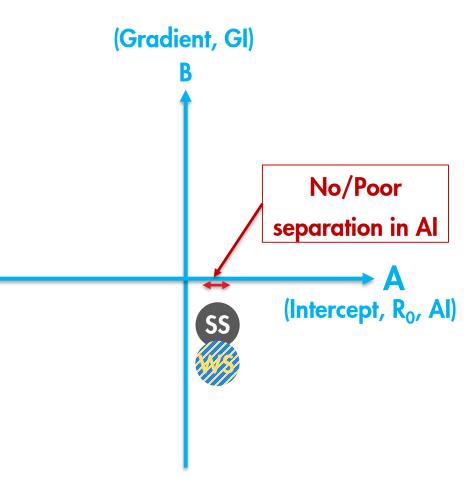
- Oil Sands have a different
 AI to the harder shales but
 have the same AI as softer
 shales, mostly in the Tay
 interval.
- Therefore, Pre-Stack
 Attributes will help to distinguish Oil Sands.





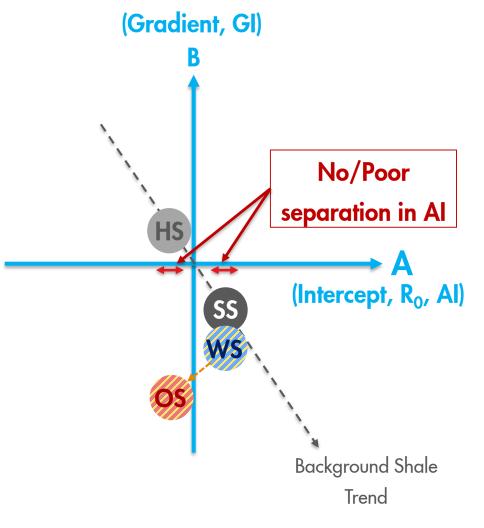
A concept for Extended Elastic Impedance (EEI) and Chi

- The Shuey* approximation gives reflectivity, R, for a given incidence angle θ; R_(θ) = A + B sin²θ
 With intercept, A (<u>AI</u>, zero offset reflectivity) and gradient, B
 - With intercept, A (<u>AI</u>, zero offset reflectivity) and gradient, I (<u>GI</u>) respectively.



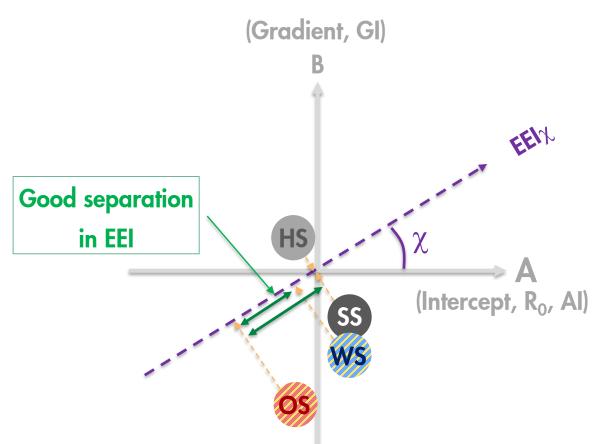
A concept for Extended Elastic Impedance (EEI) and Chi

- The Shuey* approximation gives reflectivity, R, for a given incidence angle θ; R_(θ) = A + B sin²θ
 With intercent A (AL zero offset reflectivity) and aradient
 - With intercept, A (<u>AI</u>, zero offset reflectivity) and gradient, B
 (<u>GI</u>) respectively.

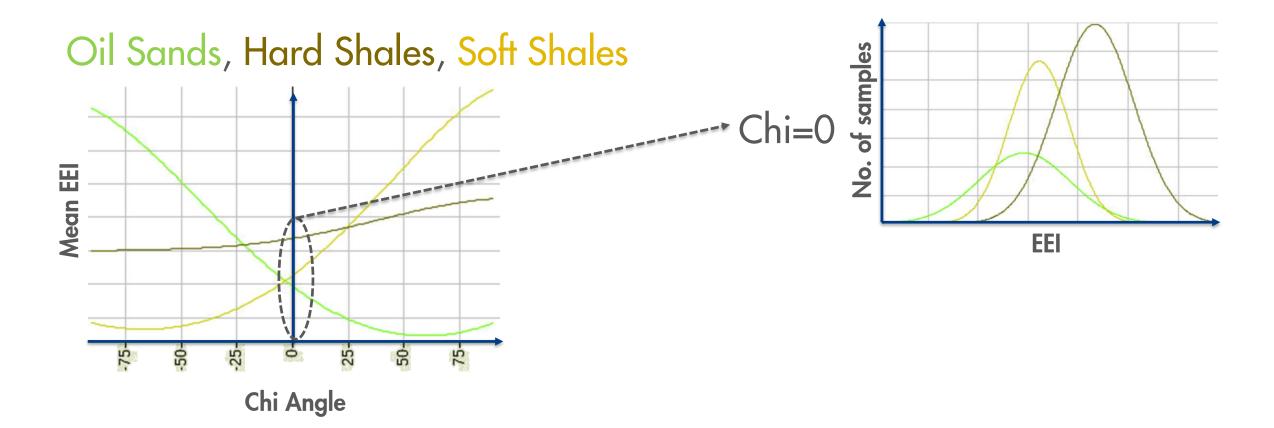


A concept for Extended Elastic Impedance (EEI) and Chi

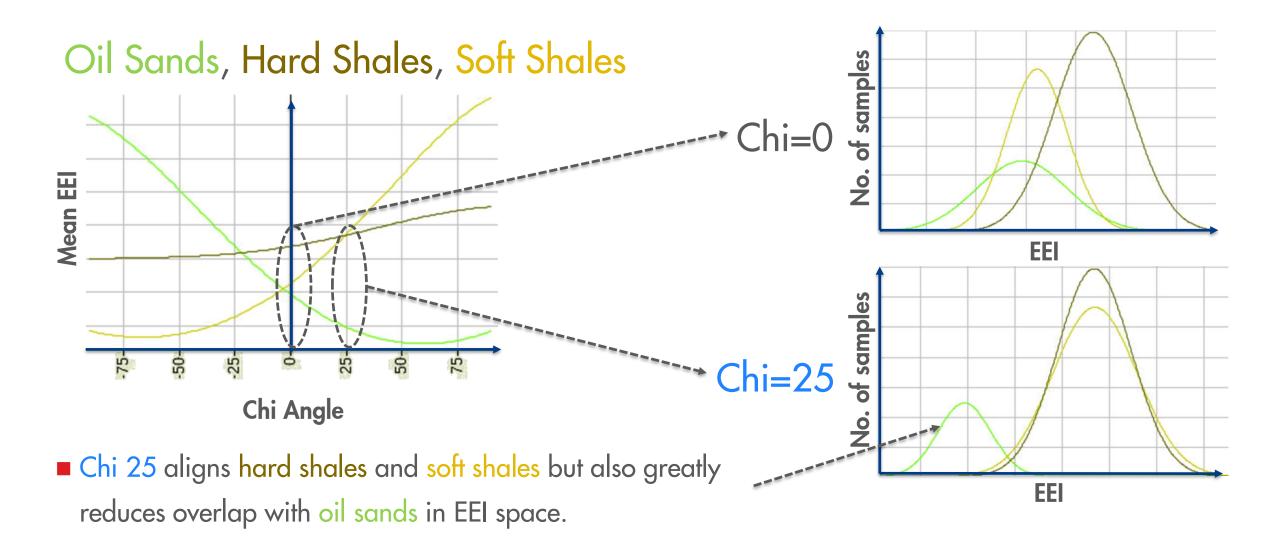
- The Shuey* approximation gives reflectivity, R, for a given incidence angle θ; R_(θ) = A + B sin²θ
 With intercept, A (<u>AI</u>, zero offset reflectivity) and gradient, B (<u>GI</u>) respectively.
- Whitcombe et al. (2002) define EEI as: $EEI(\chi) = AI_o \left[\left(\frac{AI}{AI_o} \right)^{\cos(\chi)} \left(\frac{GI}{AI_o} \right)^{\sin(\chi)} \right]$
- Conceptually, this rotates the axis in an intercept-gradient plot by the angle χ and can improve separation of events indistinguishable in Acoustic Impedance, AI.



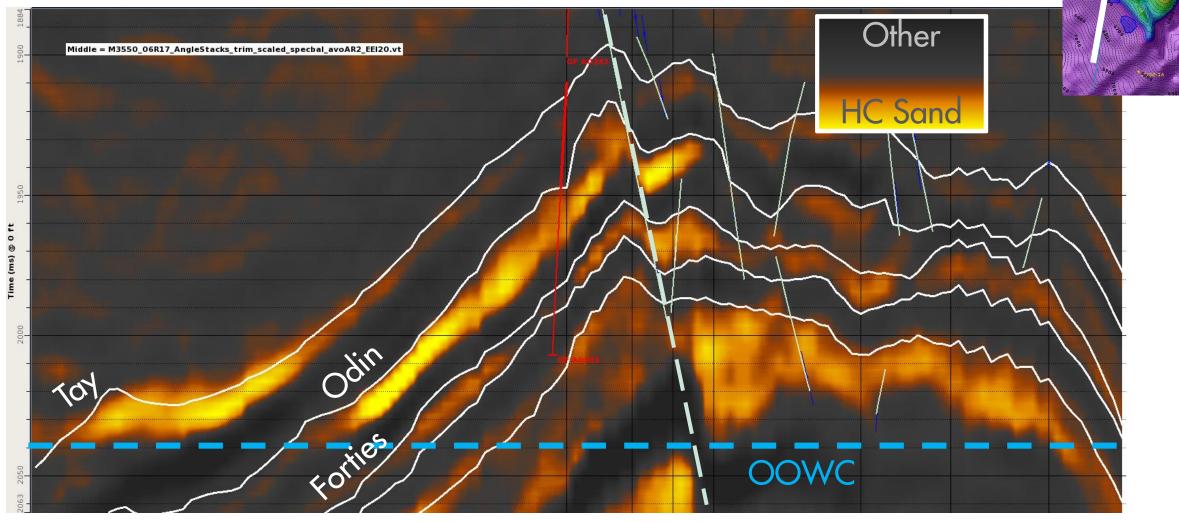
EEI Analysis – Oil Sands vs Shales



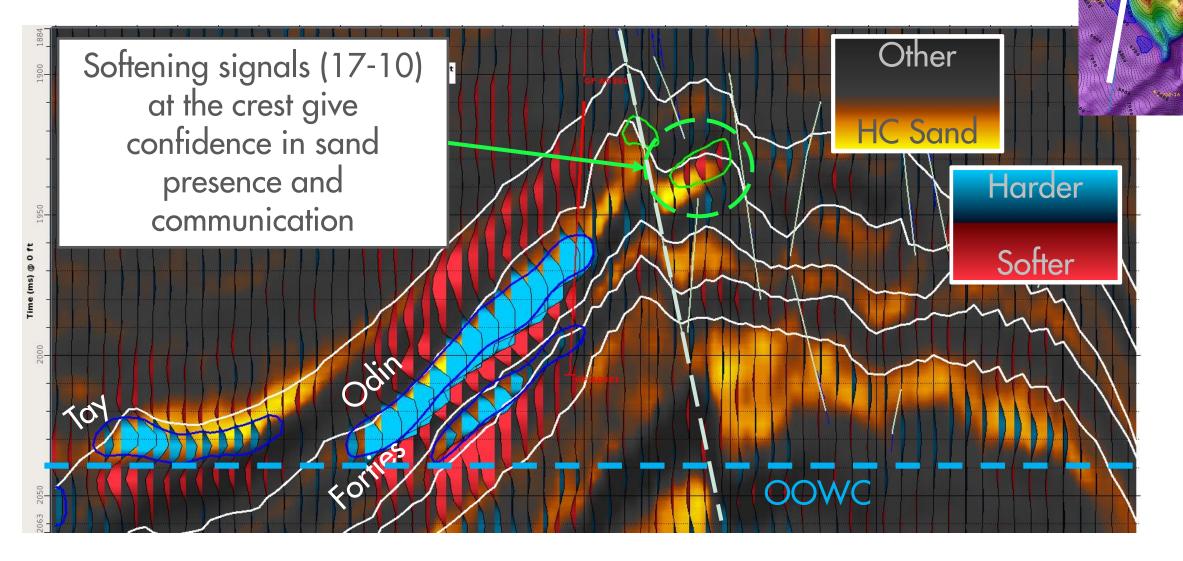
EEI Analysis – Oil Sands vs Shales



Updated 3D; Relative Extended Elastic Impedance Provides Evidence for crestal targets

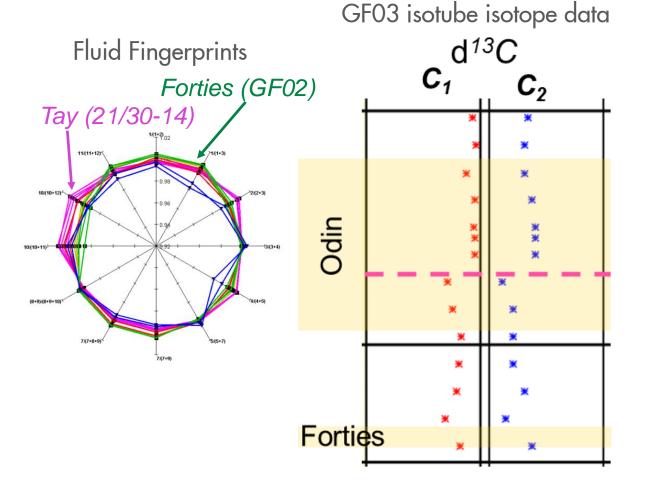


4D Provides supporting evidence for crestal targets



Integrating data; Can we believe the softening signals at the crest?

- Good connectivity and strong aquifer shown by a wealth of different data.
- Based on RFT data, we're ~200psi above bubble point at the crest.
- Given GFA03, we wouldn't expect Tay sands at the crest but we see softening in Odin and Tay.
- Geochemistry, provides compelling supporting evidence that fluids in the upper reservoirs are lighter so could be below bubble point

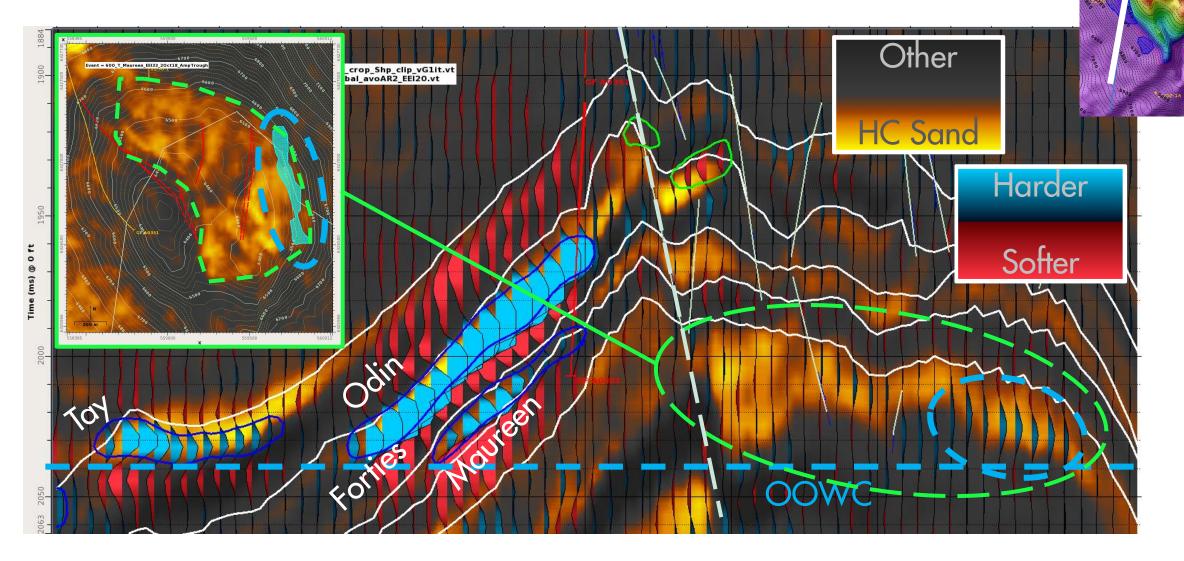


Meet Maureen; Is she a beauty or a witch?



Credit: Anon, 19th Century Germany

4D Shows tantalising hints of potential deeper Maureen



Meet Maureen; Is she a beauty or a witch?

Looks great! It doesn't match a chalk response but we can't rule out siltstone.

GP

PG

It's outside regional GDE maps. What concepts support it? Risks of higher pressures. RE It could be my missing volumes but water could back out primary target production

And much more!



PP Only thin sands

encountered by nearby wells (fluorescing sidewall core). Analogues (for properties) are often far away. Getting there might be difficult. Increased risk of sidetrack

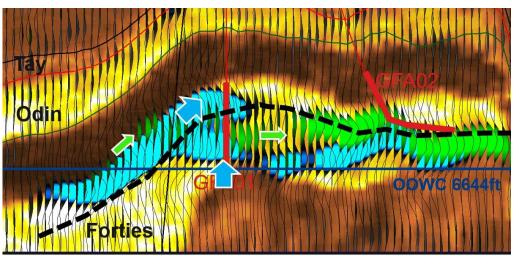
WE

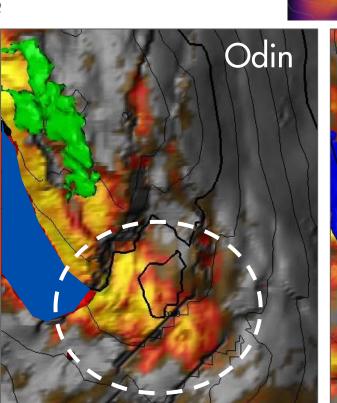
PT

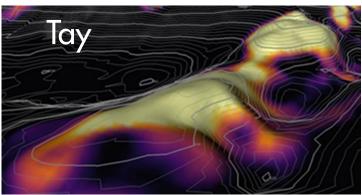
Increases the risk of water breakthrough. No constraint on the grain size for the completion.

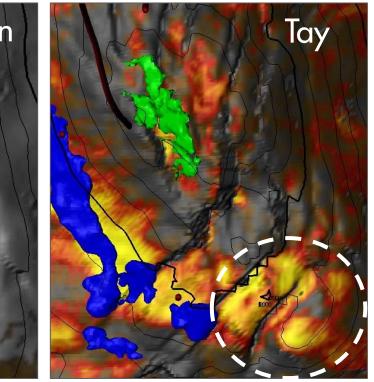
Considerations for the next 20 years...

- What are the volumes in the Tay, Odin and Forties to the South?
- What explains the tilted contact in the Forties at the North?
- Northern fault bounding Odin sweep or cusping?
- And more!









Conclusions and Impact

- Previously, 4D was used to drill & monitor 2 infill wells (GFA02 and GFA03s1)
 - Delivering over 20 MMboe and among the top performing Shell CNS wells
- The 4D and updated 3D is now being used to
 - Prevent drilling swept reservoir (previously identified next target)
 - Justify an additional infill well
 - Highlight possible previously unknown/undocumented reservoir (can be targeted by the same infill well)
 - Bolster and add to opportunities in the South (some not previously documented)
 - **Support WRFM**: highlighting the importance of ensuring GFA02 is kept on production

Acknowledgements

Shell Gannet F Subsurface Team

Andrew Vaughan (Dev/WRFM lead) Ryan Singlehurst-Ward (Geophysicist) Nicola Stewart (Geologist) Kenneth Juquiana (Reservoir Engineer) Diana Christancho (Petrophysicist) Charles Ileagu (RE & Opportunity Manager) Susannah Stott (Well Engineer)

> Cliff Lovelock (Senior Geologist) Stacey Emmerton (Geophysicist) James Harrison (Geophysicist)

And Many, Many More!

Shell Project & Technology

Jonathan Brain (4D SME) Graham Tipney-Hicks (QI) Jonathan Wall (Acquisition) Thomas Piesold (Acquisition) Richard Shipp (Processing) Dan Bright (Processing) Steve Gouldesbrough (Processing) Pim van Bergen (Geochemistry)

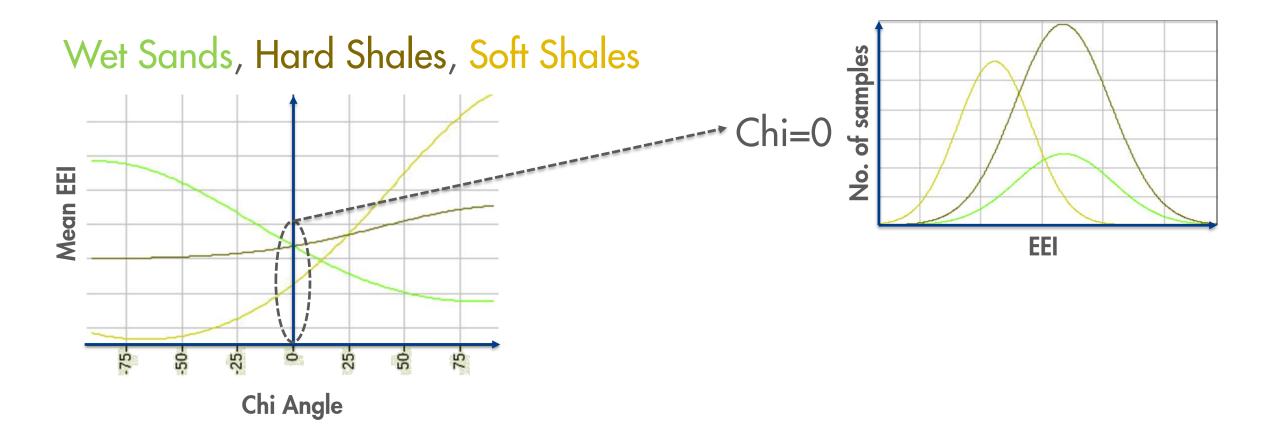
Esso Exploration and Production UK Limited

Dag Isaksen (Operations Technical Manager, Geoscience) Jon Saundry (Joint Interest Reservoir Advisor)

Questions and Answers



EEI Analysis – Wet Sands vs Shales



EEI Analysis – Wet Sands vs Shales

