Gravel on the Road to the Future:

Geological and Geopolitical Insights



Wolfgang E. Schollnberger Vienna, 6.6.2019

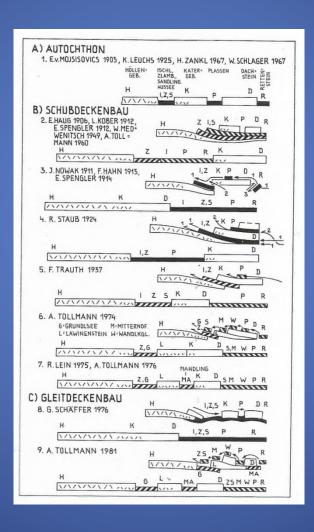
Im Salzkammergut da kann man gut lustig sein...

Dialog:

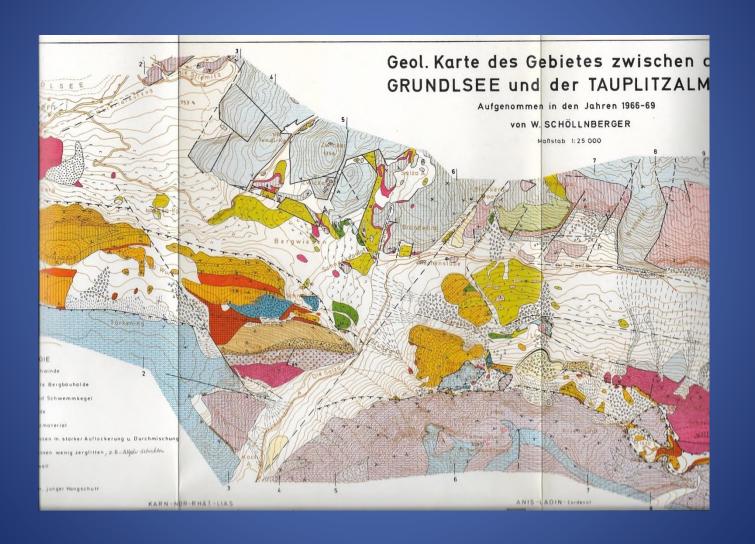
"Georg, ist das kompliziert, was der junge Mann da für seine Dissertation macht?"

"Kompliziert, unendlich kompliziert, wie alles im Salzkammergut unendlich kompliziert ist" Georg Rosenberg (25. 8. 1967)

Complicated, indeed

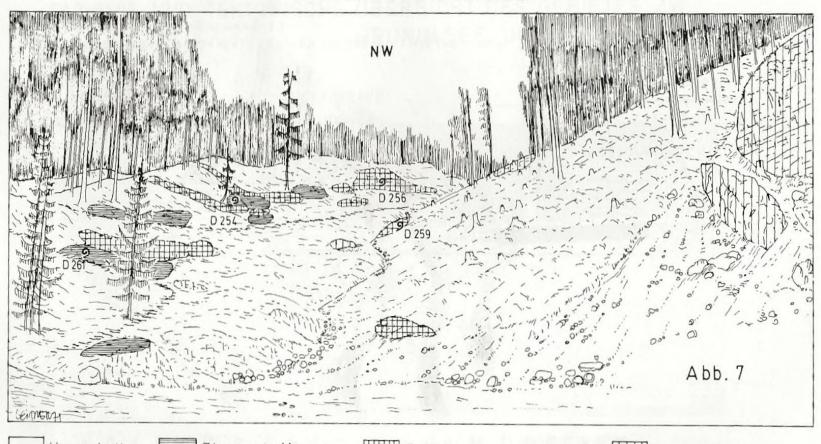


Diss. Karte



A key locality

DIE VERZAHNUNG VON DACHSTEINRIFFKALK UND ZLAMBACH-SCHICHTEN etwa 500 m SSE KL. ZWICKER

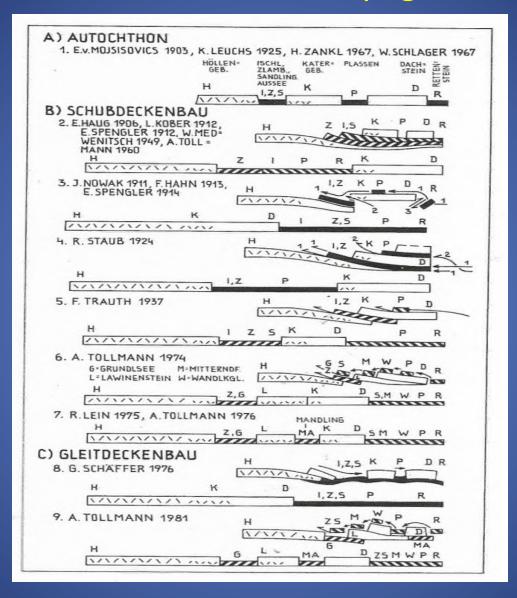


Hangschutt

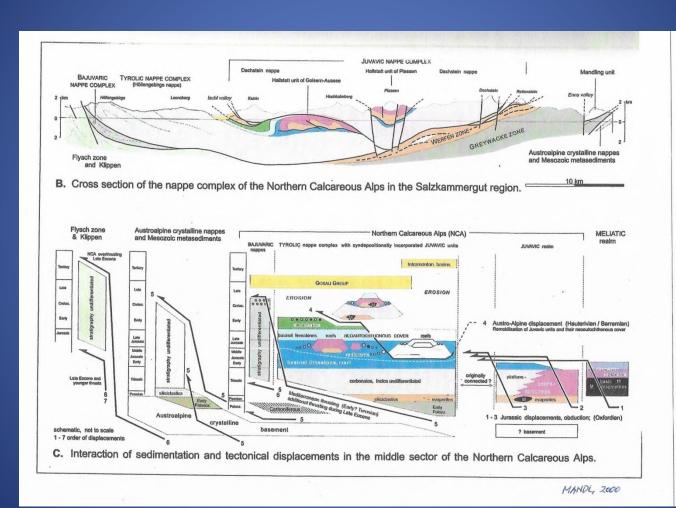
Zlambach-Mergel

Dachsteinriffkalk

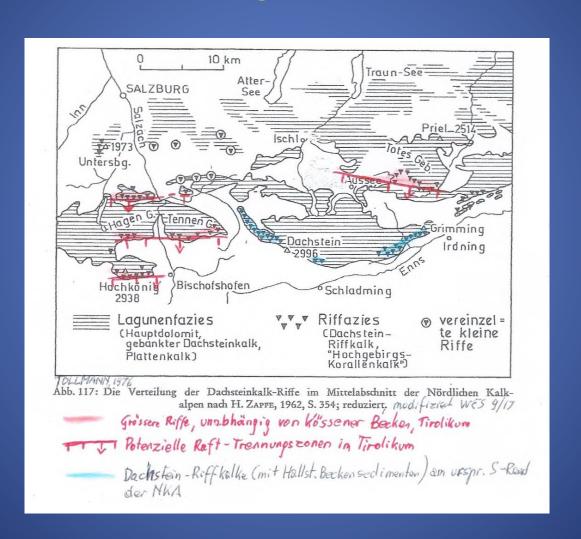
Tollmann et. al. slowly "get it"



Gerhard Mandl's boat enters the canal



...what about U. Triassic reefs "stranded" in the Tirolic lagoon?

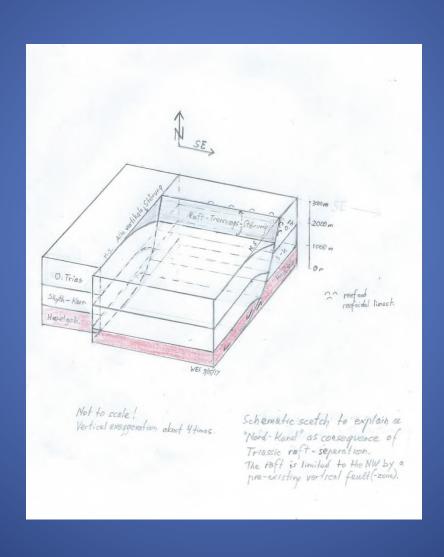


A mighty Dachsteinkalk reef (Sturzhahn) in the middle of the Tirolic Dachsteinkalk lagoon (TragIn)?!

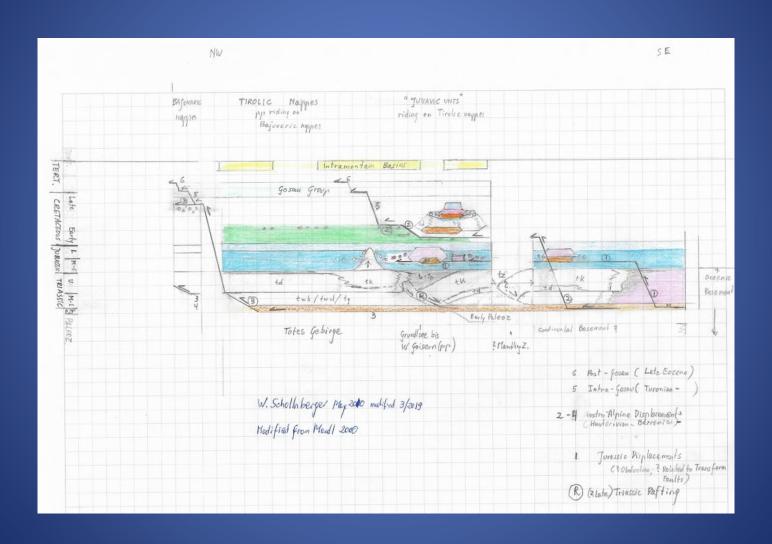
From where would the nutrients for the reef building organisms come? A Nordkanal!!!



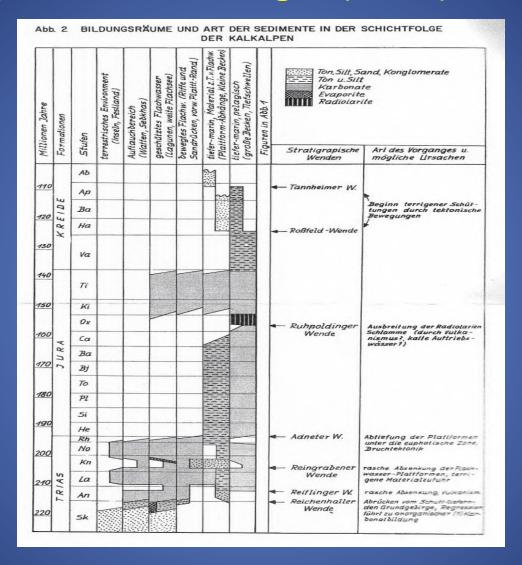
Salt induced raft tectonics to the rescue!



Noch immer: 'kompliziert, unendlich kompliziert.....

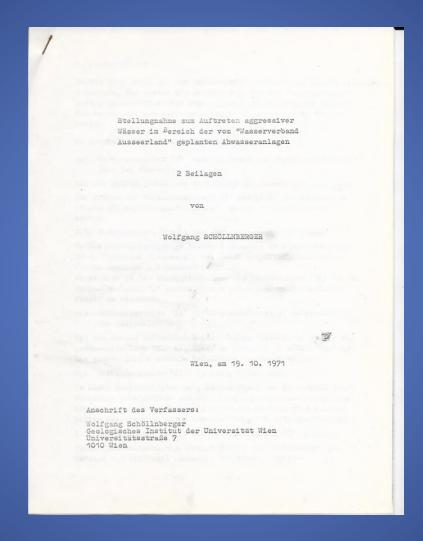


Schlager & Schollnberger (1974): Wenden



2019: Adnet W. is regional, Reingrabener W. is global, linked to the Carnian Pluvial Event

Rettet den Grundlsee, 1971.



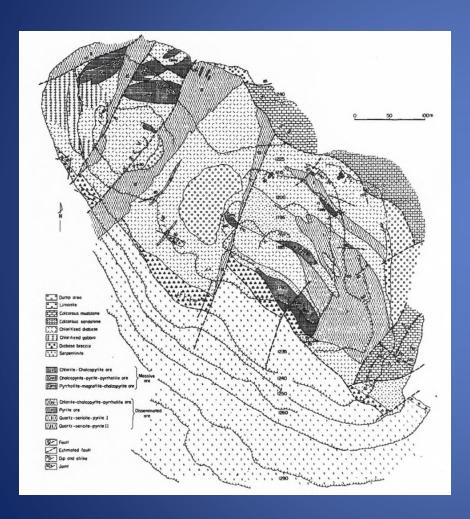
Applying Geology to solve problems and to find raw materials is my passion

Copper "im wilden Kurdistan": Ergani Maden, Turkey 1966





Saw it, mapped it, didn't understand it in 1966 (but Bamba understood it in 1974)



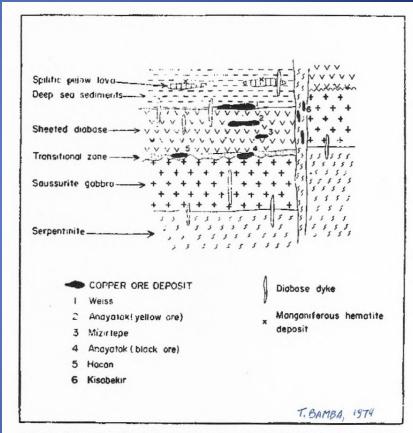
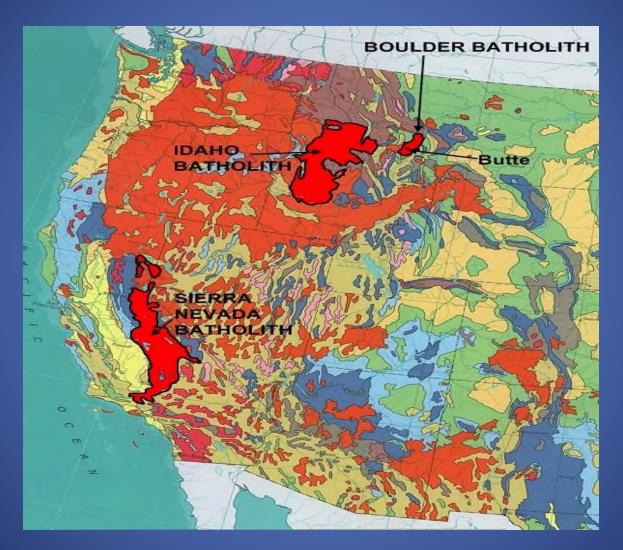


Fig. 9 - Schematic profile and the geological positions of manganiferous hematite deposits and copper deposits of the Ergani mining district, Southeastern (Turkey T. Bamba, 1972).

 Oceanic lithosphere in Maden is 73Ma old. Interesting: the oceanic lithosphere "ophiolite nappe" in the Oman Mountains is also 73Ma old!

1967: Prospecting near the "richest hill on earth": Cu, Au, Ag, Mo.....



Idaho and Boulder Batholith (granite, granodiorite, 73Ma old)

Finding Rare Earth Minerals on Milneland, E. Greenland



W

Charcot Bugt Sst.: Palaeogeography

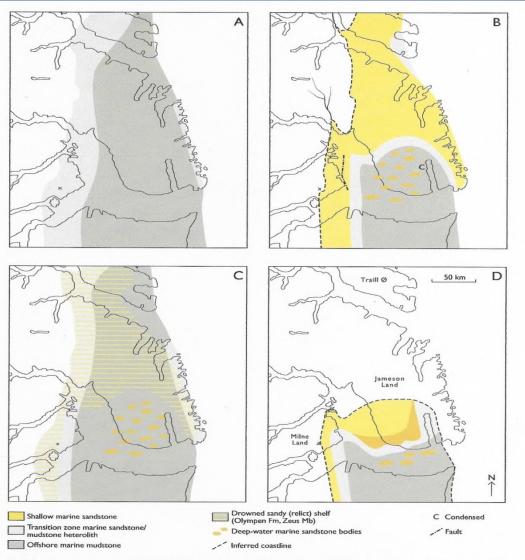


Fig. 5. Late Jurassic palaeogeography of the Jameson Land area, modified after Surlyk (2003). A: Early Oxfordian Q. mariae Chronozone. B: Early-middle Oxfordian C. cordatum - C. densiplicatum Chronozones. C: Latest Oxfordian - late Kimmeridgian A. regulare - A. eudoxus Chronozones. D: Early Volgian. Good. Survey of Denmark and Greenland, Buil. 42, p. 154, 2018; Bjeragor of 21.

Charcot Bugt Sst.: Stratigraphy (not quite correct, even in 2018)

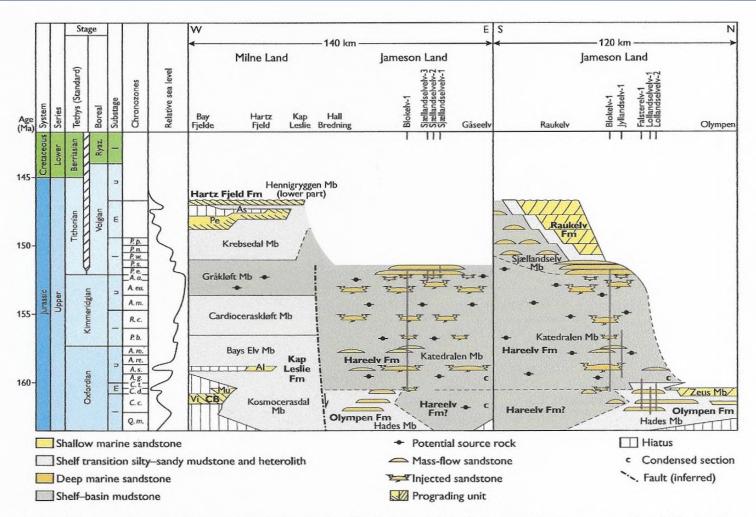
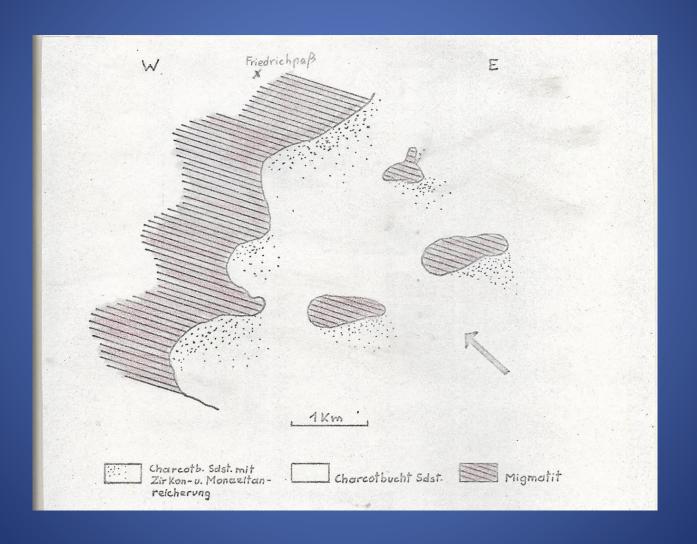
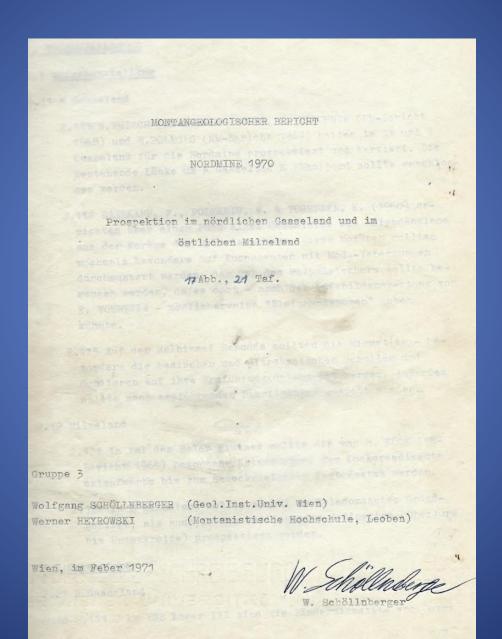


Fig. 4. Stratigraphic scheme based on the geological timescale of Gradstein et al. (2012,) showing a W-E cross-section from Milne Land to central Jameson Land, a S-N transect in Jameson Land and an inferred relative sea-level curve. As: Astartedal Mb. CB: Charcot Bugt Fm. Mu: Mudderbugt Mb. Pe: Pernaryggen Mb. Vi: Visdal Mb. Modified from Larsen et al. (2003) and Surlyk (2003). Geol. Survey Den. Greenle, Bull 42

Seifen mit Mineralen der Seltenen Erden



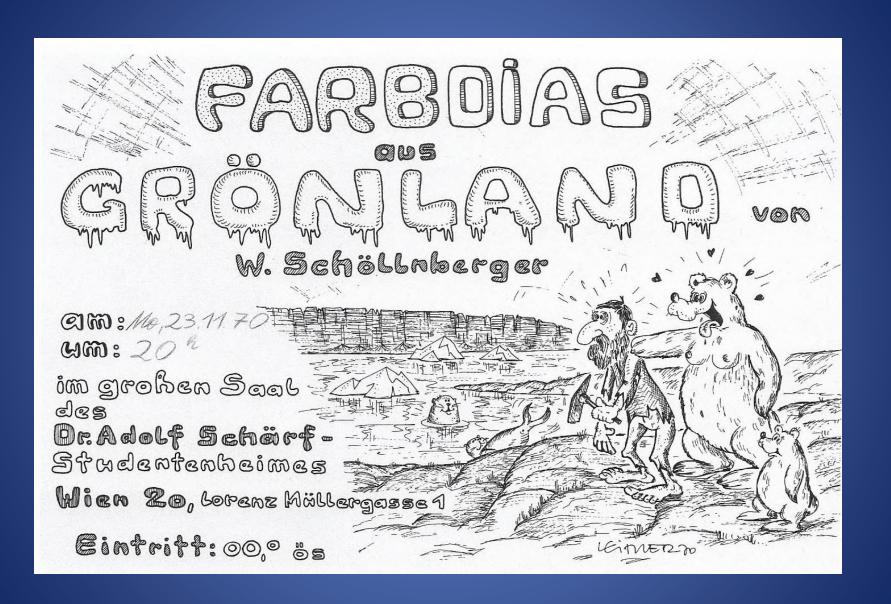
Rare Earth Minerals in E. Greenland, 1970, 1972



Koid woars ...







Significant early learnings:

Factory:

Blueprint - Build - Produce.

Mineral Deposit:

Produce-Blueprint-Build-Produce-Blueprint-Build...

Consequences:

- + High production = high reserves
- + When production ceases, reserves collapse
- + Most mineral deposits (incl. petroleum fields) reach their low economic limit and are being abandoned before they are fully understood

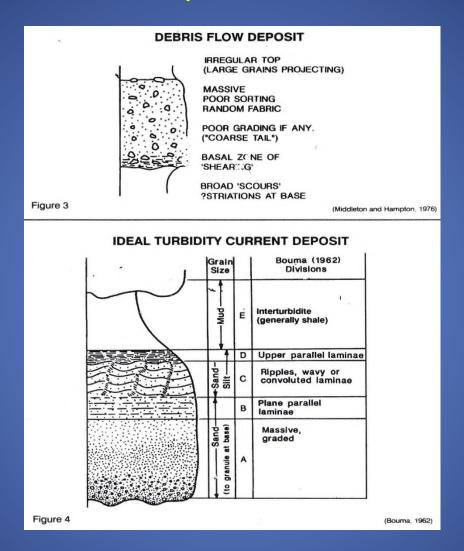
"Schöll goes to Shell" (W. Vetters, 1972)

"We won't have a Viennese coffee shop in (Georg) Mandl's Structural Team"

(Hans Grunau, Shell)

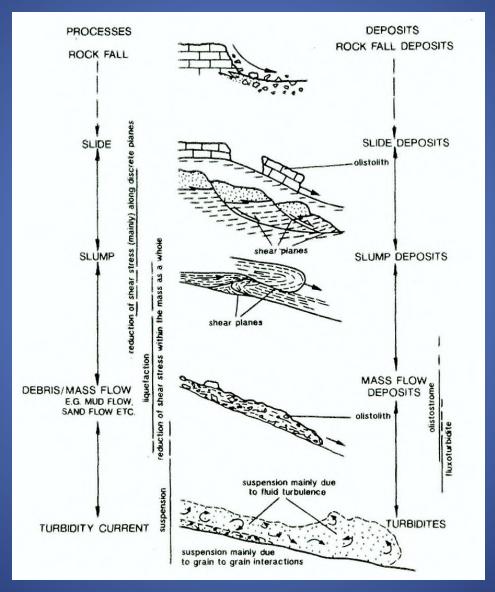
So, I joined Kees Kruit and the San Sebastian
Faun Club – and became overnight an expert on
turbidites

Debris Flow Deposit / Ideal Turbidite



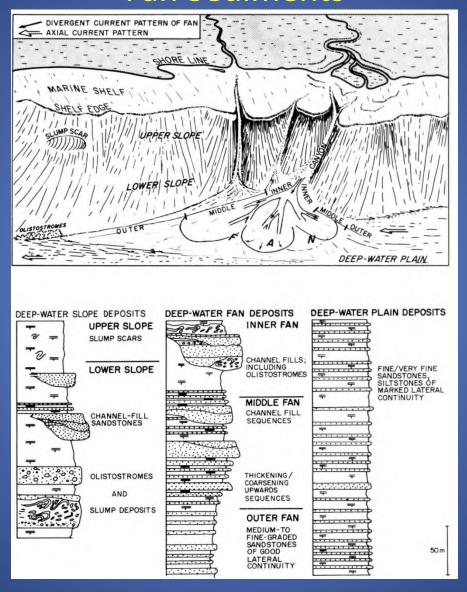
Watch out where you take samples: Heavy mineral assembly changes with grain size

Gravitational subaqueous depositional processes



Schollnberger, 1974

A model of Subaqueous Slope Channel and Deep-Water Fan Sediments



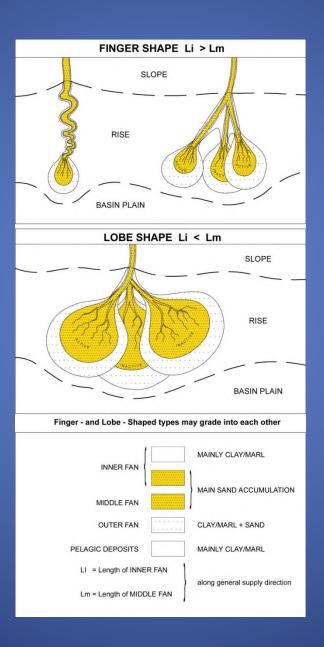
Schollnberger, 1974

The real thing

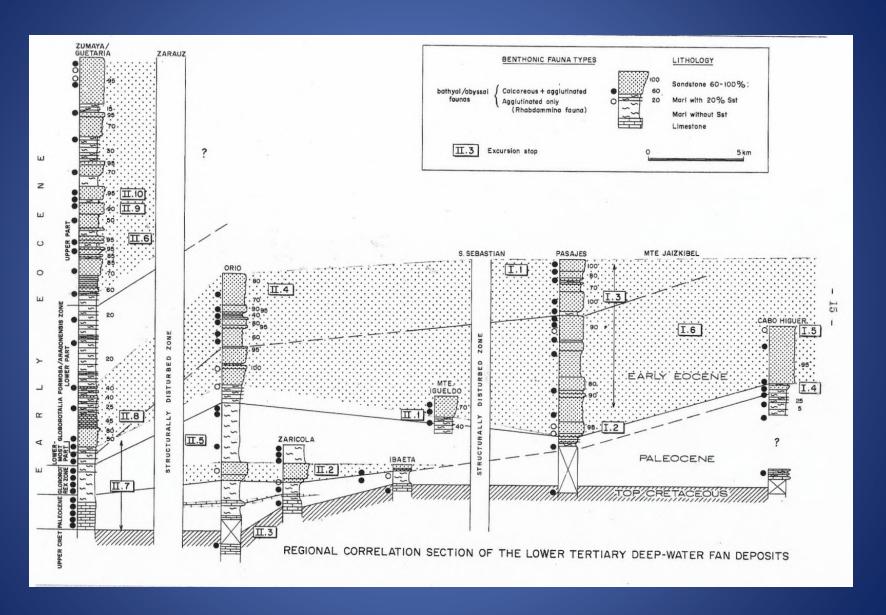


SAN SEBASTIAN FAN (L. EOCENE). MIDDLE FAN LOBES AT HABOR ENTRANCE OF PASAJES (SAN SEBASTIAN, SPAIN).

Most common fan shapes



Reliable correlations need Palaeo!



Kruit et.al ,1974

Bird tracks on graded beds, but birds don't have 500m long legs!!



The 'bird-track flysch' of Yesa (Oligocene lacustrine deposits)

Interpreting environments of clastic deposition: Palaeo is necessary!!



Fossils not only tell you how old they are, but also where they live

There is much more missing (ca.80 - 90%) than preserved

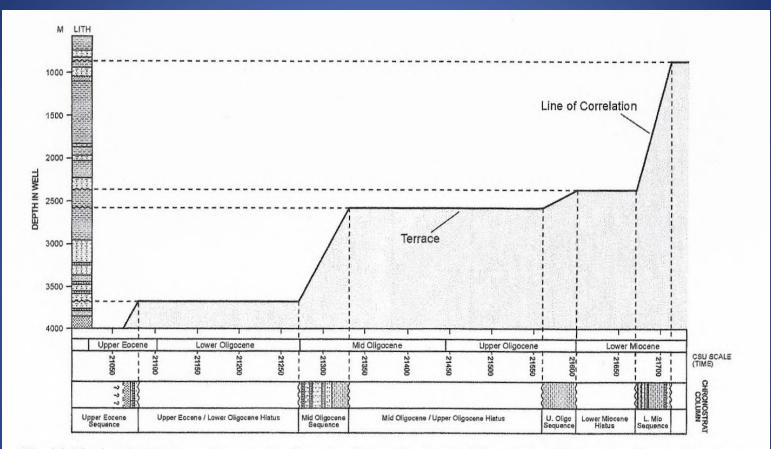
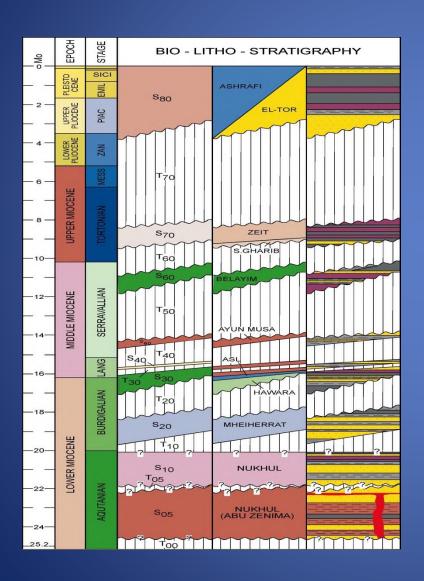
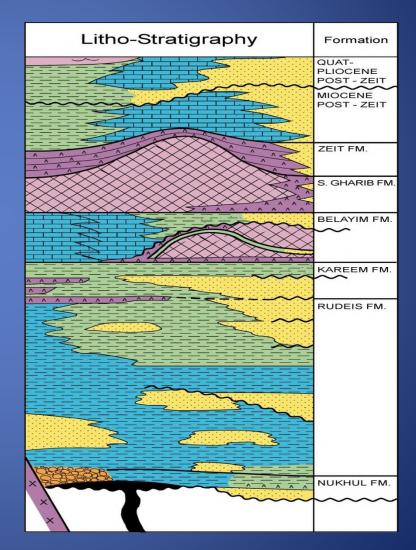


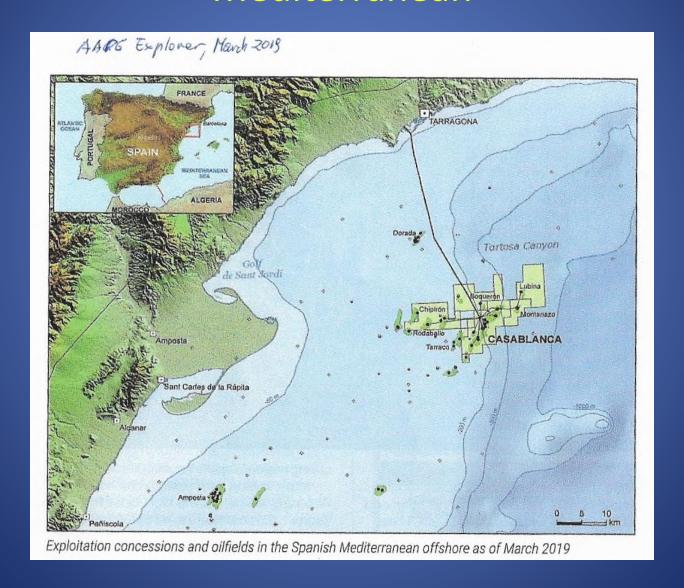
Fig. 36: Plotting the lithology of an actual well against Composite Standard Time Units (CSU, a proxy for absolute time) demonstrates how episodic sedimentation really is: much more time is not represented in the lithologic record than there is (reproduced with permission of BP).

Neogene Stratigraphy, Gulf of Suez

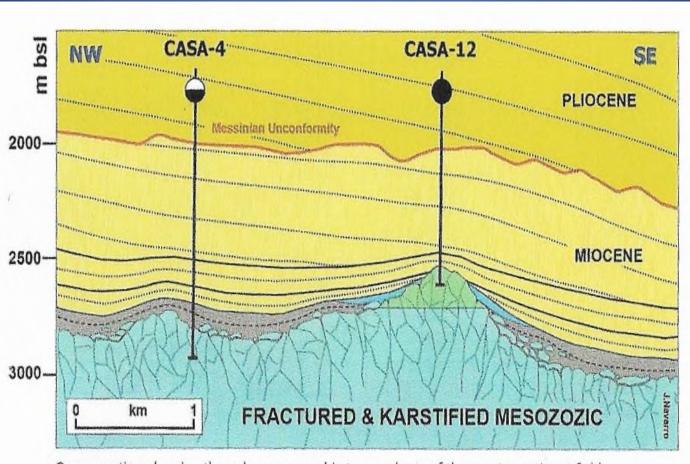




After research in Rijswijk, exploring the Western Mediterranean



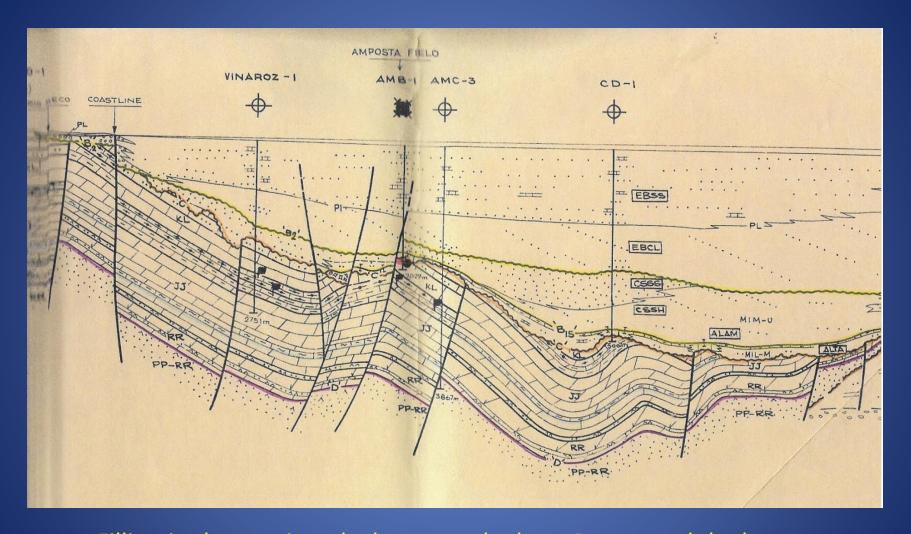
How others see it (2019)



Cross-section showing the paleo-geomorphic trap and one of the most prominent field culminations drained by the Casablanca-12 vertical well.

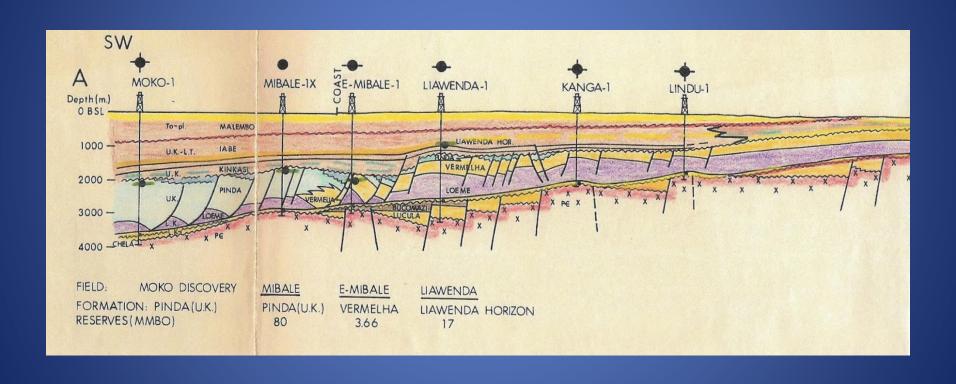
AAPC, Explorer Mach 2019

How we saw it: precision pays (1977)

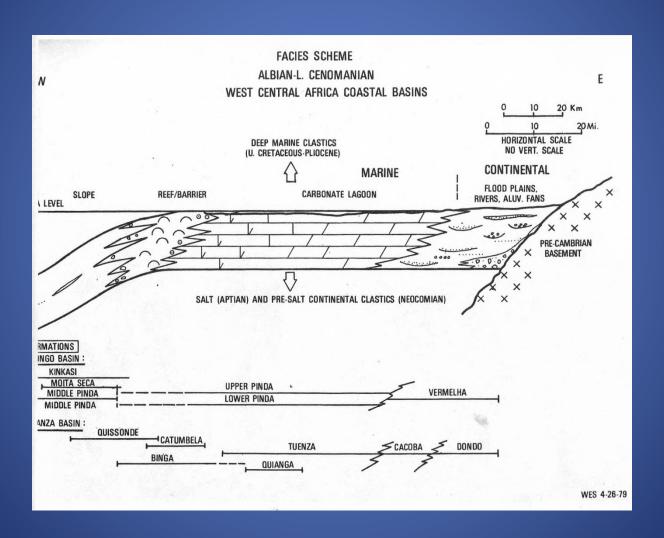


 Filling-in the stratigraphy between the base Bunter and the base Miocene unconformity allows prediction of karstification below base Miocene and mapping of Bajocian/ Bathonian and Kimmeridgian source rocks 1979: Change from Shell to Amoco Corporation

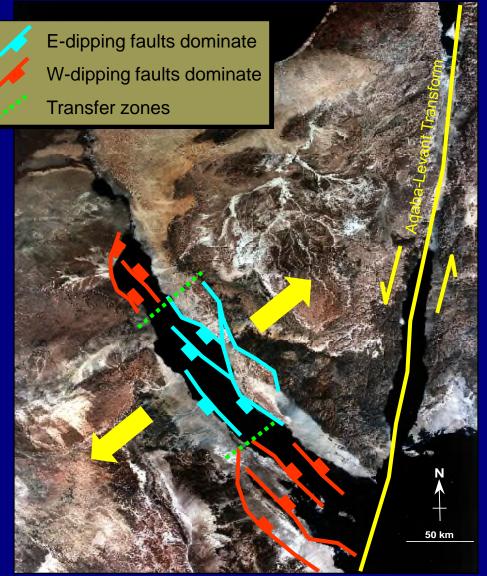
Coastal Congo Basin: raft tectonics

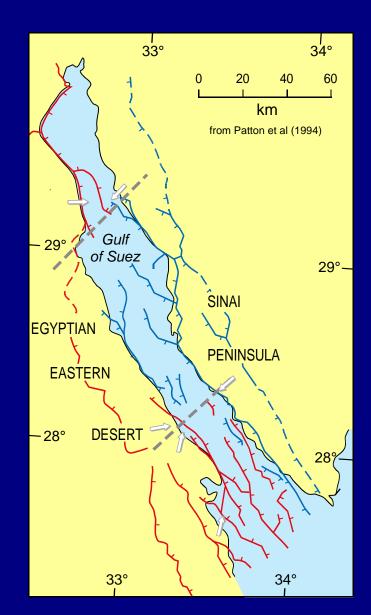


What's in Formation names? Not much, they encrypt and hamper understanding

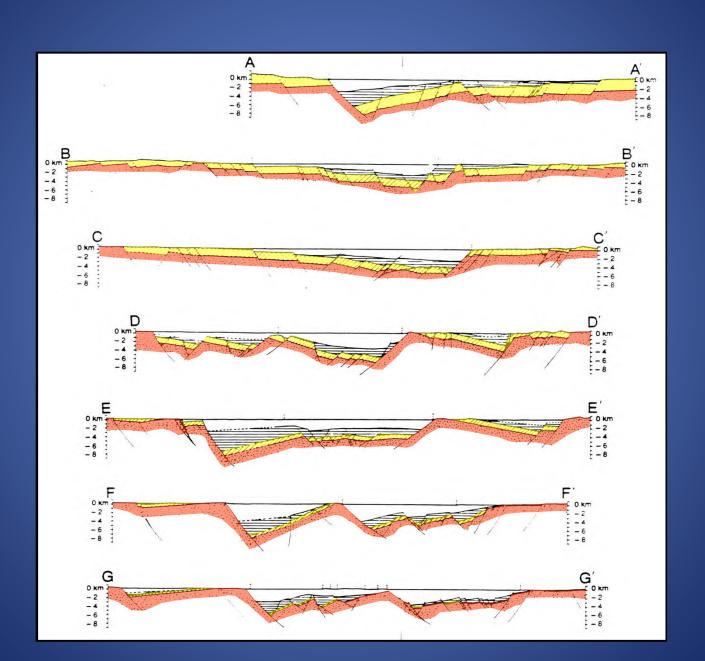


Gulf of Suez

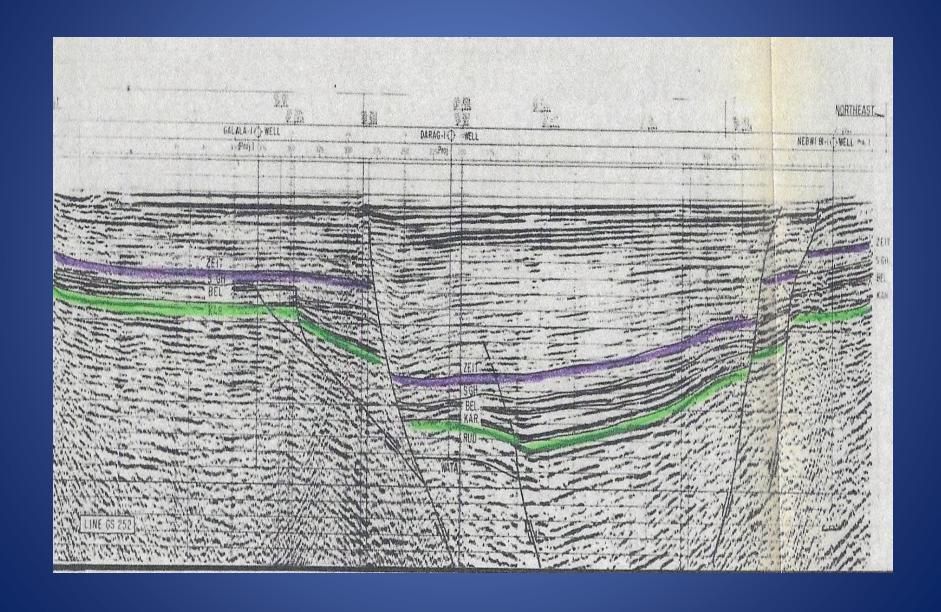




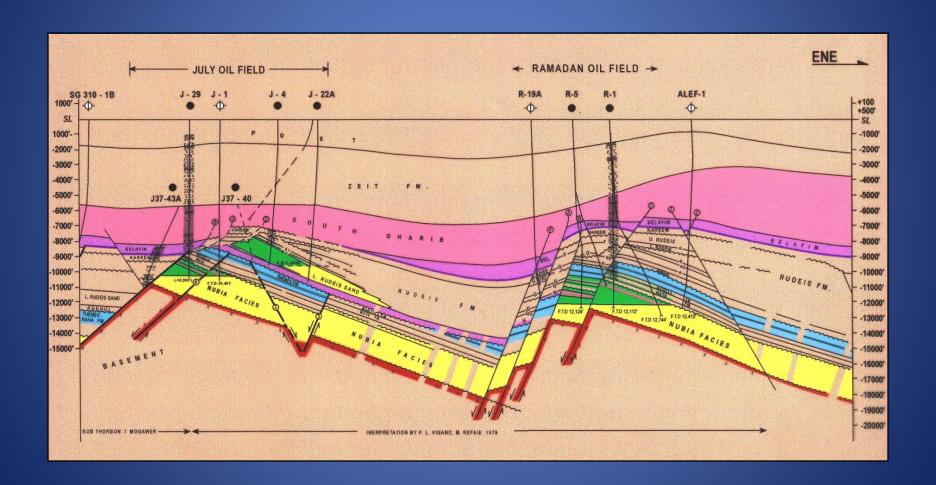
GOS: Dip Regimes



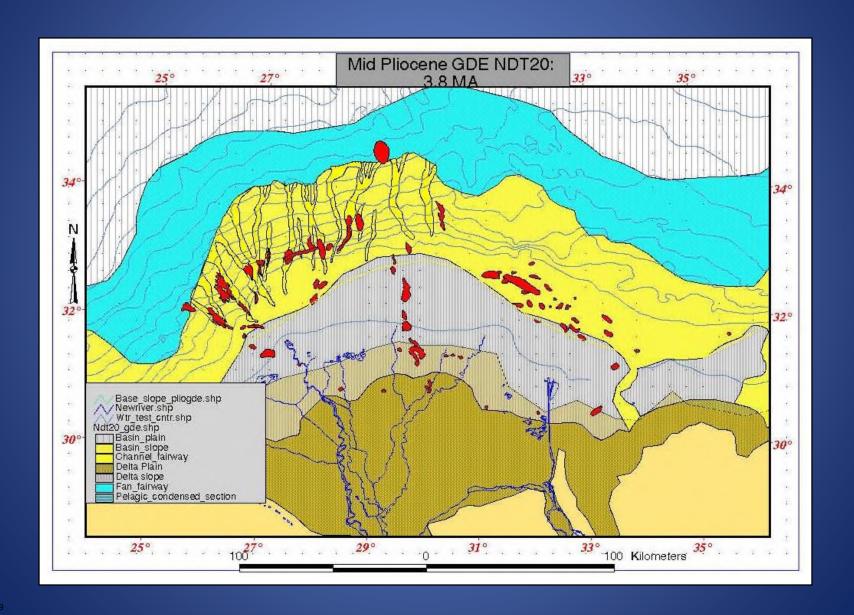
GOS: Shallow multiples mask true reflections of Nubia sandstone reservoirs



GOS: Giant fields



Keep learning and think ahead: despite great success in GOS, I pleaded for Amoco's shift to the Nile Delta (1989)



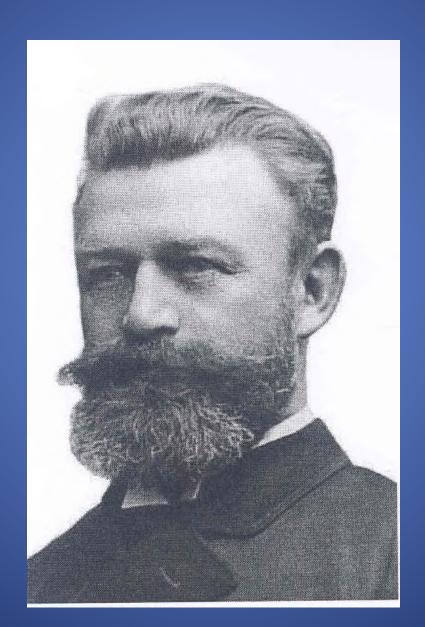
"All the easy oil has been found"..... Nonsense, it (almost) never was easy!!!!



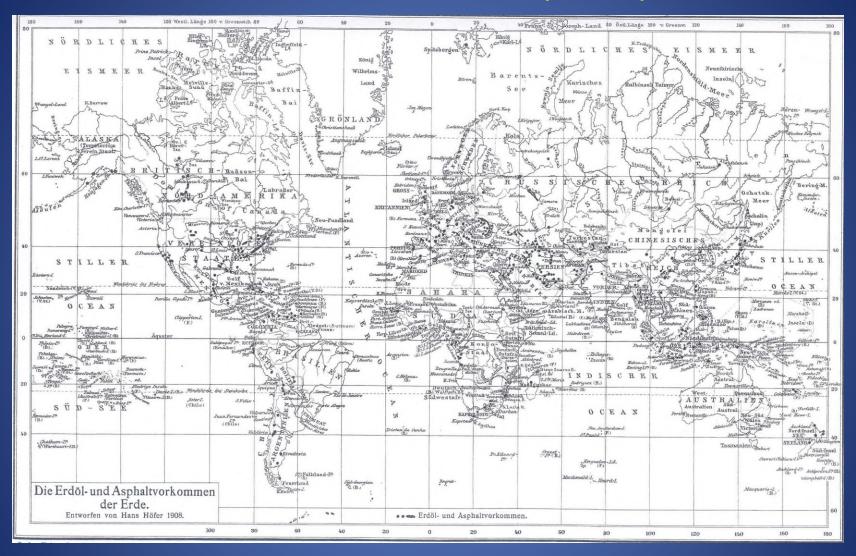
- Source: Schollnberger Collection
- After having helped to discover a lot of oil and gas in Amoco's contract areas, I was handed the privilege to lead Amoco to new areas. Just as the Iron Curtain was coming down.

On to forward looking jobs: guiding "New Ventures" and "Technology" within Amoco and BP

Ein wahres Genie



Höfer's world view (1909)



 About 70% of all oil and natural gas found so far (2019) could have been discovered by drilling within a 100 km radius of the each dot on Höfer's map (who knew?) Political circumstances on the surface change faster

than (our understanding of) the geology in the subsurface

A. Bally's world map (Roberts and Bally, 2012)

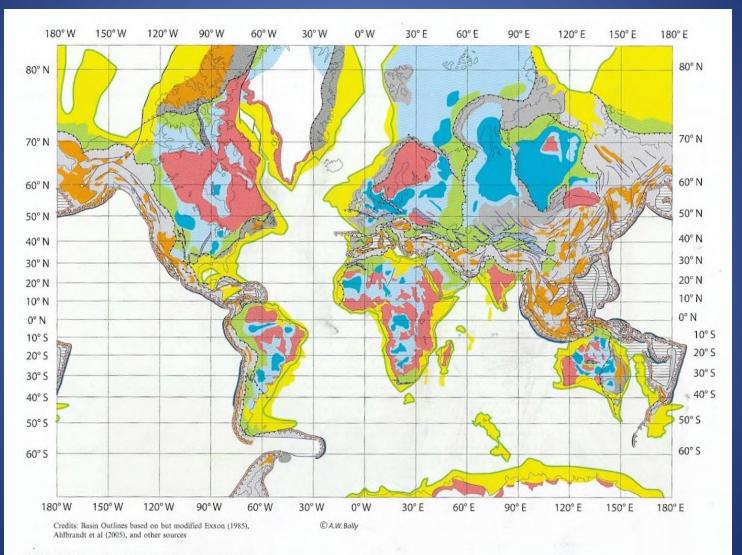


Plate 25.31 Sedimentary Basins of the world.

In Russia

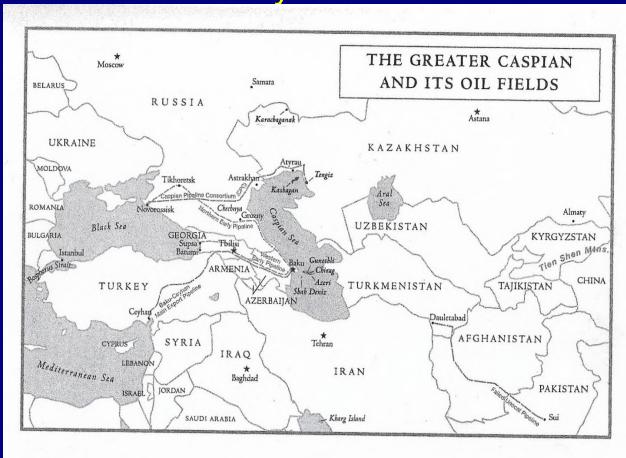


Know the history of your firm and the history of the countries where you want to operate



• with Nelson Mandela, Dec. 7. 1991

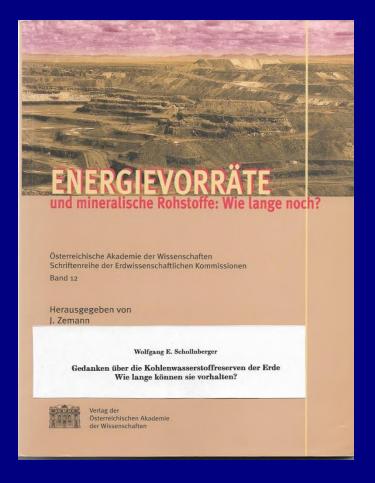
Glory in Baku



"Wolfgang, in 1990, your people were in the right place at the right time!" (R. Blanton, Amoco, pers. comm. 1994). That led to Amoco cosigning in 1994 the "Contract of the Century" with a 17.1% share. Since the merger of BP and Amoco in 1998, the combined share is 34.27%, worth many billions of \$.

Finding ways to share knowledge

"Wieviel Öl und Gas gibts eigentlich?" (W. Frank,1996) My answer in 1998:



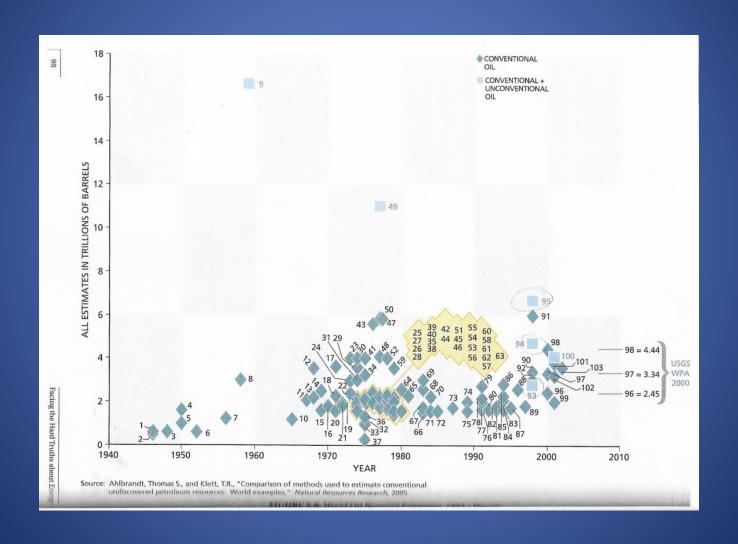
"Da haben sie ja ein Lehrbuch geschrieben "(Ch. Exner, 2001)



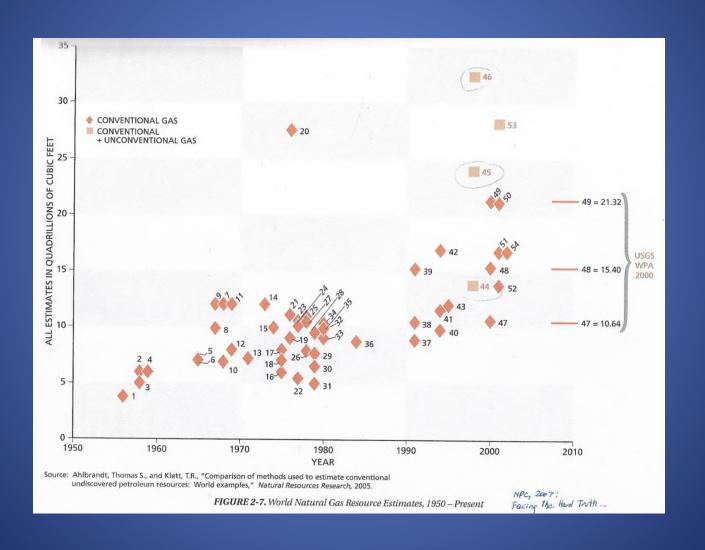
After "retirement" in 2004: Daring estimates and forecasts

Legend for Figure 2-6					Legend for Figure 2-7		
Conventional Oil/Conventional +					Convential Gas/Conventional +		
Unconventional Oil References					Unconventional Gas References		
			Table 18				
1 2	Duce Poque	54 55	Moody Nehring (H)	1	MacKinney		
3	Weeks	56	Nehring (L)	2 3	Weeks (L)		
4	Levorsen (and up)	57	Halbouty	4	Weeks (L)		
5	Weeks	58	Halbouty	5	MacKinney		
6	Pratt	59	Halbouty	6	Weeks		
7	Hubbert	60	Meyerhoff	7	Ryman		
8	Weeks	61	Nehring (H)	8	SHELL		
9	Weeks	62	Nehring (L)	9	MacKinney		
10	Weeks	63	De Bruyne	10			
11	Ryman	64	World Energy	11			
12	Weeks (H) Weeks (L)	65	Conference Halbouty	12			
14	Weeks (L) Hubbert (H)	66	Masters	13			
	Hubbert (L)	67	Masters		Hubbert		
	Moody		Masters		Parent, Linden (and up) Adams and Kirkby (H)		
17	Weeks (H)		Odell and Rosing	17			
18	Weeks (L)	70	Masters (H)		National Academy		
19	Bauquis	71	Masters (L)		of Science		
20	Warman	72	Martin	19	Barthel, BGR (and up)		
21	Warman	73	Masters	20	Grossling (H)		
22	Hubbert	74	Bookout		Grossling (L)		
	Odell		Campbell		International Gas Union		
	Schweinfurth		Campbell		Parent, Linden (H) (and up)		
25	Hubbert (H)	77 78	Masters Masters		Parent, Linden (L)		
	Hubbert (L) Kirkby, Adams (H)	79	Masters	26	Desprairies (H)		
	Kirkby, Adams (L)	80	Campbell	27			
29	Parent, Linden	81	Campbell	28			
	Parent, Linden (H)		Laherrere	29			
	Parent, Linden (L)	83	Campbell	30			
32	MacKay, North (H)	84	Masters	31			
33	MacKay, North (L)		Masters	32	Parent, Linden (H) (and up)		
	Moody, Esser (H)		Masters	33			
35	Moody, Esser	87	Campbell	34			
36	Moody, Esser (L)	88	MacKenzie	35	World Energy Conference		
37 38	Moody, Geiger Moody, Geiger		Campbell BP	36 37			
39	Moody, Geiger Moody, Geiger		Odell (H)		Masters Masters		
40	National Academy		Odell L)	39	Masters		
.5	of Science		Scholinberger	40			
41	Odell and Rosing		Scholinberger	41			
42	Barthel, BGR		Schollnberger	42			
43	Grossling (H)		USGS	43	Riva		
44	Grossling (L)		USGS	44			
45	Folinsbee		USGS		Schollnberger		
46	Klemme		Deffeyes	46			
47 48	Seidl, IIASA (H) Seidl, IIASA (L)		SHELL (H)	47	USGS USGS		
49	Styrikovich		SHELL (L)		USGS		
50	Styrikovich		Edwards	50			
51	World Energy	.55			CEDIGAZ (H)		
	Conference				SHELL		
52	IFP				SHELL		
	(4 estimates >4 TBO)			54			
53	Klemme						

Oil



Natural Gas



There is Plenty of Oil and Gas Left

Original Oil in Place

15 000 G barrels = 2 040 Gt (with shale oil, without oil shale), only 165 Gt produced (= **8%**) so far.

Original Gas in Place

3 100 trillion m^3 (of wich 2 400 trillion m^3 CBM+"tight" gas +shale gas; without gas hydrates) = 2 805 GtOE,

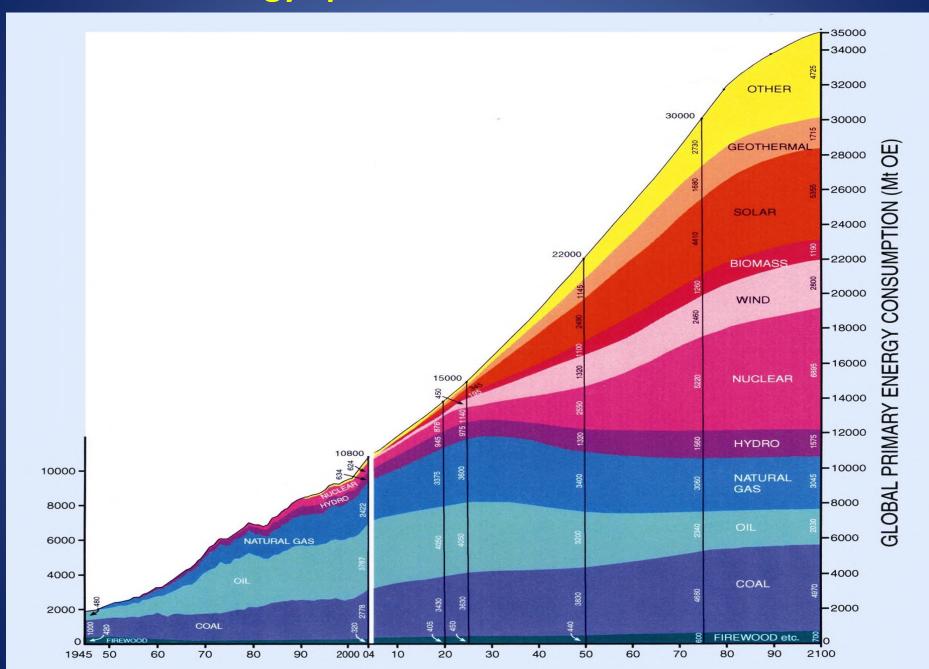
only 88 Gt produced (= 3%) so far.

Source: Schollnberger 1998, 2006, Holditch et al. 2012))

In Energy Decisions, What is Important to Consumers, Governments and Businesses?

- Economic Growth (0.5 weight)
- Security of Energy Supply (0.3 weight)
- A Clean and Safe Environment for Our and Future Generations (0.2 weight)

Forecast: Energy Spectrum 1945 to 2100 (SCHOLLNBERGER, 2006)



Significant Pressure Points on a Global Scale will Force a Juncture in the Primary Energy Mix

Population Growth

Lifestyle Expectations

Access to Fossil Fuels ("haves and have-nots"; Producer's hubris: Russia, USA)

Falling Costs of "Renewables"

Ecologic Precautions

Yellow vests: "Enough is enough!!!"

(They ask: Climate change? What climate change?)

7 1

THE WASHINGTON POST · SUNDAY, JANUARY 27, 2019



JEAN-CHRISTOPHE VERHAEGEN/AGENCE FRANCE-PRESSE/GETTY IMAGES

A "yellow vest" demonstration in Nancy, France, on Jan. 19. The movement started in opposition to fuel tax increases but has become a protest of President Emmanuel Macron's policies. "Trop c'est trop!" on the vest at right means "Enough is enough!"

Politicians try to lead, but what are the followers DOING????



RESISTANCE: Protests in France, including high-school students marching in Toulon, above, continued Monday. The government was rebuffed in efforts to arrange talks. A9 1/5/1/19

SNCF (but not the French railway company!)

We only react to a threat quickly, when the threat is

Significant

Near

Clear

and the outcome of actions is perceived as

Favorable to us

For too many, the current global warming is not SNCF!!

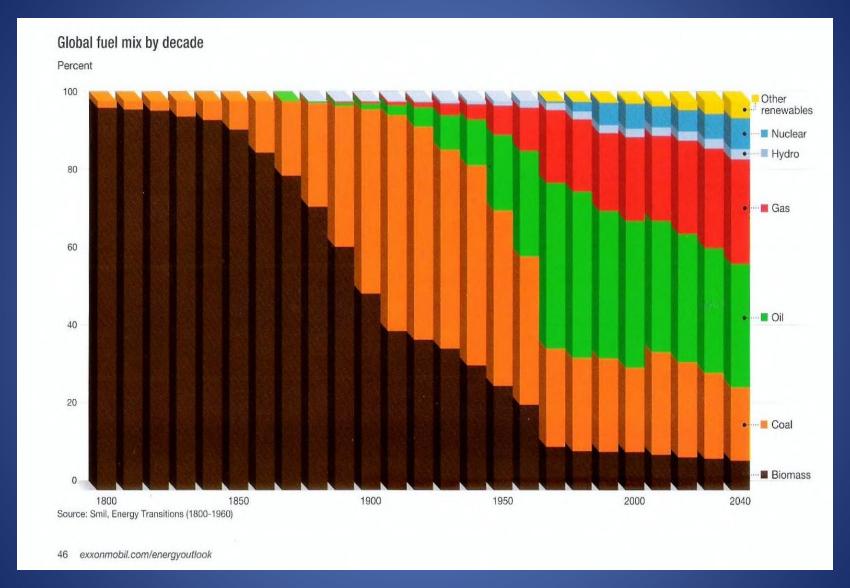
Therefore: Lots of talk, but no decisive actions

Demonstrations



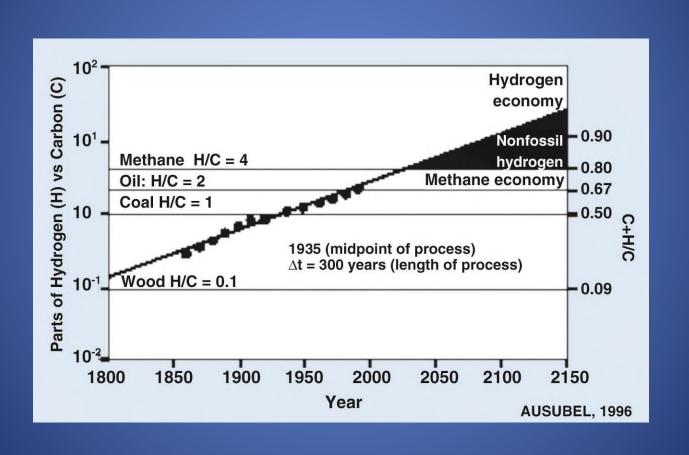
 .. but what are we, as individuals or collectively, willing to SACRIFICE???

There is a long-term trend......

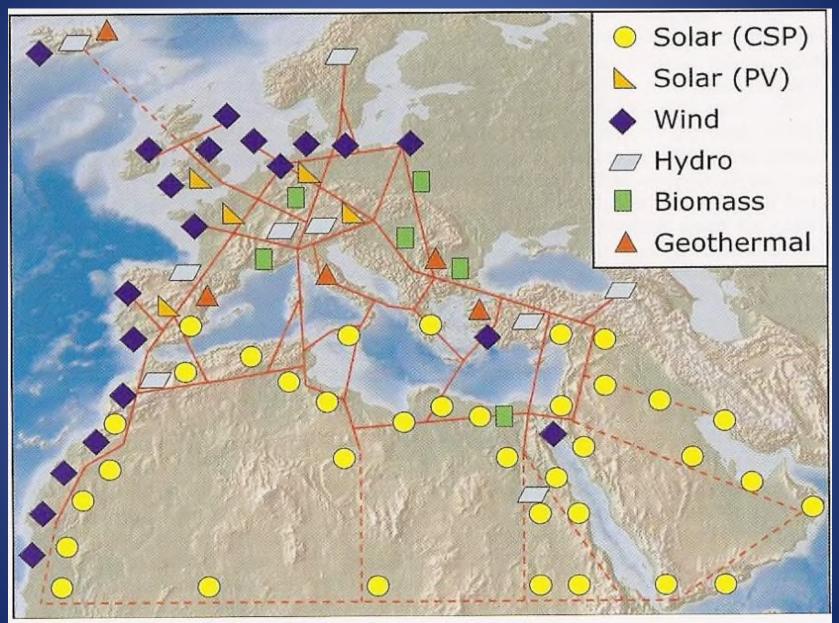


Source: Exxon Mobil: "2012 Outlook for Energy: A View to 2040"

... towards fuels rich in hydrogen



Today's Dream, Tomorrow's Reality?



Consumption of Traded Primary Energy: Early Post-Junction (2040); Pre-Junction (2010)

	2040 (million BOE)	%	2010 (million BOE)	%
Gas	4 200	26.3	2 848	23.8
Oil	3 800	23.8	4 031	33.7
Coal	3 400	21.3	3 532	29.5
Nuclear	1 200	7.5	626	5.2
Hydro	1 000	6.3	779	6.6
Wind	1 000	6.3	45	0.38
Solar	900	5.6	35	0.29
Bio	300	1.9	78	0.65
Geothermal	200	1.3	6	0.05

- 2010 Actual: 2012 BP Statistical Report
- 2040 Estimate: Schollnberger 2006, updated in 2012

Since Natural Gas will be so important, how does it get to the EU (360 billion cu m, 2017)

• Russia: 190 (43%)

Norway: 120 (33%)

Algeria: 45

Qatar: 24

Nigeria: 12

• EU Production: 130

EU LNG Terminal capacity: 245 (only 25% used in 2017)

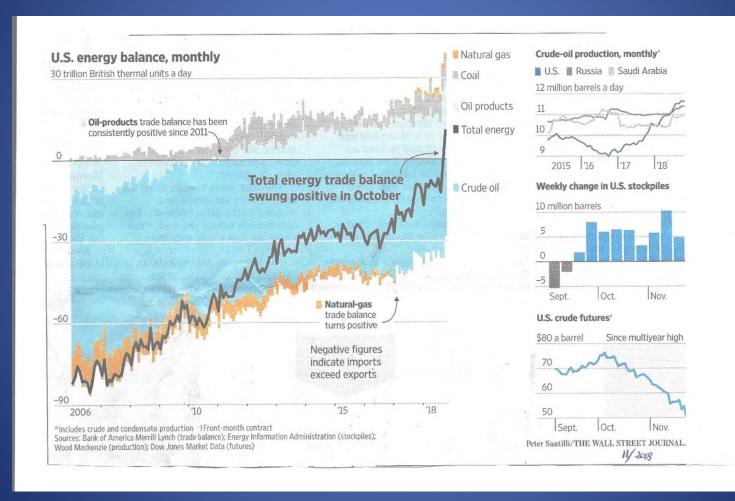
Horizontal drilling and hydraulic fracking with proppants revolutionized the oil and gas industry during the last decade

JPT, Feb 2019

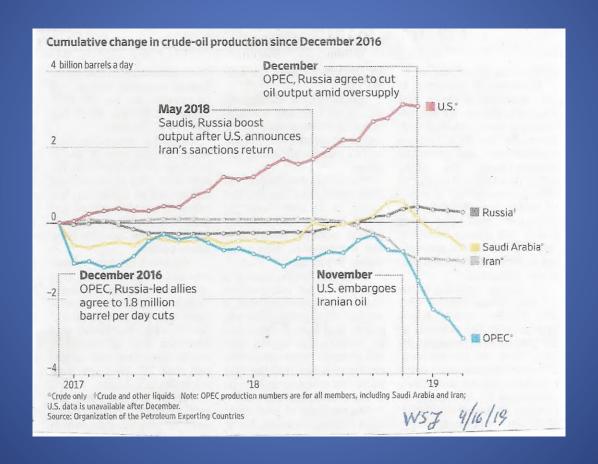
Northern White Texas Brady (Brown) Texas Dune

The shape, not the color, is among the most important factors in sand used as proppant. Rounder is better, while more angular grains tend to break down faster. Source: Core Labs, Stim Labs.

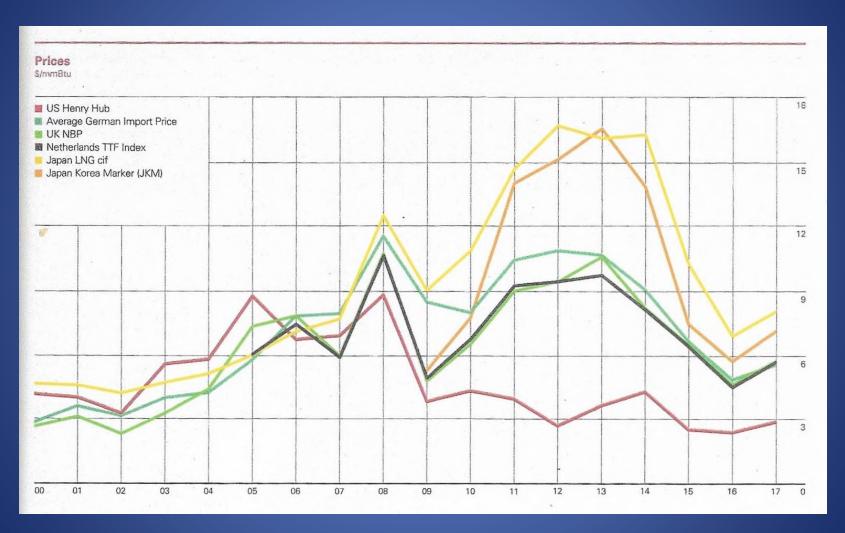
U.S. now is a net energy exporter



The global energy picture and geopolitics have changed (and with it the global chemical, manufacturing etc... industry)



Prices for Natural Gas



Source: BP Statistical Review of world energy, June 2018

Approx. current price for Natural Gas (\$/Million btu, May 2019)

• USA: 2.40

• EU: 9.50

 Can the EU afford this difference or an even larger one? (BASF, Borealis, Voest ... and many more are disadvantaged in global markets, because of EU price,... and are hurting!)

(Almost) "Everything is political"

EU decision for Transadriatic Pipeline and not for Nabucco: a hit under the belt to OMV

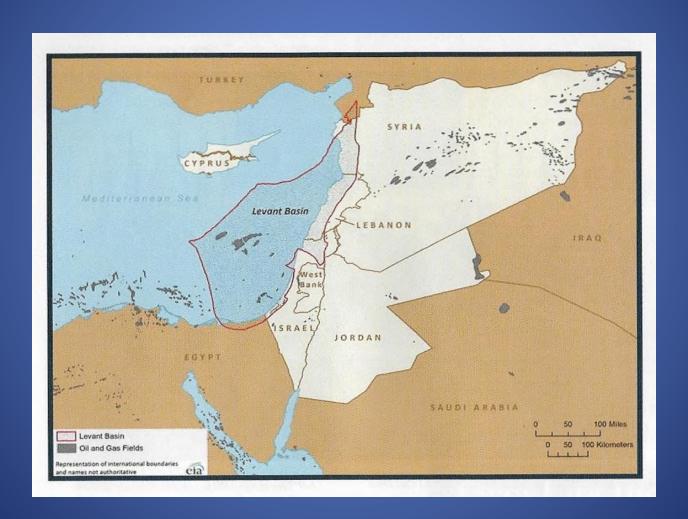


A Nord-Stream 2 pipeline, without gas coming through Ukraine grave geopoltical and economic consequences for EU

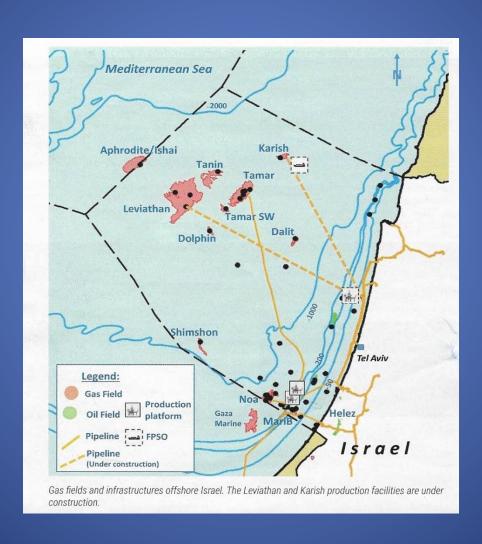
(Baumgarten a dead end instead of central gas hub?)



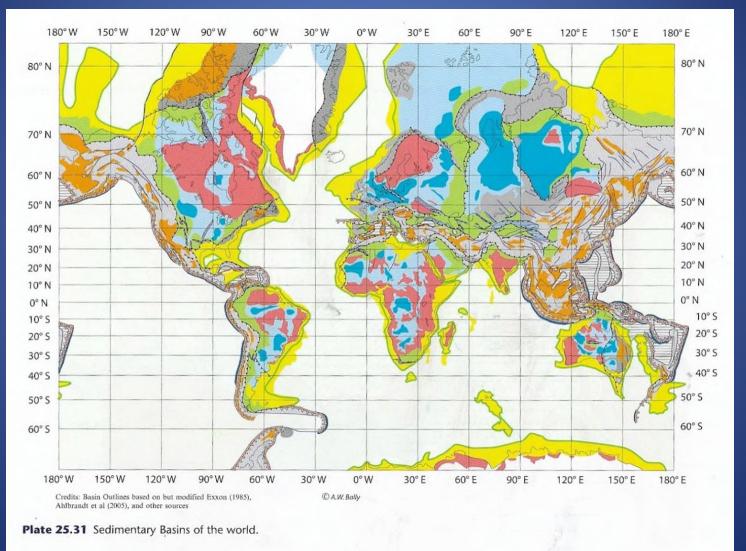
Eastern Med awash in natural gas



Fields offshore Israel and Cyprus



Russia's nightmare: a potential avelanche of natural gas to Europe from many sources . It will come!



A Bally's World view (Roberts and Bally, 2012)

My suggestions to improve Energy Options for the EU:

- Reduce (waste in) energy consumption
- Massively increase of geothermal energy (bonus: Weilheim, Bayern)
- Massively increase "renewable" forms of energy (co-operate with PR China?)
- Nuclear energy
- Natural gas from multiple sources, demand a better price than China gets
- Reduce oil
- Minimize coal
- Deliberately build redundancies in energy forms, sources and infrastructure to allow for instantaneous fuel switching

PR CHINA, partner or adversary?



PR China's "One Belt, One Road" strategy



Make it a two-way-road!

PR CHINA, co-operation is possible!



Amoco were signing the technology import contract.

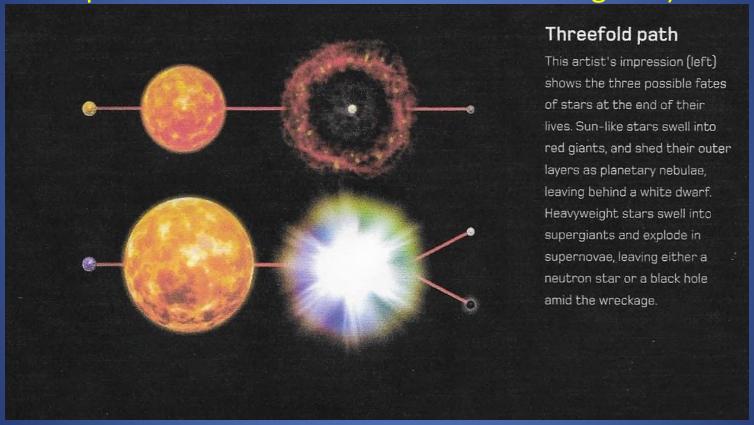
OUTLOOK

Approx. 4.5 billion years from now......



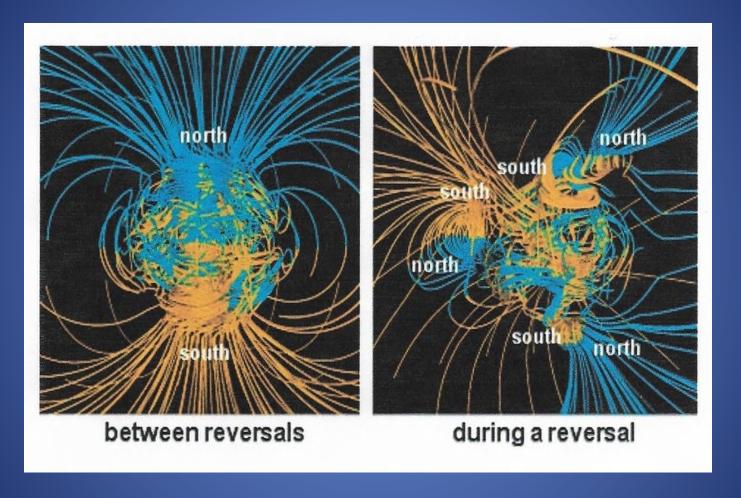
• Interacting Galaxies NGC7318 A and B (source: NASA/ESA/Hubble SM4), as a proxy for the coming collision of the Milky Way galaxy with the Andromeda galaxy 4.5 billion years from now

Sun's expansion to a Red Giant, affecting earth in 1.5 to 4.4 billion years (Surface water will disappear, plate tectonic will come to a crunching end)



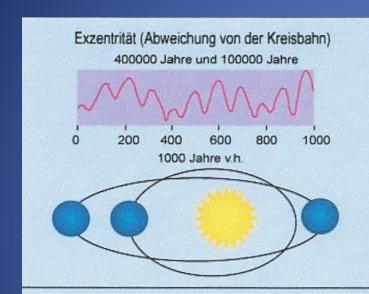
Picture source: G. Sparrows (2010): Hubble.- Mitra Book (New York).

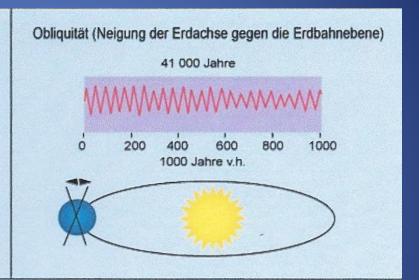
Geomagnetic reversal (overdue?)



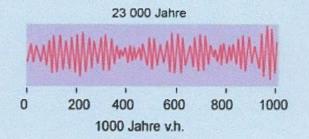
The reversal process itself may last about 1000 to 3000 years

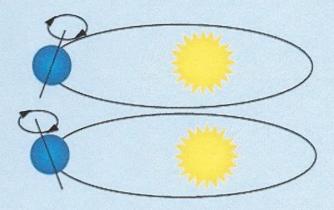
Earth's orbital elements





Präzession (Schwingung der Erdachse um die Senkrechte auf der Erdbahnebene)





Artificial Intellegence: The Good

Data and information simultaneously available to masses of persons

Knowledge/ wisdom explosion

Connectivity replaces transportation

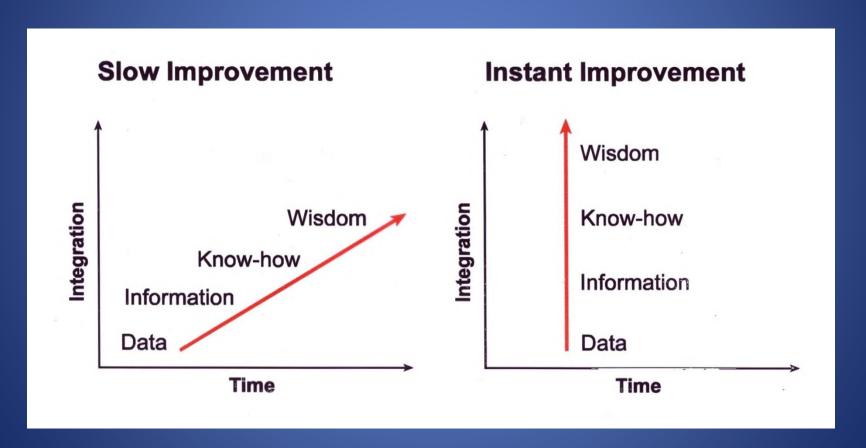
Opportunities and wealth for all; consumer prices will drop dramatically

Optimized selection of fit for purpose energy forms

Solutions to current global warming

The basic role of Artificial Intelligence (AI)

From: To:



Artificial Intelligence will enable us to build a true 3-D picture of the earth's crust and its raw material content. Fritz Ebner, Leopold Weber and I have started between 2011 and 2014, to lay a basis for such an effort, now PR China has announced a much larger project to map the crust in 3-D, which hopefully will lead to large international co-operation.

AI: The Bad

Loss of privacy/individualism

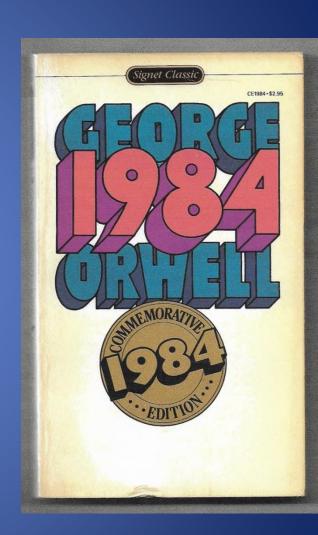
Fake news

"Mass steering"

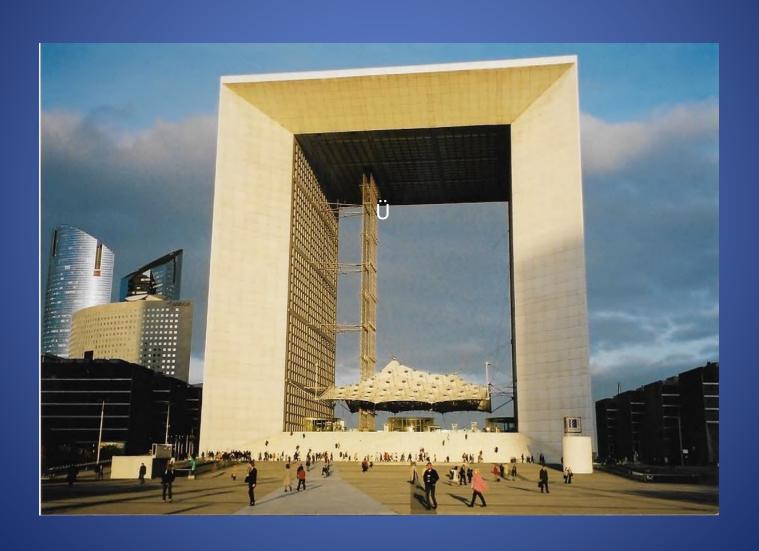
Large-scale cyber crime

AI: The Ugly

- Deep Fake
- True and false indistinguishable
- Perpetual re-write of history
- Totalitarian surveillance and suppression of the many by the few
- Loss of opportunity for the many
- -Destruction of independent thought



We need to remember: "Der materielle Unterbau hat den idellen Überbau überflügelt" (H. Riese, 1969, pers. comm.)



Warming and melting

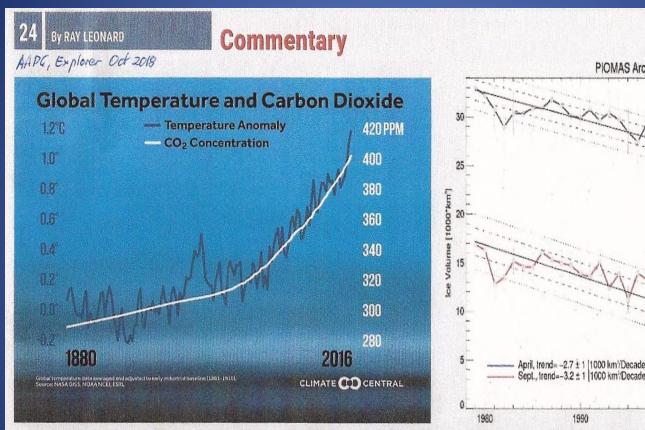


Figure 1. Global temperature has increased approximately 1.3 degrees C since 1880. A sharp increase in the rate of temperature rise was observed after 1950 which coincided with the increase in CO_2 content in the atmosphere. CO_2 content is now 411 ppm.

Sept., frend=-3.2 ± 1 [1000 km/;Decade]

1960
1990
2000
2010

Figure 2. Between 1980 and 2016, the northern polar cap lost 70% of its ice volume during the minimum.

PIOMAS Arctic Sea Ice Volume

Permafrost melting is a major tipping point!!

Only when <u>GEOLOGY</u> (s.l.) is recognized and used as the PRIMARY SCIENCE in understanding and tackling current global warming will <u>MEANINGFUL</u> solutions emerge.

EPILOGUE

Every generation adds its gravel onto the road to the future



.... not to reach a dead end, but....



..... to reach happiness.



Thank you for listening!

Thank you for the great honor you bestowed onto me today!!!!

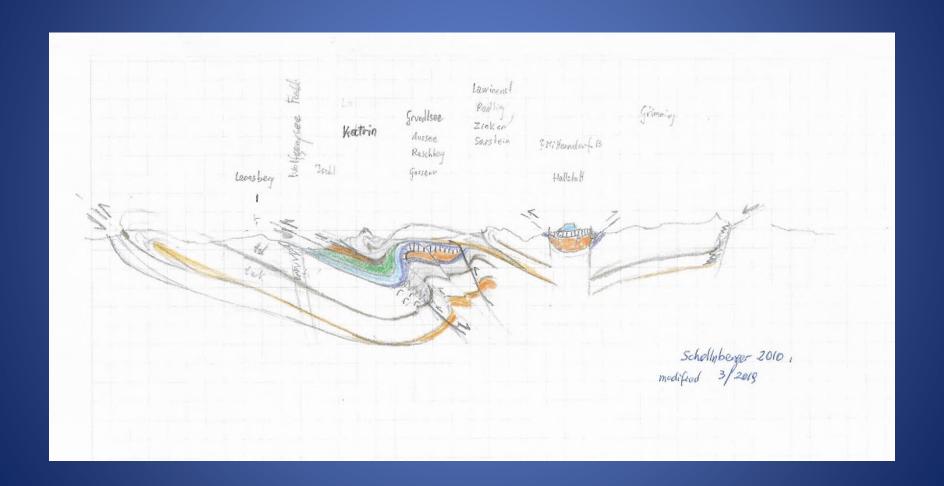
Back – up slides

PROLOG

• ...i hab eine gewisse Reife, wo mir de Dinge gegenüber abgeklärt sind.....

(H. Qualtinger/Herr Karl)

A possible solution



Unprecedented Global Growth 1950 - 2008

Population: 2 600 000 to 6 600 000

Primary Energy Consumption: 2 to 10 Billion t OE

Wealth: GDP: 4 000 to 70 000 Billion US\$ (World Bank)

Health: Life expectancy from 40 years to 67 years

Knowledge: Adult literacy from 56% (ca.700 million people) to 84% (ca. 4 500 million people, UNESCO)

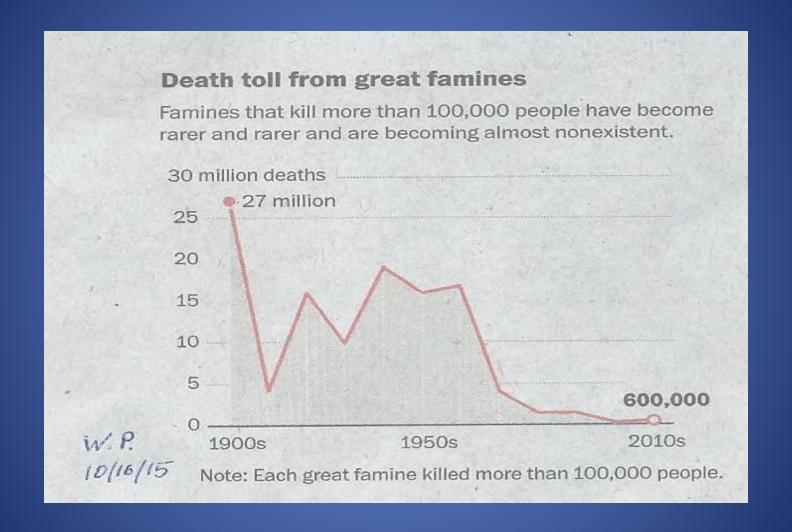
Environmental Awareness

Large Private and Government Debts

Environmental Awareness

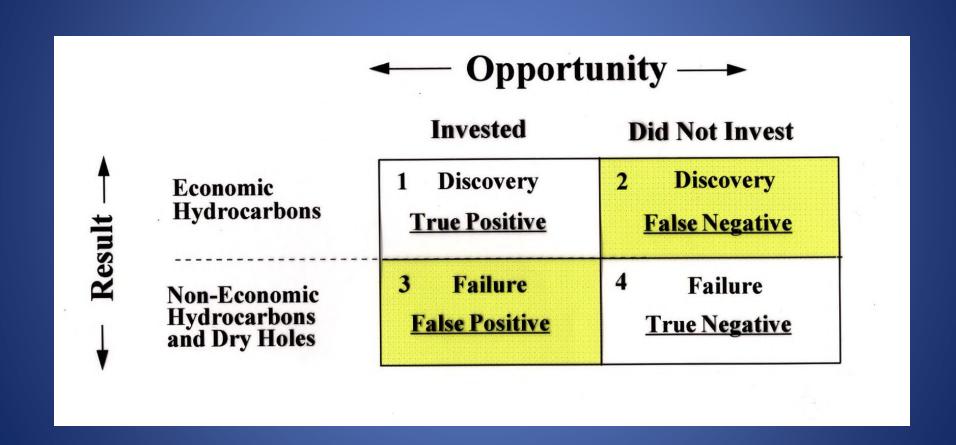
Large Government and Individual Debts

Globalisation sharply reduced great famines

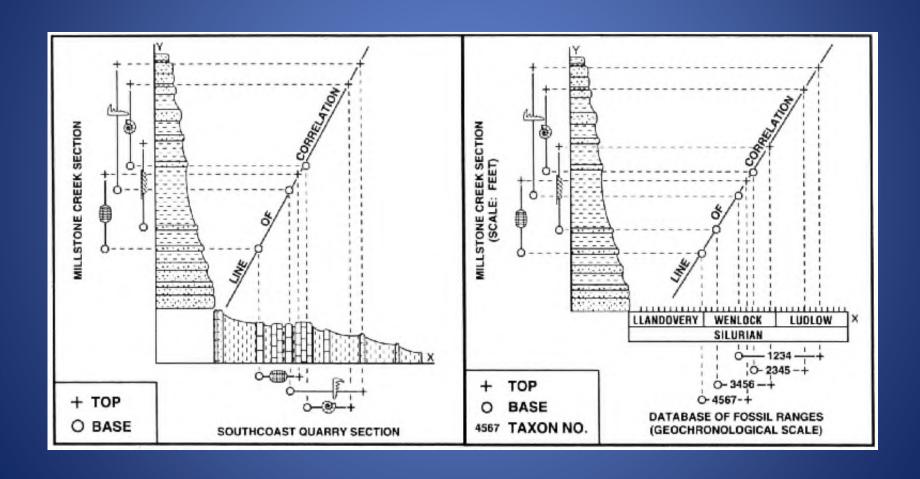


• Washington Post, 10/16/2015

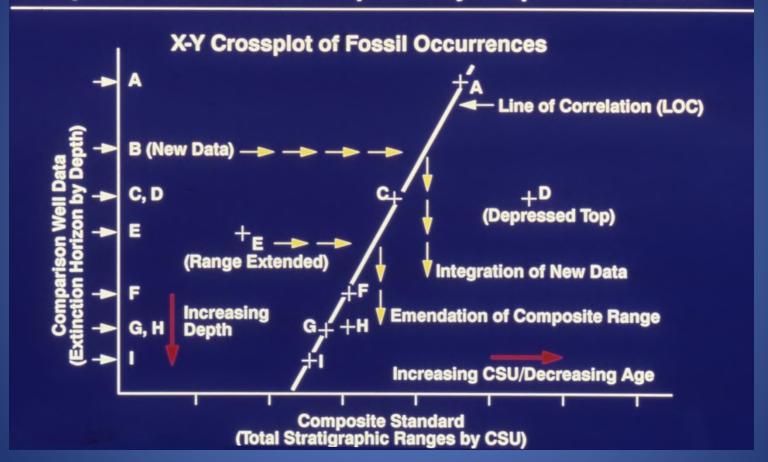
The "False Positive" and "False Negative" Dilemma



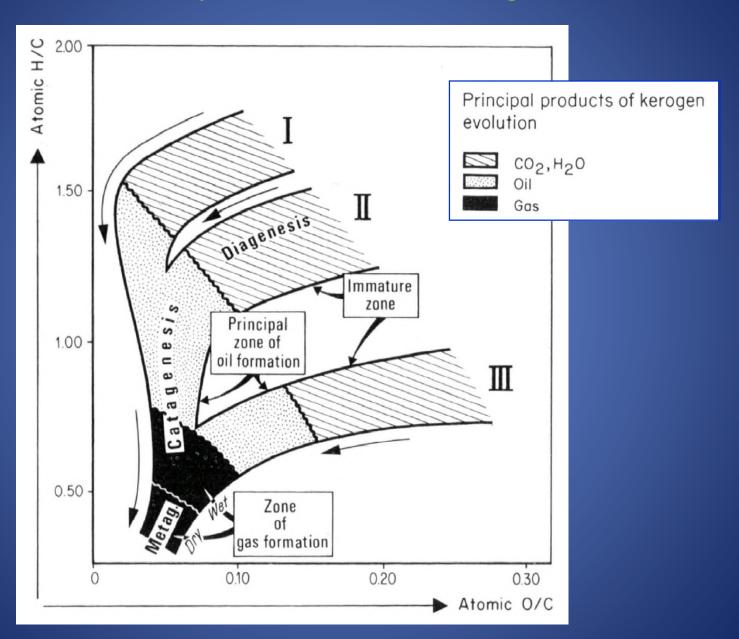
 Developing a Composite Standard by Graphic Correlation (Mann & Lane, 1995, SEPM, Spec. Publ. No 53)



Composite Standard Development by Graphic Correlation



Principal Products of Kerogen



Arrhenius Equation

$$k = A_0 e^{-E_A}$$

Fraction of molecules
With minimum energy for reaction

K = Reaction rate at Temperature T

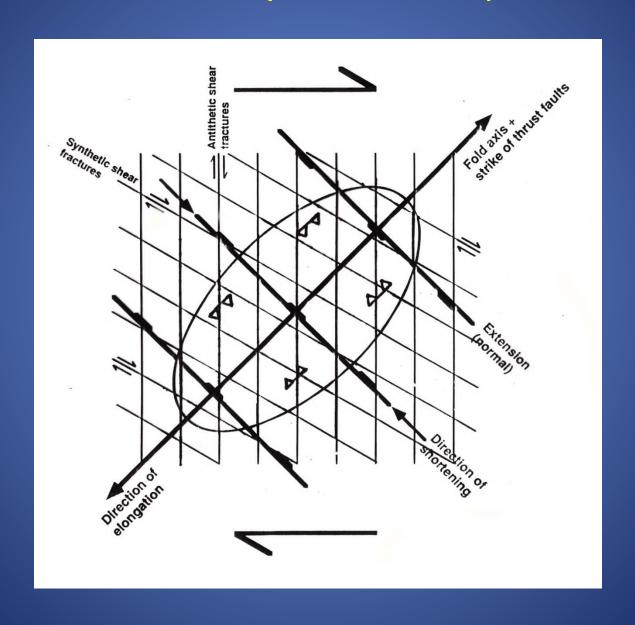
Ao = Constant (frequency factor of collisions with right geometry)

 E_A = Activation Energy

R = Gas Constant

T = Temperature

Basic Geometry of Strike Slip Faults



Dr. R. Lukman, Gen. Secretary of OPEC, a Leoben graduate!



Houston, May 2000

"China and the U.S. have each other by the throat"

(Former member Fed. Reserve board of Govenors L. Gramley, pers. comm.,2010)



After the benches cleared for the second time in an exhibition game in Beijing, Hoyas Coach John Thompson III took his team off the court.

Beijing, Aug. 18. 2011... in 2019 global supply chains are being rebuilt avoiding PR China!!!!