

Duvernay-Focused B-32 Closes Financing; Company Has Been Active On The Drilling Front

Thursday, June 2, 2022, 6:46 AM MDT

[f](#)
[t](#)
[in](#)
[✉](#)
[Print](#)

UNLOCKING THE DUVERNAY

Advancements in technology have led to increases in productivity and recoverable reserves

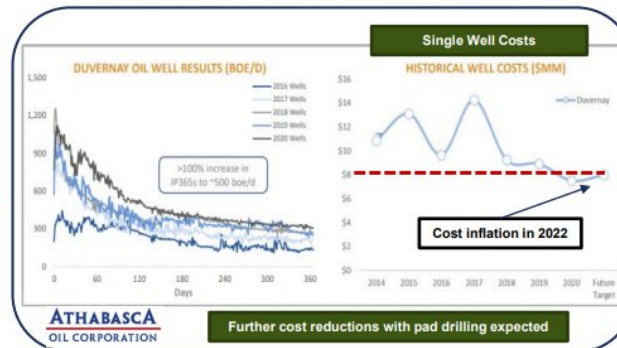
- Drilling efficiencies - new technology has allowed wells to be drilled faster and at less cost
- Refined completion techniques – effective reservoir stimulation accessing more rock and more oil
- Efficient artificial lift – shift to gas lift from pump jack



Driving down capital cost

- Capital costs of come down 25% in last 5 years with wells going from \$10MM to \$7MM
- Multi well pads and standardized practices have led to greater efficiencies

Increases in productivity and reduction of capital costs have led to highly economic wells



Murphy's JV Partner in the Kaybob Duvernay

B-32 will benefit from advancements in technology, utilizing proven operating practices

B-32 Exploration Ltd. closed a series of non-brokered financings totaling \$20.6 million.

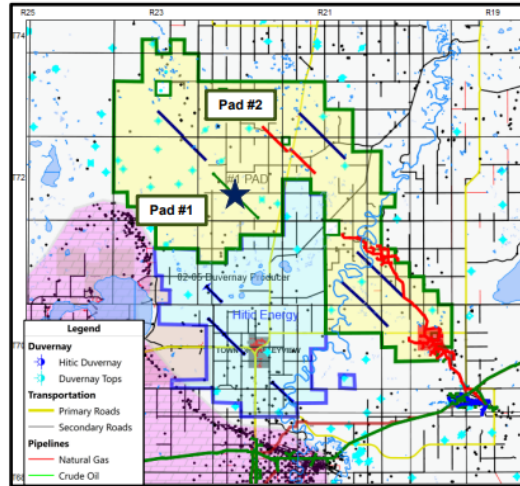
This last tranche was over-subscribed by over \$1 million and brings the total funds raised since inception to \$28 million.

"This is an amazing feat considering the difficult market conditions for emerging private companies and is a testament to the quality of our dominant Duvernay (/play/duvernay/) oil position in the Greater Kaybob Basin," said **Larry Evans**, chairman and chief executive officer.

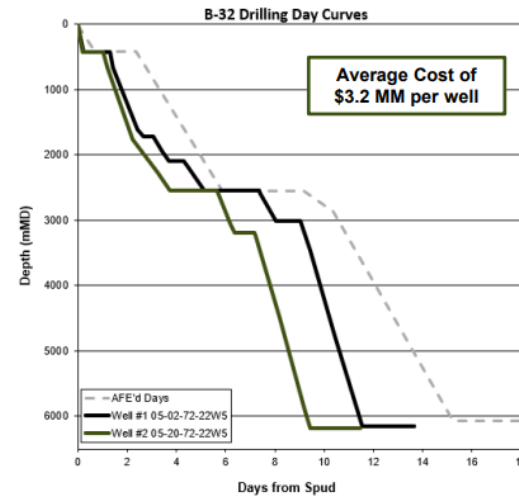
Active drilling program

PHASE 1 EXECUTION 2022 - 2023

Pad #1 – Completions June 2022, On production July 2022
Pad #2 – Surveyed, drilling planned for Oct. 2022
2023 – Currently scouting pad sites 3 to 6



Successful Execution of 2 well pad



Future cost savings with monobore, drilling fluid optimization, & use of RSS in build section

[\(https://www.dailyoilbulletin.com/filer/canonical/1654170505/12769/\)](https://www.dailyoilbulletin.com/filer/canonical/1654170505/12769/)

The company has been very active operationally drilling its first two-well pad in March. The wells located at 4-2-72-22W5 and 5-20-72-22W5 were both drilled to a total measured depth of over 6,100-metres with 3,200 metres horizontal sections and stayed 100 per cent in the target zone.

Both wells were drilled under-budget and faster than expected. The 5-20 well was drilled in less than 12 days establishing it as the pacesetter well for the Greater Kaybob Duvernay area which is an exceptional feat considering it was only the

company's second well, said B-32 in its update. With some added efficiencies the company expects to reduce this time even further on its next round of drilling scheduled for the fall.

DFITs have been recently conducted on each well and confirmed a reservoir pressure in the 45-47 MPa range resulting in a significant overpressure gradient of 16-17 kPa/m. These pressures are on trend and consistent with pressures observed by **Murphy Oil Corporation** in the prolific Two Creeks area of Kaybob. Both wells are currently being fracked with first production expected later in June.

The company has continued to add acreage at a very modest cost, bringing its land position up to 280 sections, representing the largest private company landholdings in the greater Kaybob area. This acreage position supports over 400 locations of 4,000-metre lateral wells within a minimum pay of 50 feet (15 metres) with the potential to develop a 30,000 bbl/day project.

"It is still early stage, but the heavy lifting has been done," said Evans. "We have drilled two successful wells on an enviable land position in a sweet spot of the Duvernay oil window, have a type-curve confirming offset well when normalized for completion practices, and have confirmed we are in a significantly over-pressured area.

"This, combined with Murphy reporting initial production rates on its latest wells in its Two Creeks Area of 800 [bbls oil/d], provides us with a high level of confidence given our similar reservoir properties."

Sections: [Upstream \(/upstream\)](#).

Categories: [Completions \(/category/completions/\)](#) /

[Drilling \(/category/drilling/\) /](#)

[Oil & Gas Finance - Investment \(/category/finance-investment/\) /](#)

[Production \(/category/production/\)](#).

Location: [Grande Prairie, Alta. \(/location/grande-prairie-alta/\)](#).

Plays: [Duvernay \(/play/duvernay/\)](#).

Related Articles

- [Kaybob Duvernay Key Part Of Crescent Point's Current Success; Saskatchewan Still Matters \(/article/2022/5/20/kaybob-duvernay-key-part-of-crescent-points-curren/\)](#)
 - [Imperial Progresses On Marketing Montney And Duvernay Assets; Firm Deals With Inflation \(/article/2022/3/10/imperial-progresses-on-marketing-montney-and-duver/\)](#)
-