

## SNAPSHOT: CAPITAL MANAGEMENT AND BUDGETING PROCESS



INDUSTRY  
Oil and Gas

WEBSITE  
torcoil.com

LOCATION  
Calgary, AB



### TORC Manages their Capital Budget by Implementing Energy Success Platform's Well Delivery Process

As with many companies, TORC was managing their well delivery and capital process in myriad isolated spreadsheets that required many hours of manual updates and detailed verifications to consolidate data.

TORC engaged with Energy Success Platform (ESP) to help map their existing processes and provide a solution that centralized data, identified potential efficiency gains and improve the internal collaboration within the company. This process resulted in a more holistic TORC process that saved effort and enhanced the information needed to better manage their overall process.



***"In tight capital conditions, like what we are experiencing today, ESP provides the insight on how much money is spent and go forward budget."***

Shane Manchester, VP Operations

<http://energysuccess.ca>



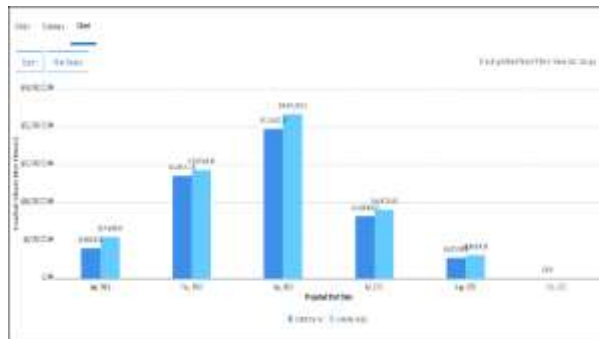
***“ESP provides a more structured process with better accuracy. Data is literally at our fingertips,”***  
Shane Manchester, VP Operations

## The Solution

### Capital Budget Driven by Schedule and Statuses

In ESP, well delivery tasks are directly connected to the capital schedule. Projected timelines are calculated based on progress of dependent tasks to show the health of projects. Weekly meeting dashboards highlight delays and allow the team to discuss any required schedule changes. This process results in fewer changes to the schedule.

Finished capital projects and budget capital information are directly connected to the schedule and move each time a change is made. This prevents having to match schedules to the budget and capital trackers and ensures an accurate picture is available for management.



### Integrations Reduce Data Entry and Improve Data Quality

At TORC, ESP is integrated with their field reporting and financial systems to pull the data needed to manage the capital process. By recording AFE numbers in ESP, the integrations can synchronize field costs, AFE costs, actual costs, monthly variances and AFE details into ESP. ESP also provides reports that cross-reference against the AFE system which provides more information for analysis by TORC staff.

### Complete View of the Capital Budget

In ESP, the capital process starts when the inventory location is created. ESP houses the inventory locations with data integrated from TORC's economics system. Budgets are created when RTDs are evaluated. All capital data is in one place.

ESP's highly flexible reporting engine provides the reports and dashboards needed by management to view what is going on and identify where delays might exist. As management looks at key reports, they can quickly drill down into the details to investigate further.

## SUMMARY

In many companies, managing capital requires lots of data manipulation. Re-entry of data increases the chance of error and increases the effort required to manage the process. When data is in multiple places it is difficult to compare and confirm its accuracy. ESP has helped TORC tackle this challenge. Their ability to look back at data and trends quickly provides TORC timely and accurate information for making decisions.