

TIDBITS

A variety of articles, excerpts and items of interest taken from Chevron's news releases and media reports compiled by the CRA Communications Committee

Chevron Announces Sale of Interest in Caltex Australia Ltd

March 26, 2015 – Chevron Corporation's wholly owned subsidiary Chevron Global Energy Inc. today announced that it has entered into an underwriting agreement for the sale of its 50 percent shareholding in Caltex Australia Limited (CAL).

It is expected that these shares will be sold to a broad range of Australian and global equity market institutional investors.

"This transaction reflects Chevron's commitment to regularly review our portfolio and generate cash to support our long-term priorities. It is aligned with our previously announced asset sales commitment," said Michael Wirth, executive vice president, Downstream and Chemicals. "We appreciate the strong performance of Caltex Australia over the many years we've been a shareholder, and look forward to a mutually beneficial supply and brand relationship for many years to come."

Mark Nelson, president, International Products, Downstream and Chemicals, Chevron, said: "Asia-Pacific is a core strategic focus for Chevron's Downstream business and we remain focused on ensuring our operations, portfolio and investments are well-positioned to meet the region's growing demand for energy."

Today's announcement does not alter Chevron's focus on moving the Gorgon and Wheatstone liquefied natural gas (LNG) projects towards start-up. Chevron is one of Australia's largest foreign investors and is the largest holder of natural gas resources in the country.

Caltex is a prominent brand in the Australian petroleum market. The current trademark licensing agreement between Chevron and CAL will remain in effect following the transaction. Chevron will continue to ensure a reliable, high-quality supply of product is available to CAL to supply to its retail and reseller franchise network. Chevron is also committed to seeking long-term relationship opportunities with CAL.

Chevron Subsidiary Signs Production Sharing Contract in Myanmar

March 24, 2015 – Chevron Corporation announced today that its subsidiary, Unocal Myanmar Offshore Co., Ltd., has entered into a Production Sharing Contract (PSC) with Myanma Oil & Gas Enterprise (MOGE), the national oil and gas company, to explore for oil and gas in the Rakhine Basin.

The new PSC area, Block A5, lies 125 miles (200 km) offshore northwest of Yangon, and covers more than 2.6 million acres (10,600 sq. km). Unocal Myanmar Offshore Co., Ltd. will be the operator of the block with a 99 percent interest. Royal Marine Engineering Co., Ltd. (RME), a Myanmar company, will hold the remaining interest in the block.

"Chevron is committed to exploring Myanmar's energy potential," said Brad Middleton, managing director, Chevron Asia South Business Unit. "The exploration of this block is aligned with Chevron's long-term strategy to find and develop resources that will help meet the growing energy needs in the Asia Pacific region."

"We are pleased to have reached this milestone," said Scott Neal, President of Unocal Myanmar Offshore Co., Ltd. "This agreement expands our partnership with MOGE and Myanmar. We have a 20-year history in Myanmar and we look forward to supporting the continued development of the nation's energy sector through our exploration program,"

In addition to Block A5, Chevron has a 28.3 percent non-operated interest in a PSC for the production of natural gas from the Yadana and Sein fields, within Blocks M5 and M6, in the Andaman Sea. The company also has a 28.3 percent non-operated interest in a pipeline company that transports most of the natural gas to the Myanmar-Thailand border for delivery to power plants in Thailand. The remaining volumes are dedicated to the Myanmar market.

Chevron Reaffirms Strategies, Financial Priorities and Growth Outlook

March 10, 2015 – Chevron Corporation executives, at the company's annual security analyst meeting in New York, expressed confidence in the long-term energy business and highlighted its growth outlook through 2017. At the same time, company executives outlined near-term actions to address the recent decline in commodity prices.

"The fundamentals of the oil and gas business remain attractive for our company and investors, as our products are vital to a growing world economy," said John Watson, Chevron's chairman and CEO. Watson added, "We are well-positioned to manage through the recent drop in commodity prices and are taking several responsive actions, including curtailing capital spending and lowering costs."

"Over the next few years, we expect to deliver significant cash flow growth as projects currently under construction come online. Our intention is to demonstrate performance that will allow our 27-year history of successive increases in our annual dividend payout to continue," Watson added.

George Kirkland, vice chairman and executive vice president, upstream, reviewed Chevron's upstream portfolio, strategies, and historical performance, including the company's consistent exploration and resource capture success over the past decade. He also highlighted the upstream segment's superior financial performance relative to industry peers, as well as its leading competitive cost structure.

"This was the fifth consecutive year we have led the integrated peer group on earnings per barrel," Kirkland said. "Our base business is performing exceptionally well and is profitable, even in a lower-price environment. Our large, diverse resource base allows us to be very responsive to market conditions, with flexibility to select only the most attractive opportunities to move forward."

Jay Johnson, senior vice president, upstream, provided an overview of the specific actions being taken to manage capital outlays, lower costs and improve operating efficiencies, all of which will contribute to improving upstream cash flow. He also provided a comprehensive update on Chevron's deep queue of projects and other future investment opportunities, emphasizing their strong cash and value generation potential.

"We continue to make steady progress on our LNG and deepwater developments, and will continue to ramp-up production from our shale and tight assets, particularly from our very attractive Permian Basin acreage position," Johnson said. "We expect to achieve 20 percent production growth by 2017, a rate which is simply unmatched by our industry peers. More importantly, our new production is expected to have considerably higher margins than in our existing portfolio."

Pat Yarrington, vice president and chief financial officer, and Mike Wirth, executive vice president, Downstream and Chemicals, also participated during the question and answer session of the meeting, following the main presentations. Presentations and a full transcript of the meeting are available on the Investor Relations website at www.chevron.com.

Financial Backer of Fraudulent Ecuador Litigation Withdraws Support, Settles

Feb. 16, 2015 – Chevron Corporation has reached a [settlement agreement](#) with James Russell DeLeon, the principal funder of the fraudulent lawsuit against Chevron in Ecuador. Chevron brought claims against DeLeon in Gibraltar, where DeLeon maintains a residence, for his role in funding and advancing the fraudulent lawsuit. In the settlement, DeLeon has resolved those claims by withdrawing financial support from the Ecuador litigation and assigning his interests in the litigation to Chevron. Chevron, in turn, has agreed to release all claims against DeLeon. In filings with the Gibraltar court, DeLeon previously disclosed having invested approximately \$23 million in the case in exchange for an approximate 7 percent stake in the \$9.5 billion Ecuadorian judgment against Chevron. DeLeon's funding entity, Torvia Limited, and his associate, Julian Jarvis, are also parties to the settlement.

"We are pleased that yet another long-time supporter has ended his association with this scheme," said R. Hewitt Pate, Chevron's vice president and general counsel. "Chevron will continue to hold accountable those who associate themselves with this fraudulent litigation."

On March 4, 2014, Judge Lewis Kaplan of the U.S. District Court for the Southern District of New York ruled that the \$9.5 billion judgment against Chevron in Ecuador was the product of fraud and racketeering activity, finding it unenforceable in the United States and holding Steven Donziger, the lead lawyer behind the lawsuit, liable for RICO violations. The judgment also discussed DeLeon's involvement, which included providing the main source of funding for the propaganda film *Crude*, contributing approximately 60 percent of the film's total funding. As part of the settlement, DeLeon has agreed to assign to Chevron all of his financial interests in *Crude*.

In a public statement released today, DeLeon stated:

"Commencing in March 2007, I provided funding to support the litigation in Ecuador against Chevron Corporation, in the good faith belief that I was supporting a worthy cause.

However, I have since reviewed the March 4, 2014 opinion by Judge Kaplan of the United States District Court for the Southern District of New York setting out the Court's findings and I have also considered the evidence presented during the trial. As a result, I have concluded that representatives of the Lago Agrio plaintiffs, including Steven Donziger, misled me about important facts. If I had known these facts, I would not have funded the litigation.

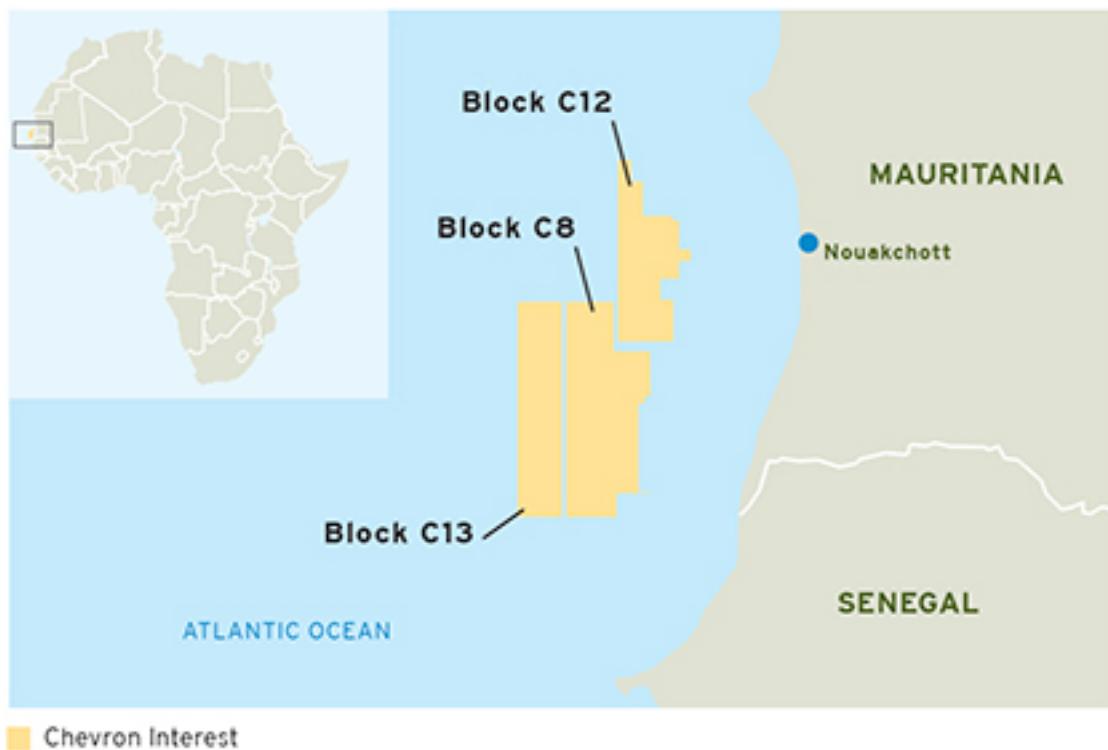
I no longer seek or wish to receive any financial benefit from this matter and I have therefore decided to relinquish my entire interest in the litigation to Chevron."

In settling this matter, DeLeon is the latest party, among many others, to disassociate himself from Donziger and the Lago Agrio Plaintiffs. During the seven-week federal racketeering trial against Donziger, more than a dozen former insiders and allies testified against him, including his former co-counsel, environmental consultants, funders, employees and his Ecuadorian collaborators.

Chevron still has cases pending in Gibraltar against U.K.-based Woodsford Litigation Funding Ltd. for its role in funding the lawsuit; Amazonia Recovery Ltd., a Gibraltar-based company set up by Donziger and his associates to receive and distribute funds resulting from the Ecuadorian judgment against Chevron; and Pablo Fajardo, Luis Yanza and Ermel Chavez, who are all directors of Amazonia Recovery Ltd.

Chevron Acquires Exploration Interests in Mauritania

Feb. 4, 2015 – Chevron Corporation announced that its wholly-owned subsidiary Chevron Mauritania Exploration Limited has reached an agreement to acquire a 30 percent non-operated working interest in Blocks C8, C12 and C13 offshore Mauritania from Kosmos Energy. The transaction is subject to the approval of Mauritania's government.



The deepwater blocks off the coast of Mauritania cover a contiguous area of approximately 6.6 million gross acres in water depths ranging between 5,249 feet (1,600 meters) and 9,842 feet (3,000 meters).

Blocks C8, C12 and C13 cover a contiguous area of approximately 6.6 million gross acres in water depths ranging between 5,249 feet (1,600 meters) and 9,842 feet (3,000 meters). Under the agreement, Kosmos Energy retains a 60 percent interest and remains the operator. Société Mauritanienne des Hydrocarbures et de Patrimoine Minier (SMHPM), Mauritania's national oil company, will continue to have a 10 percent interest. Following any commercial discovery after the exploration phase, Chevron will become the operator maintaining a 30 percent working interest.

Chevron Announces \$35.0 Billion Capital and Exploratory Budget for 2015

January 30, 2015 – Chevron Corporation announced a \$35.0 billion capital and exploratory investment program for 2015. Included in the 2015 program are \$4.0 billion of planned expenditures by affiliates, which do not require cash outlays by Chevron. The 2015 budget is 13% lower than total investments for 2014.

"We continue to execute against a consistent set of business strategies which are focused on creating long-term value for our shareholders. Although commodity prices have fallen recently, we believe long-term market fundamentals remain attractive," said Chairman and CEO John Watson. "Our investment priorities are ensuring safe, reliable operations and progressing our queue of projects under construction. Once on-line, these new projects are expected to measurably increase our production and cash generation," he said.

"We will continue to monitor and be responsive to market conditions, and to actively pursue cost reductions throughout our supply chain in order to lower overall outlays. We anticipate growing flexibility in our spend as projects under construction are completed and as supplier contracts are renewed. We are testing our short-cycle investments, particularly base business and unconventional assets, at current prices and are selecting only the most attractive opportunities to move forward," Watson continued.

Highlights of the Capital and Exploratory Spending Program	
Chevron 2015 Planned Capital & Exploratory Expenditures	\$ Billions
U.S. Upstream	8.2
International Upstream	23.4
Total Upstream	31.6
U.S. Downstream	2.0
International Downstream	0.8
Total Downstream	2.8
Other	0.6
TOTAL (Including Chevron's Share of Expenditures by Affiliated Companies)	35.0
Expenditures by Affiliated Companies	(4.0)
Cash Expenditures by Chevron Consolidated Companies	31.0

For Upstream, approximately \$12 billion of planned upstream capital spending is directed at existing base producing assets, which includes shale and tight resource investments (~\$3.5 billion). Roughly \$14 billion is related to the construction of major capital projects already underway, primarily LNG (~\$8.5 billion) and deepwater developments (~\$3.5 billion). Global exploration funding accounts for approximately \$3 billion.

Roughly 75 percent of affiliate expenditures are associated with investments by Tengizchevroil LLP in Kazakhstan and Chevron Phillips Chemical Company LLC (CPChem) in the United States.



Philosophy of Ambiguity

For those who love the philosophy of ambiguity, as well as the idiosyncrasies of English:;

1. One tequila, two tequila, three tequila..... Floor.
2. Atheism is a non-prophet organization.
3. If man evolved from monkeys and apes, why do we still have monkeys and apes?
4. The main reason that santa is so jolly is because he knows where all the bad girls live.
5. I went to a bookstore and asked the saleswoman, "Where's the self- help section?" She said if she told me, it would defeat the purpose.
6. What if there were no hypothetical questions?
7. If a deaf child signs swear words, does his mother wash his hands with soap?
8. If someone with multiple personalities threatens to kill himself, is it considered a hostage situation?
9. Is there another word for synonym?
10. Where do forest rangers go to "get away from it all?"
11. What do you do when you see an endangered animal eating an endangered plant?
12. If a parsley farmer is sued, can they garnish his wages?
13. Would a fly without wings be called a walk?
14. Why do they lock gas station toilets? Are they afraid someone will break-in and clean them?
15. If a turtle doesn't have a shell, is he homeless or naked?
16. Can vegetarians eat animal crackers?
17. If the police arrest a mute, do they tell him he has the right to remain silent?
18. Why do they put braille on the drive-through bank machines?
19. How do they get deer to cross the road only at those yellow road signs?

- 20. What was the best thing before sliced bread?**
- 21. One nice thing about egotists: they don't talk about other people.**
- 22. Does the little mermaid wear an algebra?**
- 23. Do infants enjoy infancy as much as adults enjoy adultery?**
- 24. How is it possible to have a civil war?**
- 25. If one synchronized swimmer drowns, do the rest drown too?**
- 26. If you ate both pasta and antipasto, would you still be hungry?**
- 27. If you try to fail, and succeed, which have you done?**
- 28. Whose cruel idea was it for the word 'lisp' to have 's' in it?**
- 29. Why are hemorrhoids called "hemorrhoids" instead of "assteroids"?**
- 30. Why is it called tourist season if we can't shoot at them?**
- 31. Why is there an expiration date on sour cream?**
- 32. If you spin an oriental man in a circle three times, does he become disoriented?**
- 33. Can an atheist get insurance against acts of God?**
- 34. Why do shops have signs, 'guide dogs only'? The dogs can't read and their owners are blind.**