Chevron Announces First Gas from the Chuandongbei Project in Southwest China

Jan. 26, 2016 –Chevron Corporation announced today that its fully-owned subsidiary Unocal East China Sea, Ltd. began natural gas production from the first stage of the Chuandongbei Project in southwest China. Chuandongbei is one of the largest onshore gas projects developed by an international oil company and a national oil company in China.

"First gas for the Chuandongbei Project represents a significant milestone and highlights Chevron’s leadership in the development of sour gas resources," said Jay Johnson, executive vice president, Upstream. "The project will be an important supplier of clean and affordable energy to the rapidly growing economy in southwest China."

The Chuandongbei Project covers over 800 square kilometers in Sichuan Province and the Chongqing Municipality. Unocal East China Sea, Ltd. holds a 49 percent participating interest as the operator and China National Petroleum Corporation holds a 51 participating percent interest.
The start-up of the first train commences stage one of the project. Production is planned to ramp up over coming months as all three trains come on line. The three trains have a combined design outlet capacity of 258 million cubic feet of natural gas per day. The Chuandongbei Project is estimated to contain potentially recoverable natural gas resources of 3 trillion cubic feet.

Melody Meyer, president, Chevron Asia Pacific Exploration and Production Company stated, "First gas at Chuandongbei represents the next step in our energy partnership with China. Chevron has worked closely with China National Petroleum Corporation and the Chinese government at all levels to develop the project safely and reliably. The project has provided jobs and business opportunities for the local community, and will continue to contribute to the regional economy for decades."

Chevron and ENN Sign Gorgon LNG Agreement

Jan. 18, 2016 – Chevron Corporation today announced that its Australian subsidiaries have signed a non-binding Heads of Agreement (HoA) with ENN LNG Trading Company Limited (ENN) for the delivery of liquefied natural gas (LNG) to China from the Chevron-operated Gorgon natural gas project in Australia. When the deal is finalized, ENN is expected to receive up to 0.5 million metric tons per annum (MTPA) of LNG over 10 years, with deliveries starting in 2018 or the first half of 2019.

"This is one more step in the development of our Australian gas business and our global LNG portfolio,” said Mike Wirth, executive vice president, Chevron Midstream and Development. “It also represents further progress with new LNG buyers in China who are poised to transform the LNG landscape in that country.”

“As first LNG production from the Gorgon Project draws near, we welcome ENN as a new customer,” said Roy Krzywosinski, managing director, Chevron Australia. “This deal shows the
ENN LNG Trading Company Limited is one of the subsidiaries of ENN Energy Holdings Ltd., which is one of the largest natural gas distribution companies in China. ENN Energy Holdings Ltd. operates in 146 cities across 17 provinces and autonomous regions, with over 11.3 million residential and 52 thousand industrial/commercial customers. ENN’s Zhoushan LNG receiving terminal is being constructed and expected to be in operation by 2018.

The Gorgon Project is a joint venture of the Australian subsidiaries of Chevron (47.3 percent), ExxonMobil (25 percent), Shell (25 percent), Osaka Gas (1.25 percent), Tokyo Gas (1 percent) and Chubu Electric Power (0.417 percent).

Chevron and China Huadian Sign Heads of Agreement for Long Term LNG Supply

Dec. 21, 2015 – Chevron Corporation today announced that its wholly-owned subsidiary, Chevron U.S.A. Inc., has signed a non-binding liquefied natural gas (LNG) supply Heads of Agreement (HOA) with China Huadian Green Energy Co., Ltd. When the agreement is finalized, China Huadian Green Energy is expected to receive up to 1 million metric tons per annum (MTPA) of LNG over 10 years starting in 2020.

"This is an important step in the commercialization of Chevron's natural gas holdings in Australia and the establishment of our global liquefied natural gas portfolio," said Pierre Breber, executive vice president, Chevron Gas and Midstream. "As Chevron continues to grow into one of the world's largest LNG suppliers, this agreement represents further progress and diversification of our sales portfolio."

"We welcome the opportunity to supply LNG to China Huadian and look forward to building lasting relationships with our customers in the region as the Chevron-operated Gorgon and Wheatstone projects move into operations," said Roy Krzywosinski, managing director, Chevron Australia. "The China Huadian agreement demonstrates Chevron's equity gas from Australia is well-placed to meet the growing demand for natural gas in the Asia-Pacific region."
The Asia Energy is one of Chevron’s new liquefied natural gas (LNG) carriers constructed to support the company’s growing LNG operations.

China Huadian Green Energy Co. Ltd. is a subsidiary of China Huadian Group, which is one of the largest state-owned power generation companies and has a leading role in gas-fired power generation in China.

**Supreme Court of Gibraltar Rules Against Donziger Offshore Company**

December 16, 2015 – The Supreme Court of Gibraltar has issued a judgment against Amazonia Recovery Ltd., a Gibraltar-based company set up to receive and distribute funds resulting from a fraudulent Ecuadorian judgment against Chevron. The company was established in 2012 by Steven Donziger, the lead American lawyer behind the lawsuit, and his associates. The court awarded Chevron $28 million in damages and issued a permanent injunction against Amazonia, preventing the company from assisting or supporting the case against Chevron in any way.

"This decision is yet another example of how the international scheme against Chevron continues to erode," said R. Hewitt Pate, Chevron's vice president and general counsel. "We will continue to seek to hold the perpetrators of this racket accountable for their actions."

Chevron filed claims against Amazonia before the Supreme Court of Gibraltar in 2014 asserting that the company is a vehicle to perpetuate the ongoing fraud scheme against Chevron and whose express purposes are to pay the expenses of the scheme; to procure additional funding; to issue shares of the company to lawyers, advisors and funders; and to receive and distribute proceeds from the scheme, including the fraudulent $9.5 billion Ecuadorian judgment. Chevron also alleged that Amazonia is owned and controlled by Donziger and his team and is essentially a clearinghouse for incoming funding and support and outgoing proceeds. The company was established for the purpose of ensuring that any proceeds realized from the judgment against Chevron would be kept out of Ecuador, allowing Donziger and his team to control who got paid, in what order and in what amount.

Donziger's Ecuadorian associate Pablo Fajardo, who is also a director of Amazonia, initially filed a statement of defense on behalf of the Gibraltar-based company. However, despite several orders by the court, Amazonia failed to participate further in the proceedings in violation of the court's orders. As a result, on Dec. 9, 2015, the court issued a default judgment against Amazonia, awarding Chevron $28 million in damages based on legal fees, and a permanent injunction prohibiting Amazonia from further participation in the scheme.

**First Production – Moho Bilondo Phase 1b – Republic of Congo**

Dec. 11, 2015 – Chevron Corporation confirmed today that its subsidiary, Chevron Overseas (Congo) Limited, and partners have started production from the deepwater development Moho Bilondo Phase 1b offshore the Republic of Congo.
Phase 1b is located approximately 46 miles (75 km) off the coast of Pointe-Noire

Located approximately 46 miles (75 km) off the coast of Pointe-Noire in water depths ranging from 2,400 to 4,000 feet (750 to 1,200 meters), Moho Bilondo Phase 1b is part of the Moho Nord joint development project, the largest-ever oil and gas project undertaken in the Republic of Congo. The Moho Bilondo Phase 1b project includes 11 wells tied back to an existing floating production unit and is expected to produce a total of 40,000 barrels of oil per day.

"First oil from the Moho Bilondo Phase 1b development is the latest successful start-up in our diverse portfolio of deepwater projects, which we expect to generate value for years to come," said Jay Johnson, executive vice president Upstream, Chevron Corporation.

"The successful development of Phase 1b demonstrates our ongoing commitment to the Republic of Congo and is a testament to industry and government cooperation," said Ali Moshiri, president of Chevron Africa and Latin America Exploration and Production Company. "The project integrates the unique skills and expertise of multiple partners to deliver challenging projects and new energy production."

The Phase 1b development targeted reserves in the southern portion of the Moho Bilondo permit area. The Moho Nord subsea development, which will be the second phase of the Moho Nord joint development project, is in the northern part of the area.

The Moho Nord development project involves a tension-leg platform, a floating production unit with a processing capacity of 100,000 barrels of oil per day, and a 50-mile (80-kilometer) pipeline to the onshore Djeno Terminal.

Chevron Overseas (Congo) Limited has a 31.5 percent working interest in the Moho Bilondo permit area, along with Total E&P Congo (53.5 percent working interest and operator) and the national oil company, Société Nationale des Pétroles du Congo (15 percent working interest).
**The Importance of Walking**

Walking can add minutes to your life. This enables you at 85 years old to spend an additional 5 months in a nursing home at $7000 per month.

My grandpa started walking five miles a day when he was 60. Now he's 97 years old and we don't know where he is.

I like long walks, especially when they are taken by people who annoy me.

The only reason I would take up walking is so that I could hear heavy breathing again.

I have to walk early in the morning, before my brain figures out what I'm doing.

I joined a health club last year, spent about 400 bucks. Haven't lost a pound. Apparently you have to go there.

Every time I hear the dirty word “exercise”, I wash my mouth out with chocolate.

The advantage of exercising every day is so when you die, they'll say, “Well, she looks good doesn't she.”

If you are going to try cross-country skiing, start with a small country.

I know I got a lot of exercise the last few years...just getting over the hill.

We all get heavier as we get older, because there's a lot more information in our heads. That's my story and I'm sticking to it.

AND

Every time I start thinking too much about how I look, I just find a Happy Hour and by the time I leave, I look just fine.