



Brazil Fact Sheet

Highlights of Operations

Chevron's work in Brazil continues to advance. Sustained development of the Frade and Papa-Terra deepwater fields is one of our key investment plans for 2011.

Over the past few years, Chevron has invested significant time and resources developing the Frade Field. Frade is among the largest deepwater heavy oil projects in the world and one of our company's biggest capital investments. We also are devoting substantial resources to the Papa-Terra project. When completed, Papa-Terra would be our largest investment in Brazil.

Also in Brazil, Chevron owns lubricant and grease plants and our Oronite® additive facility, which produces a range of fuel and lubricant additives.

Throughout Chevron's long history in the country, we have worked closely with our partners to contribute to the community. The company and our Brazilian employees promote education and environmental projects.

Business Portfolio

Exploration and Production

Chevron holds working interests ranging from 20 percent to 51.7 percent in fields spanning 178,000 acres (721 sq km). During 2010, total daily production averaged 50,000 barrels of crude oil (23,000 net).

First production from Frade was announced in 2009. The company also has a nonoperating interest in other deepwater concessions in Brazil—Papa-Terra and Maromba, in Block BC-20, northeast of Rio de Janeiro, and Atlanta and Oliva, in Block BS-4, off the southeastern shore of Brazil.

Building on Success at Frade

Chevron operates and holds a 51.7 percent interest in the Frade project. The field lies in water depths of approximately 3,700 feet (1,128 m), approximately 230 miles (370 km) northeast of Rio de Janeiro, in the Campos Basin. Frade is a subsea development with wells tied back to a floating production, storage and offloading vessel (FPSO). Eight development wells and four injection wells have been drilled and completed as of the end of 2010. Development drilling continues with plans to add five development wells and three injection wells by the end of 2011.

Development in Papa-Terra and Maromba

Also in the Campos Basin, Chevron holds nonoperated interests in Papa-Terra and Maromba.

The Papa-Terra Field lies in approximately 3,900 feet (1,189 m) of water. Development plans at Papa-Terra call for an FPSO and a tension leg well platform with a planned total daily capacity of 140,000 barrels of crude oil. Heavier-oil production wells will lead to the platform. Lighter-oil production wells will tie back to the FPSO. Chevron holds a 37.5 percent interest in Papa-Terra.

The Papa-Terra project progressed through front-end engineering and design, and a final investment decision was announced in January 2010. Major construction contracts were awarded in early 2010, and development drilling is expected to begin in the second half of 2011. First production is expected in 2013. When complete, the project is expected to be Chevron's largest investment in Brazil.

In Maromba, field development was being evaluated in early 2011. Chevron holds a 30 percent nonoperated working interest in Maromba.

In the Santos Basin, Chevron holds a 20 percent nonoperated working interest in Block BS-4. Evaluations of the deepwater Atlanta and Oliva fields continued in 2010.

Marketing and Retail

Chevron considers Brazil a key growth market for lubricants. The company owns and operates a lubricants manufacturing plant in Rio de Janeiro that produces 1 million barrels of lubricating oils each year and a plant in São Paulo that produces 15,000 tons of industrial greases and 35,000 barrels of coolants per year for the Brazilian market. In 2010, the company launched a major initiative to strengthen our network in Brazil.

Havoline® and Ursa® lubricants are recognized as leaders in the market.

Customer satisfaction, improved performance and quality management are important to Chevron. Chevron Brasil Lubrificantes Ltda. has been awarded certification from the International Organization for Standardization (ISO) for the high-quality design, development and manufacture of oils, coolants, brake fluid, greases and lubricants. The Brazilian lubricants plant also is ISO certified.

Chemicals

Chevron's subsidiary Oronite owns and operates a manufacturing plant in Maua, near São Paulo. Oronite is a leading developer, manufacturer and marketer of performance additives for fuels and lubricating oils.

In the Community

In Brazil, Chevron funds programs that support health, education, small businesses and environmental protection in the communities where we work.

Chevron also focuses on creating economic opportunities for women in the states of Rio de Janeiro and Espírito Santo. The institutions and social initiatives that help us in this work are:

- Federação de Instituições Beneficentes – The Mão na Massa Project offers construction job training to 100 low-income women from the city of Rio de Janeiro. The program works through partnerships with private companies and government projects. The women who take part are also encouraged to set up a cooperative to help find more work.
- Fundo Social Elas – The Mulheres em Movimento Project promotes opportunities for young women in Dona Marta, Cidade de Deus and Batan. The program promotes cooperatives and workshops on entrepreneurship, business planning, communications and marketing.
- Aliança Institute – The Com.domínio Digital Project provides job training to 50 girls and women aged 14 through 29 in Rio de Janeiro and helps them obtain work. Another program, the Inclusão Comunitária Project, works with 120 women in the city of Itapemirim, in Espírito Santo state, to develop a production cooperative. The project presents workshops and helps guide the cooperative.
- Empreender Institute – The Enter Jovem Plus Project uses workshops to train and place 500 young people in the labor market in Rio de Janeiro. The program aims to ensure that girls make up 65 percent of those in the project. The program also works to increase youth employment throughout Brazil.

Chevron promotes several health and educational initiatives in Brazil.

In partnership with World Vision International, Chevron Brasil supports the Iniciativa Esperança Chevron (Hope Initiative). The project's goal is to prevent and detect HIV/AIDS. The program educates youth, teachers and community leaders about HIV/AIDS. In two years, 108 adolescents were trained as peer educators and 54 as health care and education professionals. During that time, 231 people participated in educational and motivational activities. Ten schools are taking part in the project. From 2011 onward, the project also will focus on creating economic opportunities for girls and women.

Chevron Brazil began working with the Discovery Channel Global Education Partnership in July 2009. The partnership creates audiovisual learning centers that complement the educational curriculum of under-resourced schools. As a result of this initiative, 140 teachers from five schools in Rio de Janeiro have already been trained, with about 1,000 students benefiting directly.

We support Projeto Conhecer (Knowledge Project), which teaches basic English to underprivileged children living in Fundação Casa Santa Ignez in Rio de Janeiro. The project also promotes understanding of foreign cultures. More than 600 children have already received a basic certificate in English.

As part of our demonstrated concern for the environment, Chevron made a \$3 million grant to the Antonina Reforestation pilot project in the state of Paraná. The grant allows the Society for Wildlife Research and Environmental Education, a Brazilian conservation organization, to own and manage approximately 2,500 acres (10 sq km) of rainforest. The company works with the society and the Nature Conservancy to restore and protect the land.

Record of Achievement

Chevron's presence in Brazil started in 1915, when Texaco began selling petroleum products. In less than a month, Texaco opened its first branch in the port city of Recife and grew its Star brand all over the country. Over time, Chevron built an extensive network of service stations, distribution systems, and operating plants that produce industrial and automotive lubricants and greases.

We opened an upstream office in Rio de Janeiro in 1997, following the government's decision to open this business segment to private investment. As a result, projects such as Frade are making steady progress.

We use the latest technology in our upstream operations. And since the arrival of the automobile industry in the 1950s, Texaco Brazil has supported the industry's expansion with petroleum products. We were the first company to install tanks, pumps and lubrication equipment in automobile plants in Brazil.

With more than 700 employees in Brazil, Chevron demonstrates a strong commitment to hiring and training a local workforce.

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CAUTIONARY STATEMENT RELEVANT TO FORWARD-LOOKING INFORMATION FOR THE PURPOSE OF “SAFE HARBOR” PROVISIONS OF THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995

This page from Chevron.com contains forward-looking statements relating to Chevron's operations that are based on management's current expectations, estimates and projections about the petroleum, chemicals and other energy-related industries. Words such as "anticipates," "expects," "intends," "plans," "targets," "projects," "believes," "seeks," "schedules," "estimates," "budgets" and similar expressions are intended to identify such forward-looking statements. These statements are not guarantees of future performance and are subject to certain risks, uncertainties and other factors, some of which are beyond the company's control and are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements. The reader should not place undue reliance on these forward-looking statements, which speak only as of the date of this report. Unless legally required, Chevron undertakes no obligation to update publicly any forward-looking statements, whether as a result of new information, future events or otherwise.

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