



Colombia Fact Sheet

Highlights of Operations

As Colombia's largest producer of natural gas, Chevron plays an integral role in meeting the country's energy needs, producing enough natural gas to supply approximately 65 percent of the nation's demand.

Our production activities are focused on three natural gas fields—one offshore and two onshore.

Chevron also is among Colombia's leading suppliers of fuel and lubricants. We operate a network of Texaco® service stations and hold interests in major aviation product terminals countrywide.

As an active member of the community, we also support education, culture, health, sustainable business development and environmental projects in Colombia.

Business Portfolio

Exploration and Production

Chevron, in partnership with Colombia's national oil company, Ecopetrol, operates the offshore Chuchupa natural gas field in the Caribbean Sea as well as the onshore Ballena and Riohacha natural gas fields in the province of La Guajira, in northern Colombia. In 2011, Chevron's total average daily production in Colombia was 642 million cubic feet of natural gas (234 million net).

Chevron operates and develops the fields as part of the Guajira Association contract. Chevron receives 43 percent of the production for the remaining life of each field and a variable production volume from a fixed-fee agreement based on prior Chuchupa capital contributions.

In 2011, a natural gas export agreement with Venezuela was extended. A multiwell onshore drilling program began late in the year.

Marketing and Retail

Chevron operates a nationwide network of more than 370 Texaco® service stations. We have a 15 percent market share in automotive fuels, a 35 percent market share in aviation fuel and a 12 percent market share in lubricants. Chevron also has interests in 10 fuel terminals in Colombia.

Under the Texaco name, the company sells a full line of branded products—including Texaco with Techron® gasoline and diesel fuel—through stations, sales agents and distributors in Colombia. In 2012, our Havoline® and Ursa® lubricants will be sold under the Chevron® brand. Chevron is also a major supplier of Texaco-branded fuel to Colombia's major airports, including San Andres and Rionegro airports, where we operate our own facilities.

As Colombia's largest producer of natural gas, Chevron supplies more than 6 million households.

Chevron and Ecopetrol, Colombia's national oil company, have a long-term purchase and sales agreement with Venezuela's national gas company, PDVSA Gas S.A. (PDVSA), to deliver an estimated average of 150 million cubic feet of natural gas per day from Colombia to Venezuela. Since its signing in 2007, this trade agreement has contributed to the regional and national economies. The agreement also allows for a separate deal for future deliveries of natural gas from Venezuela to Colombia.

In December 2011, Chevron, in partnership with Ecopetrol, signed an extension of the current contract with PDVSA to continue exporting natural gas from Colombia to Venezuela.

In the Community

Chevron supports projects in Colombia that promote economic development, education, health, the environment and culture in communities where we operate.

Addressing Basic Human Needs

Chevron works to improve health and living standards in Colombia, especially among the Wayúu people of La Guajira.

To address water and sanitation problems in the region, Chevron has drilled water wells and done other maintenance work, benefiting more than 100,000 people. We also trained Wayúu families on how to classify, collect, transport and dispose of solid wastes.

To improve nutrition, we assist 22 small Wayúu family farmers so they can feed themselves and produce enough surplus for market. Each farm measures about 1.5 acres (10,000 sq m) and has water to grow corn, melons, pumpkins and beans. The initiative improved nutrition and incomes for more than 150 people, including many children who previously ate only one meal a day.

Chevron also has helped strengthen health services in La Guajira by supporting the construction of six facilities to provide health and nutrition assistance to more than 600 children. Launched in June 2010, this project was implemented in partnership with municipal, regional and national governments.

Improving Education

Our efforts to support education include teacher training that has helped more than 1,500 students improve their national test scores. Since 2001, Chevron has offered 22 scholarships to high school graduates in La Guajira. Four have obtained university degrees, and some now work for Chevron.

Chevron helped build the Laachon Ethnical Educational Center, which serves indigenous communities in rural areas of the Manaure Municipality. Approximately 1,200 children and young people attend the boarding school. In December 2011, students celebrated the school's first high school graduation ceremony since opening in 2006.

To promote cultural development in Colombia, Chevron helped sponsor a new wing of the Gas Museum in Riohacha. An interactive display educates visitors about the region's pre-Hispanic and Hispanic settlements. The exhibit explores the riches of the Wayúu culture, showcases the Riohacha Carnival and shares the music of La Guajira. Chevron also supports major exhibitions at Bogotá's Gold Museum and the Art Collections of the Central Bank of Bogotá.

Fostering Economic Growth

Chevron invests in economic development projects to strengthen communities. In the municipality of Mayapo, Chevron supports a cooperative where families can buy basic supplies and groceries at affordable prices. Profits are reinvested and distributed in the community.

One of our programs assists Wayúu women whose woven handicrafts are an important cultural activity and a legacy from their ancestors. Their handmade traditional bags, hammocks and blankets also offer a path to a sustainable livelihood. Chevron donates the basic materials and provides workshops in marketing and sales. About 500 women from 30 communities are part of this initiative.

Chevron supplied more than 640 fishermen near the Manaure Municipality with global positioning systems, new motors, technical training and financial assistance. The program earned Chevron the Gold Medal for Environmental Responsibility in Research from the nongovernmental organization Fundación Siembra and the United Nations Development Program.

Being a Good Neighbor

Chevron responded to flooding caused by heavy rains in 2010. The company contributed funds for emergency food aid, medicine and housing. Chevron helped with the reconstruction of basic infrastructure in Manaure and damaged school facilities in the northern province of Bolivar.

Our workforce, our families and our partners also are active in the community. In partnership with our network of Texaco® retailers, the Foundation Bolivar Davivienda and the national television channel RCN, our employees volunteered their time to Texaco con Techron Pone Tus Manos a la Obra (Texaco With Techron Puts Your Hands to Work). This initiative works to improve primary school buildings throughout Colombia.

Record of Achievement

Chevron's partnership with the Colombian people has deep roots.

The company began exploring for oil in Colombia in the late 1920s and made crude oil and natural gas discoveries during the 1960s and 1970s. The oil fields were sold during the 1990s. Two additional oil fields, in the Llanos Basin, were turned over to Ecopetrol in 2000.

Chevron began marketing products in Colombia in the 1930s. Texaco, which later merged with Chevron, entered the Colombian market in 1958, building service stations, fuel terminals, warehouses and offices in Colombia's major cities. In the mid-1960s, the company constructed a lubricant-oil blending plant and a compounding grease unit in Bogotá.

In 1972, Chevron discovered gas in La Guajira, drilling the first well in 1975. The Ballena onshore field began gas production in 1977, and the Chuchupa Field began production in 1979.

In 1988, Chevron opened a plastic container manufacturing plant in Bogotá.

The first Star Mart® and Star Lube™ stores, under the Texaco® brand, opened for business in the 1990s.

In 2007, Chevron began offering fuels containing the Techron® additive to Colombian drivers.

In 2012, Chevron celebrates 35 years of natural gas production in Colombia.

Health, Environment and Safety

Chevron sponsors special environmental projects, such as the construction of artificial reefs, near some of our operations in Colombia.

Chevron was named one of the most socially responsible companies in Colombia at the 2011 Environmental Responsibility Awards. The event is sponsored by the Fundación Siembra Colombia with the support of the United Nations Development Program. Chevron also received the Gold Medal for Environmental Responsibility in Research and Conservation, for promoting economic and social development of the Wayúu communities near our facilities in La Guajira Province.

Protecting people and the environment is our No. 1 priority. Chevron's downstream operations have received national and international recognition for our environmental performance.

Employees and contractors in our upstream operations also have received awards for outstanding safety performance. In 2010, the private insurance company ARP Bolívar recognized Chevron for measures we implemented to make the workplace safer.

Economy

Natural gas produced by Chevron is a crucial part of the Colombian economy, particularly along the northern coast, where it is used for power generation.

Most of Colombia's power is supplied by hydroelectricity, but the gas-powered network is vital for the country because hydroelectric capacity varies widely as a result of unpredictable rainfall. Natural gas also is used for industry and is the mainstay of the local petrochemicals industry. Millions of commercial and residential consumers in Colombia use natural gas in lieu of more costly fuels.

Chevron is a major contributor to the finances of national and local governments through the royalties and taxes it pays and has long been a leader in introducing leading-edge technology in Colombia. Chevron drilled Colombia's first horizontal well and built its first offshore platforms and natural gas pipelines.

Chevron's downstream facilities are among the most modern in Colombia, and the terminals in major cities offer the latest in high-tech services.

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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 April 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.

Among the important factors that could cause actual results to differ materially from those in the forward-looking statements are: changing crude oil and natural gas prices; changing refining, marketing and chemical margins; actions of competitors or regulators; timing of exploration expenses; timing of crude oil liftings; the competitiveness of alternate-energy sources or product substitutes; technological developments; the results of operations and financial condition of equity affiliates; the inability or failure of the company's joint-venture partners to fund their share of operations and development activities; the potential failure to achieve expected net production from existing and future crude oil and natural gas development projects; potential delays in the development, construction or start-up of planned projects; the potential disruption or interruption of the company's net production or manufacturing facilities or delivery/transportation networks due to war, accidents, political events, civil unrest, severe weather or crude oil production quotas that might be imposed by the Organization of Petroleum Exporting Countries; the potential liability for remedial actions or assessments under existing or future environmental regulations and litigation; significant investment or product changes under existing or future environmental statutes, regulations and litigation; the potential liability resulting from other pending or future litigation; the company's future acquisition or disposition of assets and gains and losses from asset dispositions or impairments; government-mandated sales, divestitures, recapitalizations, industry-specific taxes, changes in fiscal terms or restrictions on scope of company operations; foreign currency movements compared with the U.S. dollar; the effects of changed accounting rules under generally accepted accounting principles promulgated by rule-setting bodies; and the

factors set forth under the heading “Risk Factors” in Chevron’s Annual Report on Form 10-K for the year ended December 31, 2011. In addition, such statements could be affected by general domestic and international economic and political conditions. Unpredictable or unknown factors not discussed in Chevron’s Annual Report on Form 10-K for the year ended December 31, 2011 could also have material adverse effects on forward-looking statements.

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