



Philippines Fact Sheet

Highlights of Operations

Chevron is one of the largest investors in the Philippines, with more than \$2 billion in capital investments. We provide direct and indirect employment for at least 21,000 people.

Chevron Philippines Inc. markets the Caltex brand of top-quality fuels, lubricants and petroleum products. Our network of service stations, terminals and sales offices form the backbone of our presence in the Philippines.

A leader in geothermal power, Chevron operates steam fields that use the heat from the earth to provide geothermal energy to plants that serve key population centers in the country. Our innovations have helped make the Philippines the second-largest geothermal energy-producing country in the world, after the United States. Chevron is currently the largest producer of geothermal energy in the world.

Chevron holds an interest in the Malampaya gas-to-power project – the first natural gas development and largest industrial project in the Philippines.

Chevron Holdings Inc., in Makati City, provides operational support to Chevron offices in the Asia-Pacific, Africa and North America. A workforce of more than 1,000 supplies us with transactional, processing and consulting services in areas such as finance, human resources, procurement e-services, marketing and information technology.

Business Portfolio

Chevron operates through four business units in the Philippines: Our two upstream units are Chevron Geothermal Philippines Holdings Inc. and Chevron Malampaya LLC. Our downstream unit is Chevron Philippines Inc., formerly Caltex Philippines Inc. We also operate a business processes support organization through Chevron Holdings Inc.

Exploration and Production

The Malampaya gas-to-power project opens the door to the natural gas industry in the Philippines. The Malampaya gas field lies about 50 miles (80 km) northwest of the Philippine island of Palawan. Chevron holds a 45 percent nonoperated working interest in the field. In 2008, total daily production averaged 368 million cubic feet of natural gas and 15,000 barrels of condensate. Chevron's net oil-equivalent production was 26,000 barrels per day.

Produced from fields almost 2 miles (3,000 m) below the seabed, the gas is conveyed 314 miles (505 km) from an offshore platform, through subsea pipelines to the Batangas onshore natural gas plant on Luzon Island. Once treated, the gas is transported via overland pipelines to three power plants designed to generate a total of 2,700 megawatts of power. The development represents the largest single foreign investment in the Philippines.

Chevron Geothermal Philippines Holdings Inc. develops and produces steam for the government-owned National Power Corporation. The steam fields provide geothermal energy to the Tiwi and Mak-Ban power plants in Albay and Laguna-Batangas provinces. Those plants supply power to Luzon, the country's most populous island. Together, the generating capacity of the two geothermal plants is 637 megawatts.

Marketing and Retail

Chevron markets a full range of petroleum products in the Philippines under the Caltex brand name, including Caltex gasolines with Techron®, Power Diesel®, kerosene, jet fuel and fuel oil. Chevron also markets Caltex Havoline® and Delo® engine oils, along with other lubricating oils and greases.

We have a finished-products import terminal in San Pascual, Batangas. We also operate two other terminals, in Pandacan, Manila, and in Lapulapu, Cebu. In all, Chevron has 25 terminals as well as depots and sales offices throughout the country. Other Chevron facilities include a lubricants blending plant, a grease manufacturing plant and facilities for providing jet fuel to Ninoy Aquino International Airport.

Chevron runs a network of 863 service stations in the Philippines as well as 42 Xpress Lube® service centers. In December 2008, we introduced Caltex E10 with Techron, an ethanol-blended gasoline, to the Philippine market.

In the Community

Through our upstream and downstream business units, Chevron is partnering to improve the social and economic well-being of communities where we operate. We support funding for basic human needs, education, small business development and environmental projects.

Basic Human Needs

Chevron's commitment of \$30 million to the Global Fund will help the Tropical Disease Foundation in its fight against tuberculosis in the Philippines. The foundation will receive \$5 million over the next three years.

Chevron is the primary sponsor of the Caltex Good Roots, an agro-forestry program aimed at preserving the environment by sharing technology with farming communities in Pagudpud, Ilocos Norte; Lobo, Batangas; and Pugo, La Union and Baguio City. So far, at least 794 farming families have benefited from the program. More than 505,000 fruit and forest tree seedlings have been planted.

Education and Training

At Chevron, we believe that education is an important factor in the economic growth and well-being of the communities in which we work.

- We offer high school and college scholarships to financially challenged, academically gifted students. After two decades, the program has helped 615 youths graduate.
- In partnership with Don Bosco School, we support vocational and technical skills training for out-of-school youths. Of the program's 180 graduates, 82 percent are employed or work for themselves.
- We support the Sa Pagbasa, May Pagasa – a literacy program that helps 1,800 first-grade students in Tiwi's 25 villages.
- We help the newly formed Educational Enhancement for Public School Students, which caters to primary and secondary students with learning difficulties.
- We support the Marcellin KAPATID (Sibling) Program, a skills training project in Gensan that trains out-of-school youths in welding and the repair of motorcycles and small engines.

Our Caltex Fund Street-to-School Program was launched in 1999 in partnership with more than 20 nongovernmental organizations. The nationwide program provides financial assistance for shelter, skills training and livelihood programs to former street children and other youths in need. The Caltex Fund has helped build dormitories for street children in the cities of Muntinlupa, Davao and General Santos.

Through the Caltex Fund Livelihood Program, we help finance programs that allow young people to gain skills that will help expand their job opportunities. Caltex supports a project in Makati that trains migrant youths in baking and marketing. The Caltex

Loaves and Fishes Bakery in General Santos City was created in partnership with the Marcellin Foundation to help troubled youth. Barely a year in operation, this program now has added three new bakeshops.

Our main volunteer effort is the Caltex Mentor Program Drive to Literacy. Chevron employees volunteer in public schools, teaching classes in reading, mathematics, science and computer proficiency.

Chevron employees also volunteer to help the Brigada Eskwela (School Brigade), which, in partnership with the Philippine Department of Education, supports maintenance of public school classrooms.

Enterprise Development

Chevron supports programs that assist small businesses and offer training in agriculture, fisheries and home industries.

We partner with private groups to build a strong agri-based program for micro-enterprises in Tiwi and Mak-Ban. We provide seed capital to help women's groups, fishermen and villagers develop small businesses using products that abound in their areas. Some of the enterprises include sales of arts and crafts and virgin coconut oil, coconut rope twining, a weaving project, ceramic pottery, and a cassava agri-business project.

We also joined local governments in Tiwi in a resource management program for 12 coastal villages. This project works to protect Tiwi coastlines by planting mangrove trees. It also promotes seaweed production as an alternative livelihood for coastal communities. The project grew in 2007 when wives of fishermen began producing seaweed extract for use in local noodles production.

Caring for the Environment

Chevron Philippines is a founding member of the Philippine Eagle Foundation Inc., which helps protect and preserve this endangered national treasure and its habitat. We donated cryogenic equipment for the breeding program. Our annual donation supports other foundation operations.

We support Project Seahorse – a Chevron Conservation Award winner – which worked in the rich Visayan seas of the Philippine islands. We are funding a two-year effort to conserve and promote the sustainable management of resources in the endangered Danahon Bank Double Barrier Reef.

Chevron Geothermal is a member of the Renewable Energy Coalition that supported the Renewable Energy Act approved by Congress. The act became law in December 2008, creating a level playing field for renewable energy sources such as geothermal, hydropower, wind, solar and biomass. The law also supports the Philippines' goal of energy security and sustainable development.

Record of Achievement

With more than 90 years in the Philippines, Chevron's investments and operations have made important contributions to developing the country's energy and petroleum industry.

Chevron started working in the Philippines in 1917 when The Texas Co. – later, Texaco – began marketing its products through a local distributor. Texaco Philippines was formally established in 1921 and opened an office in Binondo, Manila.

In 1936, a joint venture between The Texas Co. and Chevron's predecessor, Standard Oil Co. of California, created Caltex, which then took over marketing operations in the Philippines.

Eleven years later, Caltex converted its Pandacan warehouse depot in Manila into its first distribution terminal in the country.

In 1954, Caltex inaugurated the Batangas Refinery at San Pascual, the first petroleum refinery in the Philippines. In 2003, this refinery was converted into a finished-import terminal, with a storage capacity of at least 2.5 million barrels.

In 1971, Chevron Geothermal Philippines Holdings pioneered – in partnership with the Philippine government – the commercial development of geothermal resources.

In 1998, Chevron established Chevron Holdings Inc.

In 2001, Chevron and its Malampaya project participants delivered the country's first commercial gas supplies to power generation plants, meeting around 30 percent of the country's power needs.

Economy

The Malampaya deepwater gas-to-power project is expected to provide the Philippines with significant revenue over the life of the project. This will support the government's economic development programs and help build the necessary infrastructure to foster financial growth. The project also is expected to generate direct and indirect employment for more than 20,000 people.

Chevron's natural gas and geothermal projects reduce the country's dependence on imported fuel through the use of clean, indigenous and reliable energy. These projects' combined capacity of more than 3,300 megawatts accounts for more than 30 percent of Luzon's power supply needs, helping spur its economic development.

Contact Us

Chevron Philippines Inc.

6/f 6750 Ayala Avenue

1226 Makati City

Philippines

Telephone: +63.2.841.1000

Fax: +63.2.841.1092

For general inquiries: cpi-pgpa@chevron.com

For career opportunities: recruitment-cssc@chevron.com

Chevron Malampaya LLC

Kevin Lyon

President

8/F Asian Star Building

2402-2404 Asean Drive

Filinvest Corporate City

Alabang, Muntinlupa City 1781

Philippines

Telephone: +63.2.772.1000

Fax: +63.2.772.2953

Email: kevinlyon@chevron.com

Chevron Holdings Inc.

Service Management Office
Manila Shared Services Center
35F Yuchengco Tower
RCBC Plaza 6819 Ayala Avenue
1200 Makati City
Philippines
Telephone: +63.2.793.4000
Fax: +63.2.793.4422

For general inquiries: MSSCCommunications@chevron.com

For career opportunities: recruitment-ph@chevron.com

Chevron Geothermal Philippines Holdings, Inc.

Maria L. Heras-de Leon
Vice President - Policy, Government and Public Affairs
14/F 6750 Building, Ayala Avenue
Makati City 1226
Philippines
Telephone: +63.2.845.8400
Fax: +63.2.845.8582
Email: cgphi-pgpa@chevron.com

[Visit Caltex Philippines](#)

Updated: July 2009

This document contains forward-looking statements about future events and the future operational and financial performance of Chevron. 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 based on management's current expectations, estimates and projections; are not guarantees of future performance; and are subject to certain risks, uncertainties and other factors, some of which are beyond our control and are difficult to predict. Actual results may differ significantly from results discussed in the forward-looking statements. You should not place undue reliance on these forward-looking statements. For a detailed listing of the potential factors affecting Chevron's business and these forward-looking statements, please refer to Chevron's periodic reports on Forms 10-Q and 10-K that are filed with the United States Securities and Exchange Commission. 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. CHEVRON, the CHEVRON HALLMARK, CALTEX, TEXACO, DELO, HAVOLINE, ISOCRACKING, ISODEWAXING, ISOFINISHING, POWER DIESEL, REVTEX, STAR MART, STAR LUBE, TECHRON, TOWN COUNTRY, URSA, and XPRESS LUBE are registered trademarks of Chevron Intellectual Property LLC.

