

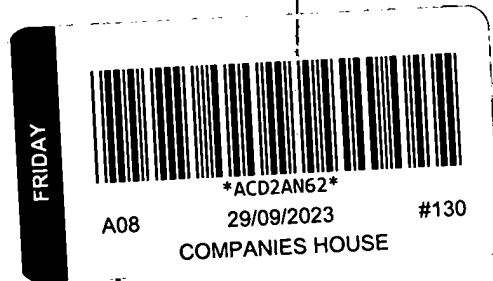
---

# Chevron Products UK Limited

---

Annual Report and Financial Statements for the year ended 31  
December 2022

The Company number 03600726



---

## CHEVRON PRODUCTS UK LIMITED

---

### STRATEGIC REPORT FOR THE YEAR ENDED 31 December 2022

The Directors present their strategic report on Chevron Products UK Limited ('CPUK', or 'the Company'), a company registered in England & Wales, for the year ended 31 December 2022.

#### Principal activities

The Company's principal activities are the supply and optimisation of crude oil and finished products, liquefied petroleum and natural gas, the purchase and sale of carbon credits on behalf of Chevron companies, the sale of finished lubricants, the marketing of marine lubricants and the provision of services to affiliated and other Chevron Group companies. The Company is the holding company of Chevron International Exploration and Production Company Limited (formerly Chevron Eurasia Pacific Limited), which provides consultancy and other management services to other Chevron upstream operations and affiliates. Chevron International Exploration and Production Company Limited is also engaged in exploration, production and sale of hydrocarbons from operations in the North Sea through its subsidiary Chevron Britain Limited.

#### Business review

The Company made a profit for the financial year of £125,625,000 (2021 – loss of £14,448,000) with revenue of £16,687 million (2021: £2,542 million) and cost of sales £16,310 million (2021: £2,452 million).

The net assets of the Company at year-end were £862,385,000 (2021 - £735,830,000).

In line with a principal decision taken in 2021 by the Directors, there has been a significant expansion of physical commodity trading activities. This increased trading activity in crude oil and gas commodities is the primary driver for the higher earnings. In 2022, the Company also commenced carbon trading.

#### Key performance indicators

The Company's Directors believe that the key performance indicators of the Company are safe operations and profit. Profitability is measured against the business plan targets and forecasts for the year, contribution towards return on capital employed (ROCE) generated by the business. Safety is measured through use of loss prevention systems to monitor and improve safety performance. The Company reached its goal of safe operations throughout 2022 and incurred no material safety incidents.

#### Principal risks and uncertainties

The key business risk and uncertainty affecting the management of the business and the execution of the Company strategy is the movement of commodity prices. Increased physical trading activity has resulted in greater performance risk and credit risk from counterparties. Management mitigates these risks using derivative swaps, futures and forward physical contracts.

#### Russia / Ukraine conflict

Due to the ongoing Russia and Ukraine conflict which commenced in February 2022, Governments (including Russia) have imposed and may impose additional sanctions and other trade laws, restrictions and regulations that could lead to disruption to trade and product flows in the region around Russia and could have an adverse effect on the Chevron group companies' financial position. The financial impacts of such risks, including presently imposed sanctions, are not currently material for the Chevron group companies or the Company; however, it remains uncertain how long these conditions may last or how severe they may become.

#### Future developments

There are no other planned changes to the current principal activities of the Company, and it is the intention of the Directors that the Company will continue these activities for the foreseeable future.

#### Section 172 statement

The Companies (Miscellaneous Reporting) Regulations 2018 (2018 MRR) require the Directors to explain how they considered the interests of key stakeholders and the broader matters set out in section 172(1) of the Companies Act 2006 ("S172") when performing their duties to promote the success of the Company under S172.

This section of the strategic report comprises the Directors' 172 statement and statement on engagement with suppliers, customers, and others.

---

## CHEVRON PRODUCTS UK LIMITED

---

### STRATEGIC REPORT FOR THE YEAR ENDED 31 December 2022 (continued)

As a wholly owned subsidiary of the Chevron Corporation, the Directors ensure that decisions are beneficial to all of the Company's stakeholders as well as having regard to the long-term sustainable success of the Chevron Group as a whole. The strategic aims of the Company are derived from those of the Chevron Group, which can be found in the Chevron Corporation 2022 Annual Report at <https://www.chevron.com/annual-report>.

The Chevron Group internally organises its activities principally along business and functional lines and transacts its business through legal entities. This organisation structure is designed to achieve Chevron's overall business objectives while respecting the separate legal entity of the individual Chevron companies through which it is implemented and the independence of each Board of Directors.

The Board of Directors of the Company hold positions across key functions of the Company or are in positions that support those functions of the Company. When appointed to the Board, each Director is briefed on their role and responsibilities by the Company Secretary and is provided with training and support to help them fulfil their responsibilities.

The Company's ultimate parent, Chevron Corporation, has developed and implemented a number of policies and principles which the Company has reviewed and adopted. "The Chevron Way" details the guiding principles and these principles include diversity and inclusion, high performance, integrity and trust, protecting people and the environment and partnership. Our Business Conduct & Ethics Code (BCEC) is built on Chevron's core values and highlights the principles that guide our business conduct and how our policies are designed to support full compliance with applicable laws. Chevron's BCEC is published at the Chevron website.

<https://www.chevron.com/-/media/shared-media/documents/chevronbusinessconductethicscode.pdf>.

Prior to Company matters being brought to the Board of Directors for consideration, significant levels of internal engagements are undertaken with the broader business. Dependent on the project or activity, Board members or representatives of the Company may have participated in this engagement through their relevant business area, and this therefore helps inform the relevant board decisions.

#### **Principal decisions**

During 2022, the principal decision that the Directors made of a strategic nature and significant as per the Section 172 factors was the entry into a new lease agreement for office space. The total lease commitment is £6.4 million, ending September 2029.

#### **Employees**

The Company does not have any employees. Details of workforce engagement can be found in the financial statements of Chevron Energy Limited.

#### **Business Relationships**

The Company has business relationships with external customers and suppliers in addition to wholly owned subsidiaries and affiliates of Chevron Corporation.

#### **Customers:**

The Company's success depends not only on meeting its customers' expectations today but anticipating them tomorrow, thereby enabling human progress. The Company trades in oil and gas commodities which are delivered through pipeline or ship. It also markets finished products directly to customers. Throughout these activities, the provision of a high standard of customer service is essential for our vital industry.

The Company consistently aims to exceed customer expectations through its network of sales and marketing, and commodity trading colleagues. They represent the Company and its brands with professionalism every day, in line with The Chevron Way.

---

**CHEVRON PRODUCTS UK LIMITED**

---

**STRATEGIC REPORT FOR THE YEAR ENDED 31 December 2022 (continued)**

**Suppliers:**

The values inherent in The Chevron Way, which describe how the Company conducts its business in a socially and environmentally responsible manner, apply to all stakeholder groups with whom it works. This applies equally when working with suppliers which are selected to be a part of the company's value chain, and who contribute to its offering and value proposition. This is done through a structured procurement organisation which engages with suppliers at all levels, to ensure that the company's vision, values and strategies can be effectively executed safely, legally and reliably.

**Community and Environment**

The Company places the highest priority on the health and safety of the workforce and protection of assets, communities, and the environment. The Operational Excellence Management System (OEMS) defines the expectations regarding the systematic management of workforce safety and health, process safety, reliability and integrity, environment, efficiency, security and stakeholders to achieve high performance in operational excellence. Protecting people and the environment is a key value. The Company expects compliance with the letter and the spirit of applicable environmental, health and safety laws, regulations and policies. Within each of the functional areas management are responsible for monitoring performance related to health, safety and the environment.

Charitable fundraising is assisted through Chevron's UK Charity fund. Individual employees, and the four employee networks which operate in the UK, can apply to the fund for donations to augment their own fundraising. During 2022, 17 charities across the UK benefited from donations from the Chevron UK Charity fund.

The Company is also a signatory of the Armed Forces Covenant. Through adoption of the covenant and participation in the Ministry of Defence Employer Recognition Scheme, the Company demonstrates its support to the armed forces community and has been awarded silver and bronze awards. The Company endorses the value which serving personnel, reservists, veterans, and military families bring to roles in businesses across the UK.

On behalf of the board

N. Ali  
Director  
1 Westferry Circus  
Canary Wharf  
London E14 4HA  
28 September 2023

DocuSigned by:  
N. Ali  
89D484924AA746A...

---

## CHEVRON PRODUCTS UK LIMITED

---

### DIRECTORS' REPORT FOR THE YEAR ENDED 31 December 2022

The Directors present their report and the audited financial statements of the Company for the year ended 31 December 2022.

#### Financial risk management

##### *Price risk*

The Company engages in commodity derivative instrument activity with the intention of managing the price risk posed by physical transactions. The instruments used are derivatives swaps, futures and physical forward contracts.

##### *Credit risk*

The Company has implemented policies that require appropriate credit checks on customers before sales are made. The overall level of indebtedness is monitored closely by the Company's credit group.

##### *Liquidity and cash flow risk*

The Company seeks to manage financial risk, to ensure sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably. This is achieved by placing surplus funds on deposit. Chevron Corporation regularly reviews the financing structure for all its group companies. Following such a review, loans may be repaid prior to maturity date, extended beyond maturity date or replaced by alternative funding arrangements.

##### *Interest rate risk*

The Company can have both interest-bearing assets and liabilities which are generally held at floating rates. These are monitored on a daily basis by a treasury management group and an appropriate structure of investments and borrowings maintained. The Company does not hedge interest rate risks. The Company incurs interest rate risk on interest-bearing receivables (in particular those included in the Receivables (receivable cash pool position) and on interest-bearing current liabilities (payable cash pool position).

##### *Foreign exchange risk*

The Company has assets and liabilities denominated in foreign currencies. The Company does not use derivative financial instruments to manage the risk of fluctuating exchange rates and as such no hedge accounting is applied. Refer to Note 4 for the foreign exchange impact on financials.

#### Other Risks

The company's operations have other business risks that require continuous oversight and monitoring includes, legal, compliance, regulatory risk and cyber security.

The Company has implemented and maintains a system of corporate policies, processes and systems, behaviours and compliance mechanisms to manage safety, health, environmental, reliability and efficiency risks to verify compliance with applicable laws and policies.

#### Results and dividends

The Company's profit for the financial year was £125,625,000 (2021 – loss of £14,448,000).

This has resulted in an overall increase of £125,625,000 (2021: decrease of £14,448,000) in retained earnings during the year. Net assets of the Company at the year-end were £862,385,000 (2021 - £735,830,000).

Dividends of £Nil (2021: £Nil) were paid during the year ended 31 December 2022. The Directors do not recommend that a final dividend should be paid.

#### Directors

The Directors of the Company who were in office during the year and up to the date of signing the financial statements were:

G. G. Cole  
P. A. McCloud  
N. Ali  
J. E. Allison (Appointed 09-05-2022)  
M.J.J. Williams (Resigned 10-10-2022)  
J. G. Cameron (Resigned 09-05-2022)

None of the Directors, at any point during the year, had a material interest in any contract which was significant to the Company's business, other than their own contract of service.

---

**CHEVRON PRODUCTS UK LIMITED**


---

**DIRECTORS' REPORT FOR THE YEAR ENDED 31 December 2022 (continued)****Qualifying third party indemnity provisions**

The Company maintains liability insurance for its Directors and Officers. The Company also provides an indemnity for its directors, which is a qualifying third-party indemnity provision for the purposes of the Companies Act 2006. The indemnity was in force throughout the last financial year and at the date of the approval of the financial statements.

**Donations**

Charitable donations made during the year were £20,600 (2021: £10,450).

**Supplier payment policy**

The Company's policy is to agree terms of payment for each transaction and to abide by the terms of payment. Trade creditors of the Company at 31 December 2022 were equivalent to 1-day (2021 – 2 days) purchases based on the average daily amount invoiced by suppliers during the financial year.

**Preparation of financial statements**

The financial statements have been prepared under the FRS 102 basis as modified by the recognition of certain financial assets and liabilities measured at fair value.

**Future developments**

Future developments are included in the Strategic Report on page 1.

**Streamlined Energy and Carbon Reporting (SECR)**

The below statement contains the Company's annual energy consumption, associated relevant greenhouse gas emissions and additional relevant information, as required under the Companies (Directors' Report) and Limited Liability Partnerships (Energy and Carbon Report) Regulations 2018, for the year ended 31 December 2022.

The methodology applied to the calculation of Greenhouse Gas emissions is the 'GHG Protocol Corporate Accounting and Reporting Standard'. The Company has used the financial control approach for setting the boundary for GHG reporting and set a fixed base year of 2021.

In preparing this report the Company has followed the March 2019 Environmental Reporting Guidelines and used the 2022 UK Government's Conversion Factors for GHG emissions for energy usage purchased at Company offices in the year and for business travel mileage.

<b>Energy and GHG Emissions summary</b>	<b>2022</b>	<b>2021</b>	
Total UK Energy use (Scope 2 and 3)	770,106	776,052	kWh
Scope 1: Direct GHG emissions	0	0	MT CO <sub>2</sub> e
Scope 2: Associated underlying GHG emissions - Energy use	144.701	163.761	MT CO <sub>2</sub> e
Scope 3: Associated underlying GHG emissions - Business travel	4.870	1.107	MT CO <sub>2</sub> e
Carbon Intensity ratio (Scope 2 and Scope 3)	0.549	0.568	MT CO <sub>2</sub> e/FTE

There were no Scope 1 (Direct) GHG emissions in 2022 as there are no activities owned or controlled by the Company that releases emissions into the atmosphere.

Reported Scope 2 (Energy Indirect) emissions for electricity usage decreased compared with prior year. This was due to the effects of a lower 'electricity generated' GHG conversion factor attributable for 2022 and lower year on year average headcount.

For Scope 3 (Other Indirect) emissions: a resumption in business travel after the COVID-19 pandemic resulted in a year-on-year increase.

The Company has chosen the emissions intensity metric CO<sub>2</sub>e /FTE as this will enable comparison of energy efficiency performance over time and with other similar types of organisations.

No energy efficiency actions were taken by the Company in 2022.

---

**CHEVRON PRODUCTS UK LIMITED**

---

**DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022 (continued)**

***Statement of Directors' responsibilities in respect of the financial statements***

The Directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law).

Under company law, Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently.
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements.
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Directors' confirmations**

The Directors are also responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006.

In the case of each director in office at the date the Directors' report is approved:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

**Independent Auditors**

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to be re-appointed and pursuant to an elective resolution adopted by the Company, have automatically been re-appointed as the Company's auditors.

On behalf of the board

N. Ali  
Director  
1 Westferry Circus  
Canary Wharf  
London E14 4HA  
28 September 2023

DocuSigned by:  
N. Ali  
89D484924AA746A...

# Independent auditors' report to the members of Chevron Products UK Limited

## Report on the audit of the financial statements

### Opinion

In our opinion, Chevron Products UK Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the balance sheet as at 31 December 2022; the statement of comprehensive income and the statement of changes in equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

### Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.



## **Reporting on other information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic report and Directors' report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

### **Strategic report and Directors' report**

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic report and Directors' report for the year ended 31 December 2022 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and Directors' report.

## **Responsibilities for the financial statements and the audit**

### **Responsibilities of the directors for the financial statements**

As explained more fully in the Statement of directors' responsibilities in respect of the financial statements, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to compliance with the Companies Act 2006 and UK tax legislation, and we considered the extent to

which non-compliance might have a material effect on the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries and management bias in accounting estimates. Audit procedures performed by the engagement team included:

- gaining an understanding of the legal and regulatory framework applicable to the company;
- enquiry of management, those charged with governance and those responsible for legal and compliance matters, including the company's in-house legal function, to identify actual and potential litigation and claims and any known or suspected instances of non-compliance with laws and regulations and fraud;
- enquiry of staff in the company's tax function to identify any instances of non-compliance with laws and regulations;
- reviewing minutes of meetings of those charged with governance;
- reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and testing accounting estimates to address the risk of management bias.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

### **Use of this report**

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

## **Other required reporting**

### **Companies Act 2006 exception reporting**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

*Kevin McGhee*

Kevin McGhee (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
28 September 2023

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Statement of Comprehensive Income  
For The Year Ended 31 December 2022**

	Note	2022	2021
		£'000	£'000
<b>Revenue</b>	3	<b>16,687,076</b>	<b>2,542,252</b>
Cost of sales		(16,310,374)	(2,452,092)
<b>Gross profit</b>		<b>376,702</b>	<b>90,160</b>
Distribution costs		(174,122)	(65,114)
Administrative expenses		(39,039)	(27,435)
Other operating losses		(10,520)	(12,008)
<b>Operating profit / (loss)</b>	4	<b>153,021</b>	<b>(14,397)</b>
Interest receivable and similar income	6	2,171	1,678
Interest payable and similar expenses	7	(2,947)	(229)
<b>Profit / (loss) before taxation</b>		<b>152,245</b>	<b>(12,948)</b>
Tax on profit / (loss)	10	(26,620)	(1,500)
<b>Profit / (loss) for the financial year</b>		<b>125,625</b>	<b>(14,448)</b>

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Balance Sheet as at 31 December 2022**

	Note	2022 £'000	2021 £'000
<b>Fixed assets</b>			
Intangible assets		-	-
Tangible assets		10,399	4,635
Investments	11	745,813	736,822
		<b>756,212</b>	<b>741,457</b>
<b>Current assets</b>			
Stocks	12	107,440	1,415
Debtors: amounts falling due within one year	13	1,410,967	483,951
Debtors: amounts falling due after more than one year	13	225	3,416
Cash at bank and in hand		407	1,585
		<b>1,519,039</b>	<b>490,367</b>
<b>Creditors: amounts falling due within one year</b>	14	<b>(1,407,636)</b>	<b>(481,587)</b>
<b>Net current assets</b>		<b>111,403</b>	<b>8,780</b>
<b>Total assets less current liabilities</b>		<b>867,615</b>	<b>750,237</b>
Creditors: amounts falling due after more than one year		<b>(5,230)</b>	<b>(212)</b>
Provisions for liabilities	15	-	<b>(14,195)</b>
<b>Net assets</b>		<b>862,385</b>	<b>735,830</b>
<b>Capital and reserves</b>			
Called up share capital	16	20,000	20,000
Share premium account		706,505	706,505
Equity reserve		10,891	9,961
Retained Earnings / (Accumulated losses)		124,989	(636)
<b>Total shareholders' funds</b>		<b>862,385</b>	<b>735,830</b>

The notes on pages 13 to 28 are an integral part of these financial statements.

The financial statements on pages 10 to 28 were approved by the board of Directors on 28 September 2023 and were signed on its behalf by:

DocuSigned by:  
 N. Ali  
 89D484924AA746A...

N. Ali  
 Director  
 Company number: 03600726

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Statement of Changes in Equity  
For The Year Ended 31 December 2022**

	Called up Share capital	Equity Reserve	Share Premium account	Retained Earnings/ (Accumulated losses)	Total Equity
	£'000	£'000	£'000	£'000	£'000
<b>Balance at 1 January 2022</b>	20,000	9,961	706,505	(636)	735,830
Profit for the financial year	-	-	-	125,625	125,625
<b>Total comprehensive income for the year</b>	-	-	-	125,625	125,625
Charge from parent for equity-settled share-based payments	-	930	-	-	930
Dividends (Note 9)	-	-	-	-	-
Sub total	-	930	-	-	930
<b>Balance at 31 December 2022</b>	<b>20,000</b>	<b>10,891</b>	<b>706,505</b>	<b>124,989</b>	<b>862,385</b>

	Called up Share capital	Equity Reserve	Share Premium account	Accumulated losses	Total Equity
	£'000	£'000	£'000	£'000	£'000
<b>Balance at 1 January 2021</b>	20,000	9,240	706,505	13,812	749,557
Loss for the financial year	-	-	-	(14,448)	(14,448)
<b>Total comprehensive expense for the year</b>	-	-	-	(14,448)	(14,448)
Charge from parent for equity-settled share-based payments	-	721	-	-	721
Dividends (Note 9)	-	-	-	-	-
Sub total	-	721	-	-	721
<b>Balance at 31 December 2021</b>	<b>20,000</b>	<b>9,961</b>	<b>706,505</b>	<b>(636)</b>	<b>735,830</b>

(Accumulated losses) / profit represent accumulated comprehensive income/expense for the year and prior periods plus share-based payments adjustments and related tax credits, charges from the parent company for share-based payments, less dividends paid.

---

## CHEVRON PRODUCTS UK LIMITED

---

### Notes to the financial statements for the year ended 31 December 2022

#### General information

The Company sells and markets marine lubricants, sells finished lubricants, supplies and optimises crude oil and finished products, liquefied petroleum and natural gas and provides services to affiliated and other Chevron Corporation Group companies. It is also the holding company for Chevron International Exploration and Production Company Limited. The Company is a private company limited by shares and is incorporated and domiciled in the UK under the laws of England and Wales. The address of its registered office is 1 Westferry Circus, Canary Wharf, London, E14 4HA.

#### 1. Accounting policies

A summary of the principal accounting policies is set out below, together with an explanation of where changes have been made to previous policies on adoption of new accounting standards in the year. The principal accounting policies are set out below and have been applied consistently throughout the year.

##### a) Basis of preparation

The financial statements have been prepared under the historical cost convention as modified by the recognition of certain financial assets and liabilities measured at fair value, on a going concern basis, and in accordance with the Companies Act 2006 under the provision of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 (SI 2008/410) and United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102, 'The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland' ('FRS 102').

The Company's ultimate parent undertaking, Chevron Corporation includes the Company in its consolidated financial statements. The consolidated financial statements of Chevron Corporation are available to the public and may be obtained from [www.chevron.com](http://www.chevron.com).

In these financial statements, the Company is considered to be a qualifying entity (for the purposes of FRS 102) and has applied the exemptions available under FRS 102:

- Reconciliation of the number of shares outstanding from the beginning to end of the period.
- Cash Flow Statement and related notes:

The Company has taken advantage of the exemption, under FRS 102 paragraph 1.12(b), from preparing a statement of cash flows, on the basis that it is a qualifying entity and its ultimate parent company, Chevron Corporation, includes the Company's cash flows in its own consolidated financial statements; and

- Key Management Personnel compensation.

As the consolidated financial statements of Chevron Corporation include the equivalent disclosures, the Company has also taken the exemptions under FRS 102 available in respect of the following disclosures:

- Certain disclosures required by FRS 102.26 Share Based Payments; and,
- The disclosures required by FRS 102.11 Basic Financial Instruments and FRS 102.12 Other Financial Instrument Issues in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

The preparation of financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

The Directors have no concerns over the settlement of amounts with Chevron Netherlands Finance BV (CNFBV) cash pool or the liquidity of CNFBV. The Company is authorised to borrow from the CNFBV cash pool to cover any short-term financing needs as required, and any borrowings required could be provided by CNFBV on demand. The company has a strong balance sheet with current assets adequately exceeding its current liabilities.

The Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in the preparation of the financial statements.

---

**CHEVRON PRODUCTS UK LIMITED**

---

**Notes to the financial statements for the year ended 31 December 2022 (continued)****1. Accounting policies (continued):****b) Consolidated financial statements**

Consolidated financial statements of the Company, its subsidiary undertakings and its participatory undertakings have not been prepared. The Company is exempt from the requirement to prepare consolidated financial statements under the provisions of section 401 of the Companies Act 2006. The financial statements present information about the Company as an individual undertaking and not about its group.

**c) Revenue**

Revenue is measured at the fair value of the consideration received or receivable, and represents amounts receivable for sales of marine lubricants, finished lubricants, the supply and optimisation of crude oil and finished products, liquefied petroleum and natural gas and the provision of services to affiliated and other Chevron Corporation Group companies. Revenue is recognised when (a) the significant risks and rewards of ownership have been transferred to the buyer; (b) the Company retains no continuing involvement or control over the goods; (c) the amount of revenue can be measured reliably; and (d) it is probable that future economic benefits will flow to the entity. Revenue is recognised net of value added taxes and intra-company transactions. Physical sales are accounted for on a gross basis. Revenue includes net unrealised gain or loss positions on both physical and financial (paper) derivatives, and on realised financial derivatives where these are being used to hedge physical.

**d) Income from shares in group undertakings**

Income from shares in group undertakings relates to dividend income and is recognised when the right to receive payment is established.

**e) Dividend distributions**

Dividend distributions are included in the Company's financial statements in the period in which the dividends are approved by the Company's shareholders.

**f) Tangible assets**

All fixed assets are shown at their historical cost, less accumulated depreciation. Historical cost includes the original purchase price, costs directly attributable to bringing the asset to its working condition for its intended use, dismantling and restoration costs and borrowing costs capitalised.

Depreciation is provided using the straight-line method, with depreciation rates based upon estimated useful life applied to the cost of each class of fixed asset less estimated residual value.

Depreciation is provided as follows:

Leasehold improvements	4 to 16 years
Plant and other equipment	4 to 16 years

Depreciation is not provided on assets in the course of construction until they are brought into use.

All repairs and maintenance are charged to the profit or loss during the financial year in which they are incurred.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

---

**CHEVRON PRODUCTS UK LIMITED**

---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**

**1. Accounting policies (continued):**

**g) Leases**

Payments made under operating leases (net of any incentives received from the lessor) are charged to the Statement of Comprehensive Income on a straight-line basis over the period of the lease.

**h) Investments**

Investments are stated at cost less provisions for impairment. The Company assesses at the end of each reporting period whether there is evidence of a triggering event for impairment. If there is, then an impairment review is performed. Such impairment reviews are performed in accordance with FRS 102. Impairments thus arising are recorded in the Statement of Comprehensive Income.

**i) Stocks**

Stocks are stated at the lower of historical cost and estimated selling price less costs to complete and sell. Stocks are recognised as an expense in the period in which the related revenue is recognised. Cost includes the purchase price, including taxes and duties and transport and handling directly attributable to bringing the inventory to its present location and condition.

At the end of each reporting period stocks are assessed for impairment. If an item of stock is impaired, the identified stock is reduced to its selling price less costs to complete and sell and an impairment charge is recognised in the Statement of Comprehensive Income. Where a reversal of the impairment is recognised the impairment charge is reversed, up to the original impairment loss, and is recognised as a credit in the Statement of Comprehensive Income.

**j) Cash**

Cash includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

**k) Taxation**

Taxation expense for the period comprises current and deferred tax recognised in the reporting period. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in Other comprehensive income.

Current and deferred tax is measured on a non-discounted basis.

*Current tax*

Current tax is the amount of income tax payable in respect of the taxable profit for the year or prior years. Tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the period end.

Corporation tax payable is provided on taxable profits at the rate of 19% (2021: 19%).

*Deferred tax*

Deferred tax arises from timing differences that are differences between taxable profits and total comprehensive income as stated in the financial statements. These timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Deferred tax assets are recognised only to the extent that the Directors consider that it is probable that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.



---

## CHEVRON PRODUCTS UK LIMITED

---

### Notes to the financial statements for the year ended 31 December 2022 (continued)

#### 1. Accounting policies (continued):

##### l) Short-term benefits

Short-term benefits, including holiday pay and other similar non-monetary benefits, are recognised as an expense in the period in which the service is received.

##### m) Pension arrangements

The Company participates in the Chevron Energy Limited (CEL) Pension Plan. A portion of the pension contributions made to the plan is allocated to the Company in respect of those employees providing services to the Company. While the scheme is a defined benefit scheme providing benefits based on final pensionable pay, the assets and liabilities of the scheme cannot be split between each of the companies to which the costs of the scheme are allocated. As such, the scheme is being accounted for in the Company's financial statements as a defined contribution scheme. It is accounted for in CEL's financial statements as a defined benefit scheme. Further details of the scheme can be found in the financial statements of CEL. The annual cost of allocations paid to the scheme is charged to the Statement of Comprehensive Income.

##### n) Foreign currency

###### *Functional and presentation currency*

The Company's functional and presentation currency is sterling.

Certain transactions of the company are affected in currencies other than sterling. These transactions have been translated into sterling at the rate of exchange prevailing when the transactions took place. Monetary assets and liabilities expressed in other currencies have been translated into sterling at the rate of exchange ruling at the balance sheet date.

Any gain or loss arising from a change in exchange rates subsequent to the date of the transaction is included as an exchange gain or loss in the Statement of Comprehensive Income. Exchange gains or losses relating directly to loans are disclosed as part of interest receivable or interest payable; exchange gains or losses relating to other balance sheet line items are included in operating (expenses)/income.

##### o) Related parties

Related party transactions with other entities during the year are disclosed in note 19.

---

## CHEVRON PRODUCTS UK LIMITED

---

### Notes to the financial statements for the year ended 31 December 2022 (continued)

#### 1. Accounting policies (continued):

##### p) Financial Instruments

Financial instruments are accounted for in accordance with sections 11 and 12 of FRS 102.

##### *Financial assets*

Basic financial assets, including trade and other receivables, cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortized cost using the effective interest method.

At the end of each reporting period financial assets measured at amortized cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the Statement of Comprehensive Income.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in the Statement of Comprehensive Income.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

##### *Financial liabilities*

Basic financial liabilities, including trade and other payables, bank loans and loans from fellow group companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortized cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortized cost using the effective interest method.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled, or expires.

##### *Derivatives*

The main risks arising from the Company's financial instruments are market price risk. The ultimate parent company's board reviews and agrees policies for managing the associated risk.

Physical purchases and sales of commodities entered into for the Company's own purchase, sales or usage requirements meet the 'own use' exception and are accounted for on an accrual basis. The Company engages in commodity derivative instrument activity with the intention of managing the price risk posed by physical transactions. These instruments are initially measured at their fair value (normally the transaction price) and subsequently are marked to market with the profit or loss arising recognised in the Statement of Comprehensive Income in Revenue. Unrealised derivatives include both physical and financial. The Company has taken advantage of the exemption within FRS 102 available to qualifying entities from disclosures relating to financial instruments.

Financial assets and liabilities are offset, and the net amounts presented in the financial statements when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle to the liability simultaneously.

---

## CHEVRON PRODUCTS UK LIMITED

---

### Notes to the financial statements for the year ended 31 December 2022 (continued)

#### 1. Accounting policies (continued):

##### q) Share based payments

Eligible workforce of the Company participates in the CEL Share Incentive Plan (the plan). The plan enables the workforce to make monthly contributions out of salary up to prescribed limits. Each month the contributions are used by the trustees of the plan to acquire shares of common stock of Chevron Corporation on the open market (partnership shares). A matching contribution is made to the trustees on behalf of CEL to acquire a matching number of shares on a two-for-one basis. The Company is charged for the cost of the matching shares acquired, and, in accordance with FRS 102, the cost of the matched portion of the shares is charged to the Statement of Comprehensive Income over the three-year vesting period with offset to the equity reserve account as a reduction of the capital contribution.

##### r) Provision for liabilities and charges

###### *Environmental provision*

Provisions for environmental restoration are recognised when: the Company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised in Interest payable and similar expenses.

###### *Contingent liabilities and assets*

Contingent liabilities, arising as a result of past events, are recognised when (i) it is not probable that there will be an outflow of resources, or the amount cannot be reliably measured at the reporting date or (ii) when the existence will be confirmed by the occurrence or non-occurrence of uncertain future events not wholly within the Company's control. Contingent liabilities are disclosed in the financial statements unless the probability of an outflow of resources is remote.

Contingent assets are not recognised. Contingent assets are disclosed in the financial statements when an inflow of economic benefits is probable.

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**2. Critical accounting estimates and judgements**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

*Critical accounting estimates and assumptions*

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

a) Fair value of derivatives

Fair value measurements are estimates of the amounts for which assets or liabilities could be transferred at the measurement date, based on the assumption that such transfers take place between participants in principal markets. Derivatives are recorded at fair value on the Balance Sheet with resulting gains and losses reflected in the Statement of Comprehensive Income. Fair values are derived from published market quotes and other independent third-party quotes. See note 18.

**3. Revenue**

In the opinion of the Directors the disclosure of revenue, net assets and profits by geographical origin and destination would be seriously prejudicial to the interest of the Company and therefore has not been provided.

**4. Operating profit / (loss)**

Operating profit /(loss) is stated after charging:

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
Depreciation of owned fixed assets	(1,356)	(2,115)
Impairment of Other Investments (OGCI) (note 11)	(1,070)	(1,315)
Operating lease charges (note 17)	(3,477)	(7,468)
Severance costs	(552)	(1,072)
Auditors' remuneration (audit services)	(426)	(277)
Net foreign exchange gain / (loss)	(10,520)	(12,008)

Auditors' remuneration for non-audit services in 2022 was £nil (2021: £Nil).

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**5. Employee Information**

a) Costs of CEL employees providing services to the Company (including Directors) during the year amounted to:

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
Wages and salaries	(40,032)	(32,495)
Share based payments	(1,223)	(1,207)
Social security costs	(4,041)	(3,735)
Other pension costs	(3,205)	(8,503)
	<b>(48,501)</b>	<b>(45,940)</b>

b) The average monthly number of persons (including UK Directors) whose payroll costs were borne by the Company during the year was:

<b>By activity</b>	<b>2022</b>	<b>2021</b>
	<b>Number</b>	<b>Number</b>
Sales, trading, marketing & administration	249	300
	<b>249</b>	<b>300</b>

The employees who provide services to the Company do so under a secondment agreement with CEL pursuant to which those employees are assigned to each or any of a number of Chevron UK entities (including the Company). The costs of the employees who provide services to the Company under the aforementioned secondment agreement are disclosed in the financial statements of the Company. Pursuant to the aforementioned secondment agreement, the Company acts as payroll agent for CEL and recharges secondees' employment costs to the other Chevron companies for which employees provide services.

The Company has taken advantage of the exemption available under FRS 102 'Retirement Benefits' to treat pension contributions made to the defined benefit scheme operated by CEL (operated by CUKL up to 30 June 2012 and by CEL from 1 July 2012) as if they were contributions to a defined contribution scheme where contributions to the scheme are charged to the profit or loss as they are paid by the Company to CEL. The Company has taken advantage of the exemption as it is not possible to accurately attribute the assets and liabilities of the scheme operated by CEL to the individual entities to which contributions to the scheme are allocated. The cost of the contributions to the defined benefit scheme for the year amounted to £3,205,000 (2021 £8,503,000). As at the balance sheet date there was a surplus of £471,700,000 (2021: £341,000,000) in this scheme.

Further detail of the scheme can be found in the financial statements of CEL. The assets of the scheme are held separately from those of the parent in a self-administered fund.

At the balance sheet date, the Company was a member of the CEL Share Incentive Plan. From 1st January 2022, this was administered by Solium Capital UK Limited of 20 Bank Street, Canary Wharf, London, England E14 4AD. Solium Capital UK Limited have since changed their name to Shareworks by Morgan Stanley. CEL will match every Chevron Corporation share bought by an employee with two matching shares (up to a certain limit). These matching shares, which are settled in cash, will be held in a UK registered trust on behalf of the employee and are not vested to the employee until 3 years of service have been completed from the date of acquisition.

During the year 3,584 (2021: 6,048) shares were granted to employees and the three-year weighted average share price was £82.11 (2021: £80.17).

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**6. Interest receivable and similar income**

	2022 £'000	2021 £'000
Interest receivable from other Chevron Corporation entities	1,118	9
Currency exchange gain on foreign currency denominated loans	-	1,648
Interest receivable - trade	1,053	21
	<b>2,171</b>	<b>1,678</b>

**7. Interest payable and similar expenses**

	2022 £'000	2021 £'000
Interest payable on loans from fellow group undertakings	(2,297)	(160)
Interest payable - trade	(588)	(69)
Currency exchange loss on foreign currency denominated loans	(62)	-
	<b>(2,947)</b>	<b>(229)</b>

**8. Directors' remuneration**

The costs of CEL employees who provide services to the Company shown in note 5 include the following remuneration paid in respect of the Directors of the Company.

	2022 £'000	2021 £'000
Aggregate emoluments	1,981	1,931
Aggregate pension contributions paid under defined benefit schemes	246	181
	<b>2022 Number</b>	<b>2021 Number</b>
Directors who were members of defined benefit pension schemes	5	4
Directors exercising share options in Chevron Corporation	3	2
Directors entitled to receive shares or cash in Chevron Corporation under long-term incentive schemes	4	2
<b>Highest paid director</b>	<b>2022 £'000</b>	<b>2021 £'000</b>
Total amount of emoluments and amounts (excluding shares) receivable under long-term incentive schemes:	573	712

The highest paid director was entitled to share options at year end. The highest paid director exercised share options and is accruing benefits under a long-term incentive scheme in 2022 and 2021.

The accrued pension entitlement under a Chevron Corporation defined benefit scheme of the highest paid director at 31 December 2022 was £56,710 (2021: £Nil) and accrued lump-sum entitlement at 31 December 2022 was £Nil (2021: £Nil).

Aggregate amount of compensation for loss of office to the outgoing Director in 2022 was £Nil (2021: £Nil).

Aggregate amount of excess retirement benefits to the outgoing Director in 2022 was £Nil (2021: £Nil).

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**9. Dividends**

Ordinary £1 shares:	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>

Final paid per share £Nil (2021: £Nil)

The aggregate amounts of dividends proposed but not provided for in these financial statements at the year-end is £nil (2021: £nil).

**10. Tax on profit / (loss)**

The tax charge is based on the profit / (loss) for the financial year and comprises:

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
<b>A) Analysis of charge in the year</b>		
<b>Current tax:</b>		
UK Corporation tax on profit / (loss) for the year	26,620	3,753
Prior period adjustments	-	(2,253)
<b>Total current tax</b>	<b>26,620</b>	<b>1,500</b>
<b>Tax on profit / (loss)</b>	<b>26,620</b>	<b>1,500</b>

**B) Reconciliation of tax charge**

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
Profit / (Loss) before taxation	152,245	(12,948)
Profit / (loss) before taxation multiplied by the standard rate of tax in the UK of 19% (2021: 19%)	28,927	(2,460)

Effects of:

ESIP tax deductible adjustment	48	35
Capital allowances in excess of depreciation	(1,275)	(147)
Timing differences arising in the current year	(2,458)	77
Expense not deductible for tax purposes	205	4,759
Other timing differences	1,255	1,429
Other permanent differences	(82)	60
Prior period adjustments	-	(2,253)
<b>Tax on profit / (loss)</b>	<b>26,620</b>	<b>1,500</b>

At 31 December 2022 the Company had a net deferred tax asset of £23,624,000 (net deferred tax asset in 2021: £23,902,000), due primarily to timing differences in the recognition of pension expenses, which has not been recognised in these financial statements. Included in the unrecognised net deferred tax asset at 31 December 2022 is a liability of £1,542,000 (2021: £2,313,000) relating to the fair value of derivative instruments. This net deferred tax asset would be recovered from the future reversal of the underlying timing differences.

**Factors affecting current & future tax charges**

The current rate of UK corporation tax of 19% (2021: 19%) has been used for tax calculations. This rate increased to 25% on 1 April 2023 as enacted on 10 June 2021. The rate of 25% (2021: 25%) is therefore used for deferred tax calculations.

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**11. Investments**

a) The following are included in the net book value of fixed asset investments:

	2022 £'000	2021 £'000
Subsidiary undertakings	717,378	717,378
Other Investments	28,435	19,444
	<u>745,813</u>	<u>736,822</u>

Additions to Other Investments include OGCI amounting to £10.1 million (2021: £9.4 million) offset partially by the OGCI impairment of £1.1 million (2021: £1.3 million).

b) The Company holds interests in excess of 10% in the following subsidiary undertakings & participating interests, none of which are listed on the UK or any overseas Stock Exchange:

Subsidiary undertakings	Country of incorporation	Registered Office	Principal activity	Share Class	%
Chevron International Exploration and Production Company Limited (named as Chevron Eurasia Pacific Limited prior to 25 October 2022)	England	1 Westferry Circus Canary Wharf, London, E14 4HA	Non-trading	Ordinary	100
Chevron Limited	England	1 Westferry Circus Canary Wharf, London, E14 4HA	Non-trading	Ordinary	100
Chevron Britain Limited ***	England	1 Westferry Circus, Canary Wharf, London, E14 4HA	Exploration & Production	Ordinary *	100

Other related undertakings	Country of incorporation	Registered Office	Principal activity	Share Class	%
Joint Inspection Group Limited **	England	9 Caxton House, Broad Street Great Cambourne, Cambridge CB23 6JN	Managing – aviation fuel	Guarantee	12.5
Oil Spill Response Limited ***	England	Lower William Street Southampton SO14 5QE	Business Services	Ordinary A *	13.7
Paloak Limited ***	Scotland	Johnstone House 52-54 Rose Street Aberdeen, AB10 1HA	Leasing	Ordinary *	3.5
Chevron UK Finance Limited ***	England	1 Westferry Circus Canary Wharf, London, E14 4HA	Finance related business	Ordinary *	100
OGCI Climate Investments LLP	England	20 - 22 Bedford Row, London, WC1R 4JS	Non- trading	Ordinary	9.0

\* Owned through a subsidiary undertaking

\*\* Company is limited by guarantee and has no share capital

\*\*\* Owned by Chevron International Exploration and Production Company Limited.



---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**11. Investments (continued)**

c) The movement on the net book value of fixed asset investments in the year was as follows:

	Subsidiary undertakings £'000	Other Investments £'000	Total £'000
<b>Cost</b>			
At 1 January 2022	717,378	19,444	736,822
Additions	-	10,061	10,061
Impairment	-	(1,070)	(1,070)
<b>At 31 December 2022</b>	<b>717,378</b>	<b>28,435</b>	<b>745,813</b>
<b>Net book value</b>			
<b>At 31 December 2022</b>	<b>717,378</b>	<b>28,435</b>	<b>745,813</b>
At 31 December 2021	717,378	19,444	736,822

Other investments represent company's contribution in OGCI Climate Investments LLP, the investment vehicle of the Oil & Gas Climate Initiative. The Company is committed to an amount of \$100million over 10 years to fund OGCI as per the members agreement. The balance of the commitment as of 31 December 2022 is \$50.8million (2021: \$63million). Impairment of OGCI investment during 2022 was £1.1 million (2021: £1.3 million).

**12. Stocks**

The following are included in the net book amount of stocks:

	2022 £'000	2021 £'000
Finished goods and goods for resale	107,440	1,415
	<b>107,440</b>	<b>1,415</b>

There is no significant difference between the estimated replacement cost of stocks and their balance sheet value. There are no provisions for impairment.

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022.(continued)****13. Debtors****Amounts due within one year:**

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
Trade Debtors	996,682	343,794
Derivative Instruments	39,995	40,804
Amounts owed by Group Undertakings	337,813	30,827
Amounts owed by related entities	1,500	4,855
Other taxation and social security	17,608	2,126
Other debtors	17,369	61,545
	<b>1,410,967</b>	<b>483,951</b>

**Amounts due after one year:**

Derivative Instruments	<b>225</b>	<b>3,416</b>
------------------------	------------	--------------

Trade debtors are stated after provisions for impairment of £nil (2021: £nil).

Amounts owed by group undertakings (including parent and subsidiaries) are unsecured, non-interest bearing and are expected to be settled within the next 12 months. This includes £12,790,000 (2021: £12,114,000) related to derivative instruments. Other debtors include derivatives margin payments of £Nil (2021: £32,000,000). There are no provisions for doubtful debts (2021: £nil) against amounts owed by group undertakings.

The amounts owed by related entities are unsecured and are as listed below (also see note 19):

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
Angola LNG Marketing Limited	595	515
Kylysh Trading Partnership	118	149
Angola LNG Limited	181	-
Sasol Chevron Nigeria Limited	-	6
Sasol Chevron Consulting Limited	-	1
Tengizchevroil LLP	606	4,184
	<b>1,500</b>	<b>4,855</b>

**14. Creditors: amounts falling due within one year**

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
Trade creditors	25,442	10,535
Derivative Instruments	5,638	19,473
Amounts owed to related entities	4,995	-
Amounts owed to group undertakings	818,956	15,135
Loan owed to other Chevron Corporation entities	173,813	110,832
Other taxation and social security	601	7,671
Accruals	378,191	317,941
	<b>1,407,636</b>	<b>481,587</b>

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**14. Creditors: amounts falling due within one year (continued)**

Amounts owed to group undertakings (including parent and subsidiaries) are unsecured and are expected to be settled within the next 12 months. This includes £11,010,000 (2021: £22,905,000) related to derivative instruments.

Loans from other Chevron Corporation entities are repayable on demand, unsecured and attract interest at varying rates relating to the market.

Loan owed to other Chevron Corporation entities relates to Regional Cash pool at Chevron Netherlands Finance B.V.

**15. Provisions for liabilities**

The following amounts are included in provisions for liabilities and charges:

	Other provisions	Total
	£'000	£'000
Balance at 1 January 2022	(14,195)	(14,195)
Released during the year	14,195	14,195
<b>Balance at 31 December 2022</b>	<b>-</b>	<b>-</b>

**16. Called up share capital**

	2022	2021
	£'000	£'000
<b>Authorised</b>		
<u>20,000,000 ordinary shares of £1 each (2021: 20,000,000)</u>	<u>20,000</u>	<u>20,000</u>
<b>Allotted and fully paid</b>		
<u>20,000,000 ordinary shares of £1 each (2021: 20,000,000)</u>	<u>20,000</u>	<u>20,000</u>

**17. Operating lease commitments**

The future minimum lease payments under non-cancellable operating leases extant at 31 December are as follows:

Operating lease payments due:	2022	2021
	£'000	£'000
Not later than one year	3,541	6,344
Later than one year and not later than five years	16,429	15,825
Later than five years	7,937	12,082
	<u><u>27,907</u></u>	<u><u>34,251</u></u>

The rental expense recognised on these leases for the year ended 31 December 2022 is £3,477,000 (2021: £7,468,000). The rents payable under these leases are subject to renegotiation at various intervals specified in the leases.

The Company had no other off-balance sheet arrangements.

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**18. Derivative financial instruments**

Derivative financial instruments are accounted for in accordance with sections 11 and 12 of FRS 102, as described in note 1(p). In accordance with certain fair value disclosures required by The Companies Act, the fair value of instruments held by the Company at 31 December 2022 and the unrealised amounts included in the Statement of Comprehensive Income in 2022 were as follows:

	Fair value assets £'000	Fair value liabilities £'000	Unrealised gain £'000
Oil & natural gas price derivatives	53,010	(21,878)	17,388

The above liabilities include £5,230,000 (2021: £212,000) for creditors due after more than year.

The fair value of instruments held by the Company at 31 December 2021 and the unrealised amounts included in the Statement of Comprehensive Income in 2021 were as follows:

	Fair value assets £'000	Fair value liabilities £'000	Unrealised gain £'000
Oil & natural gas price derivatives	56,334	(42,590)	19,180

Contracts are typically valued using price curves for each of the different products that are built up from active market pricing data.

The Company has a risk management policy consistent with the Chevron Corporation's risk management policy. The Company, in the normal course of the business, uses derivative commodity instruments, including swaps, futures, and forward contracts, for the purposes of managing exposure on physical transactions. Derivatives are recorded at fair value on the Balance Sheet with resulting gains and losses reflected in the Statement of Comprehensive Income. Fair values are derived from published market quotes and other independent third-party quotes.

Realised gains and losses relating to oil and natural gas price derivative contracts are included within revenue in the Statement of comprehensive income. The total amount realised relating to these items was a net gain of £37,258,089 (2021: net loss of £68,529,817).

**19. Related party transactions**

During the year, the Company made certain recharges to non-consolidated affiliates of Chevron Corporation over which the Company exercises no control.

The Company operates an expatriate relocation management and expense reimbursement service through a third-party vendor. It operates a modified payroll to capture tax on expatriate employee benefits and expatriate travel expense claims through a different vendor.

Expenses incurred, and associated professional fees for the expatriate employees assigned to these non-consolidated Chevron Corporation affiliates, are recharged to those affiliates. The Company also provides tax services to Sasol Chevron Holdings Limited and Tengizchevroil LLP under service level agreements.

The amounts recharged are listed below. The amounts outstanding as at 31 December 2022 and 31 December 2021 are shown in note 13.

---

**CHEVRON PRODUCTS UK LIMITED**


---

**Notes to the financial statements for the year ended 31 December 2022 (continued)**
**19. Related party transactions (continued)**
**Recharges to related parties**

	<b>2022</b>	<b>2021</b>
	<b>£'000</b>	<b>£'000</b>
Angola LNG Marketing Limited	2,008	1,882
Angola LNG Limited	237	-
Kylysh Trading Partnership	642	482
OGCI Climate Investments	223	147
Sasol Chevron Holdings Limited	-	19
Sasol Chevron Nigeria Limited	9	59
Sasol Chevron Consulting Limited	-	2
Tengizchevroil LLP	6,768	10,156
	<b>9,887</b>	<b>12,747</b>

**20. Controlling parties**

The Company's immediate parent undertaking, Chevron Energy Limited, is incorporated in England and its principal place of business is at 1 Westferry Circus, Canary Wharf, London E14 4HA. The ultimate parent undertaking is Chevron Corporation, incorporated in the State of Delaware, USA.

The largest and smallest Group in which the results of the Company are consolidated is that headed by Chevron Corporation, whose principal place of business is at 6001 Bollinger Canyon Road, San Ramon, CA 94583, USA. The consolidated financial statements of Chevron Corporation are available to the public and may be obtained from the above address.

**21. Contingent liabilities**

The Company did not have any contingent liabilities at 31 December 2022 (2021: £nil).