

COMMUNICATIONS COMMITTEE NEWS / TIDBITS

Chevron Reports First Quarter Net Income of \$2.6 Billion

April 26, 2019 – Chevron today reported earnings of \$2.6 billion (\$1.39 per share – diluted) for first quarter 2019, compared with \$3.6 billion (\$1.90 per share – diluted) in the first quarter of 2018. Foreign currency effects decreased earnings in the 2019 first quarter by \$137 million. Sales and other operating revenues in first quarter 2019 were \$34 billion, compared to \$36 billion in the year-ago period.

Earnings Summary

	<u>Three months ended March 31</u>	
<u>Millions of dollars</u>	<u>2019</u>	<u>2018</u>
Earnings by business segment		
Upstream	\$3,123	\$3,352
Downstream	252	728
All Other	(726)	(442)
Total ⁽¹⁾⁽²⁾	\$2,649	\$3,638

⁽¹⁾ Includes foreign currency effects \$ (137) \$ 129

⁽²⁾ Net income (loss) attributable to Chevron Corporation

“Upstream production volumes were up 7 percent from a year ago, primarily in the Permian Basin and at Wheatstone in Australia. The company’s net oil-equivalent production exceeded 3 million barrels per day for the second quarter in a row. First quarter earnings declined from a year ago, largely due to lower crude oil prices and weaker downstream and chemicals margins,” said Michael Wirth, Chevron’s chairman of the board and chief executive officer. “We continue to high-grade our portfolio,” Wirth added. “In the first quarter we sold our interests in the Rosebank field in the United Kingdom and the Frade field in Brazil. In early April we concluded the sale of our upstream interests in Denmark.”

Worldwide net oil-equivalent production was 3.04 million barrels per day in first quarter 2019, an increase of 7 percent from 2.85 million barrels per day from a year ago.

U.S. downstream operations earned \$217 million in first quarter 2019, compared with earnings of \$442 million a year earlier - primarily due to lower margins on refined product sales and lower earnings from the 50 percent-owned Chevron Philips Chemical Company LLC. Refined product sales of 1.19 million barrels per day were up 1 percent from first quarter 2018

International downstream operations earned \$35 million in first quarter 2019, compared with \$286 million a year earlier. The decrease in earnings was largely due to lower margins on refined product sales.

Cash flow from operations in the first three months of 2019 was \$5.1 billion, compared with \$5.0 billion in the corresponding 2018 period. Excluding working capital effects, cash flow from operations in 2019 was \$6.3 billion, compared to \$7.1 billion in the corresponding 2018 period.

Capital and exploratory expenditures in the first three months of 2019 were \$4.7 billion, compared with \$4.4 billion in the corresponding 2018 period. The amounts included \$1.5 billion in 2019 and \$1.3 billion in 2018 for the company's share of expenditures by affiliates, which did not require cash outlays by the company.

Chevron Completes Acquisition of Pasadena Refining System, Inc.

May 1, 2019 – Chevron U.S.A. Inc., a wholly owned subsidiary of Chevron Corporation today announced that it has completed the acquisition from Petrobras America Inc. of all the outstanding shares and equity interests of Pasadena Refining System, Inc. (PRSI) and PRSI Trading LLC for \$350 million, excluding working capital. PRSI's 466-acre complex in Pasadena, Texas, adds a second refinery to CUSA's Gulf Coast downstream business, which also includes a refinery in Pascagoula, Mississippi.

“This acquisition builds on the strength of our existing Gulf Coast business, enabling us to supply more of our retail market in the region with Chevron-produced products, and positions us for connectivity to our strong upstream assets in the Permian Basin,” said Mark Nelson, Chevron's executive vice president for Downstream & Chemicals. “We welcome PRSI's employees into the Chevron family.”

The Pasadena refinery has the capacity to process approximately 110,000 barrels per day of light crude, direct pipeline connections to increasing industry and equity crude oil production, connections to major product pipelines, and dock access to receive and ship crude oil and refined products. It comprises a 323-acre refinery, including a tank farm with a storage capacity of 5.1 million barrels of crude oil and refined products, as well as 143 acres of additional land.

Chevron Announces Quarterly Dividend

April 24, 2019 – The Board of Directors of Chevron Corporation today declared a quarterly dividend of one dollar and nineteen cents (\$1.19) per share, payable June 10, 2019, to all holders of common stock as shown on the transfer records of the Corporation at the close of business May 17, 2019.

David Inchausti Named Corporate Vice President and Comptroller

Jun. 3, 2019-- Chevron Corporation today named David Inchausti as corporate vice president and comptroller effective June 16, 2019. Inchausti succeeds Jeanette Ourada, who has elected to leave the company.

In his new role, Inchausti will lead Chevron’s accounting, financial reporting and analysis, internal controls and Finance Shared Services organizations. He will report to Pierre Breber, Chevron’s vice president and chief financial officer.

“Dave’s breadth of experience, including his most recent role as our deputy comptroller, has prepared him well for this important leadership position within our finance organization,” said Chevron’s Chairman and CEO Michael Wirth.

Since joining Chevron in 1988, Inchausti, 55, has held a number of operational and corporate finance positions around the world. Prior to his current role, Inchausti served as comptroller for Chevron’s Upstream organization, and previously held a variety of finance positions of increasing responsibility in Upstream operations in Kazakhstan, Thailand, Venezuela, Angola and Indonesia, over a 20-year-period. Inchausti has a bachelor’s degree in Business Administration from the University of California, Berkeley.