



End-of-Year
SPECIAL ISSUE

the Year in Chevron

From 'Big 5' first oil to a capex record, it's been a milestone year.

Issue: December, 2006

The Year in Chevron



From 'Big 5' first oil to a CAPEX record, it's been a milestone year.

Voices



What will you remember most about 2006?

This is a special issue of Line Rider to give you a chance to vote in our photo contest and to look back on a great year in Chevron. Your letters to the editor and other regular features, such as 'Our Communities,' will return in 2007. From all of us on the Line Rider team, we wish you joyful holidays and a happy New Year.



The Year in Chevron

From 'Big 5' first oil to a CAPEX record, it's been a milestone year.

by Nancy Boas

It was a year of records made and records broken. 2006 was a year of forging new partnerships and pushing technology's boundaries. And it was a year of helping our neighbors.

JAN



First oil flows from the first of the "Big 5": Chevron's Belize Field – part of the zero-flare, deepwater Benguela Belize-Lobito Tomboco (BBLT) oil and gas project in Angola.

Executive Vice President of Downstream, Pat Woertz, announces her retirement. She is succeeded in March by Mike Wirth.

We make a deepwater oil find at the Big Foot prospect in the U.S. Gulf of Mexico. The well encounters as much as 300 feet (90 m) or more of net oil pay, or oil-bearing sands.

FEB

Chevron begins to re-occupy its office building in New Orleans after the devastating hurricane season of 2005.

MAR



Chevron announces five successful offshore exploration wells in Angola's Block 0, expanding and delineating existing areas of operation in the block.

Chevron and Texaco are ranked Nos. 1 and 2 brands in the Oil Price Information Service brand-power ranking for 2005.

APR



Chevron's owned and operated fleet of 28 product-carrying vessels becomes 100 percent double hulled.

Chevron purchases 5 percent of Reliance Petroleum Ltd., a company formed to own and operate a new 580 million-barrel-per-day export refinery being built in Jamnagar, India.



The company co-sponsors the Sasol Chevron GTL Challenge, a car rally of five vehicles – one fueled with gas-to-liquids synthetic diesel – from Sasolburg, South Africa, to Doha, Qatar.

MAY

Chevron announces it has acquired a 22 percent interest in Galveston Bay Biodiesel LP, which is building a 100 million-gallon-per-day biodiesel plant in Texas. The plant has the potential to more than double biodiesel production in the United States.

JUN



Chevron launches Energy for Learning, an \$18 million program to support public school education in 23 Louisiana and Mississippi school districts affected by hurricanes Katrina and Rita.

The Lobito Field, part of Chevron-operated BBLT in Angola's deep water, begins production.

The Baku-Tbilisi-Ceyhan pipeline delivers its first cargo of Azerbaijan's crude oil. Chevron holds an 8.9 percent interest in the pipeline.

The company announces plans to develop the Frade oil field offshore Brazil.

The Chevron-operated *Northwest Swan* vessel delivers the first commissioned cargo of Australian liquefied natural gas (LNG) to China.

JUL



First oil production begins from Captain Area C in the U.K. North Sea.

Chevron announces a natural gas find at the Chandon-1 exploration well offshore north Western Australia.

Our sidetrack well at the Big Foot discovery in the deepwater Gulf of Mexico encounters the same significant pay interval as the discovery well had done in January.

Chevron announces the delivery of first natural gas from the Dolphin Deep development, offshore Trinidad and Tobago, to the Atlantic LNG plant in Point Fortin, Trinidad. Chevron holds a 50 percent nonoperated share.

AUG

Chevron joins a partnership to build and operate a \$100 million central utility plant for the U.S. National Interagency Biodefense Campus in Maryland. It's the largest federal project that our subsidiary Chevron Energy Solutions has undertaken to support U.S. government energy efficiency efforts.

SEP



Chevron announces a record-setting production test at the Jack No. 2 well in the deepwater Gulf of Mexico. More than a half dozen world records are set for test equipment pressure, depth and duration in deep water.

Chevron and the U.S. Los Alamos National Laboratory launch a joint research project to improve the recovery of hydrocarbons in oil shales and slow-flowing oil formations.

OCT



In our third biofuels research partnership formed this year, Chevron and the U.S. Department of Energy announce a five-year collaboration to convert cellulosic biomass, such as forestry and agricultural wastes, into biofuels, such as ethanol and renewable diesel.

Chevron announces it will develop, with partners, the Great White, Tobago and Silvertip fields in the ultradeep Gulf of Mexico. The fields will be produced via the deepest spar production facility in the world, moored in about 8,000 feet (2,400 m) of water.

NOV

Our natural gas discovery at the Clio-1 exploration well offshore northwest Australia is one of the nation's top wells in terms of total net pay.

Chevron achieves first oil from Landana North in the Tombua-Landana development in Angola's deepwater Block 14. It is Chevron's third operated deepwater development offshore Angola.



Our Tengizchevroil (TCO) joint venture sets a milestone, launching the "sweet gas" injection stage of the Tengiz Field's Sour Gas Injection project. The effort is part of a TCO expansion project to double production at Tengiz.



Chevron sets its 2007 capital and exploratory budget at \$19.6 billion, the highest in the company's history and 20 percent more than expected outlays in 2006.

In another step toward the success of the Gorgon natural gas project, Western Australia's environment minister has cleared the way for environmental approval to be granted subject to conditions and the Australian government's authorization.



What will you remember most about 2006?

Samina Azad

*Team Assistant, Office of the President and Managing Director,
Chevron Bangladesh, Ltd.
Dhaka, Bangladesh*



“2006 was wonderful for me and my country. I

completed my first year of service with Chevron Bangladesh. And one of Bangladesh’s greatest leaders, Professor Muhammad Yunus, and his organization, Grameen Bank, together won the Nobel Peace Prize for their pioneering work promoting microloans to alleviate poverty. Professor Yunus is the first of our countrymen to win a Nobel Prize. The honor gives us - one of the poorest nations in the world - more joy than we can say.”



Frank Baltich

*Downstream Procurement Business Manager,
Chevron Global Downstream
San Ramon, California, United States*

“My 2006 assignment on Downstream’s Project

Olympic offered a once-in-a-lifetime cultural opportunity. [Project Olympic is Downstream’s drive to standardize business processes and systems worldwide.] More than 300 employees representing 28 countries assembled in Concord, California, for 10 months. We had great fun working and socializing together while building valuable business and personal relationships. Before, I had never paid much attention to the World Cup, which was staged during this time, but after seeing other people’s passion, I became a convert.”

Theodora Nnadi

*Human Resources Communication Specialist,
Chevron Nigeria Limited
Lekki, Lagos, Nigeria*



“2006 was a particularly good year for Chevron. Our

safety record is improving, and the company recorded many significant accomplishments. Personally, I’m happy that Chevron is investing more in employee development here and that employees are learning to respect and value people from different cultures. A Diversity Celebration Day in my business unit with cultural displays from different tribes was fantastic.”



Shack Noel
*Lubricants Business Consultant,
Chevron Tanzania Limited
Dar es Salaam, Tanzania*

“In Tanzania, 2006 was a memorable year. For the

first time, our new national government, which was democratically elected at the end of 2005, is taking the right steps toward addressing problems hindering Tanzania’s development. It has declared war on corruption, and I was proud of the smooth transfer of power in a continent where some leaders are unwilling to leave office when their terms end.”

Aqeel Hussain Pervaiz

*Information Technology Manager, Pakistan and Middle East,
Caltex Oil (Pakistan) Limited
Karachi, Pakistan*



“One of my best memories of 2006 is managing GIL

deployment throughout the Africa-Pakistan region. Interacting with information technology colleagues from so many different countries, I came to appreciate more the rich multiplicity of people resources Chevron offers. I was pleasantly surprised at how quickly and easily such a diverse group could gel to work together. The extra effort, encouragement and patience shown by my colleagues and management made the endeavor personally rewarding.”



Romina Rosero
*Human Resources Compensation and Benefits Adviser,
Chevron International Exploration & Production
International Exploration & Production
Maracaibo, Venezuela*

“2006 was a challenge for me. Chevron’s Venezuelan

operations are migrating from operating services agreements to a joint venture with our national oil company, PDVSA [Petroleos de Venezuela S.A.]. As a human resources adviser, I listened to employees’ concerns and tried to help reduce their anxieties. Being open and honest was important. Those who showed patience, adaptability to organizational changes and a positive attitude toward the future are making the smoothest transition.”