

Chevron Hurricane Preparedness Fact Sheet

Chevron has been doing business for decades in the Gulf of Mexico and adjacent areas subject to hurricanes. Chevron continues to draw on that long history to safeguard our personnel and to maintain strong working relationships with the U.S. government and state agencies to manage the crisis at hand and restore critical energy infrastructure and supplies as quickly as possible.

Each year Chevron has applied lessons learned to improve our preparedness for the upcoming hurricane season. Due to the unprecedented wide-scale devastation and severity of the 2005 hurricane season, we have implemented additional hurricane preparedness plans, both at the corporate and operational level. Chevron works hard to mitigate any potential operational and supply interruptions due to storm impacts.

Key examples include:

Reviewing and updating emergency plans at facility, regional and corporate levels

- Updating emergency response and crisis management training at both the operating and corporate level.
- Identifying and pre-staging emergency response resources, materials and support.
- Enhancing emergency communications capability and back-up of critical data.
- Maintaining corporate intra-company crisis management work groups.
- Ensuring continuous dialog with response agencies to coordinate preparedness (i.e., Coast Guard, Red Cross, etc.).
- Establishing clear communication channels with Federal and state agencies.

Enhancing business continuity/recovery preparedness

- Planning for emergency housing, humanitarian aid and alternate work locations for employees impacted by storms.
- Implementing hurricane hardening projects on offshore facilities where feasible.
- Expanding product storage capacity in strategic locations along the Gulf Coast and coordinating with city officials to increase availability of supplies along federal evacuation routes.
- Developing detailed inventory management plans to help us deliver fuel in response to evacuation and/or recovery needs.
- Taking steps to ensure that we have the necessary emergency power generation capabilities for terminals and service stations in the event of power outages.

- Pre-wiring all of our terminals and company operated service stations for generators in hurricane prone areas.
- Placing generators at the terminals and in other strategic locations in order to respond to storm impacted areas more quickly.
- Warehousing critical materials to support recovery efforts.

Working with our customers (Chevron markets motor fuels in the Gulf Coast primarily through independent marketers, or jobbers who market under the Chevron and Texaco brands.)

- Reaching out to our network of dealers to help them prepare for potential hurricanes, and as a special support initiative for 2006, Chevron will reimburse its marketers and dealers who own and operate Chevron-or-Texaco branded retail sites for the cost of emergency generators, should they require one due to hurricane related electricity interruptions.