

human energy<sup>\*\*</sup>

### 2016 social investment summary

chevron latin america exploration and production

### the chevron way

getting results the right way

The Chevron Way explains who we are, what we believe, how we achieve and where we aspire to go. It establishes a common understanding not only for us, but for all who interact with us.

### vision

At the heart of The Chevron Way is our vision... to be *the* global energy company most admired for its people, partnership and performance.

#### enabling human progress

We develop the energy that improves lives and powers the world forward.

#### values

Our company's foundation is built on our values, which distinguish us and guide our actions to deliver results. We conduct our business in a socially and environmentally responsible manner, respecting the law and universal human rights to benefit the communities where we work.

> Our values are: diversity and inclusion; high performance; integrity and trust; partnership; and protection of people and the environment.

### our social investment strategy

Beyond energy, our partnerships and investments help improve the communities where we operate.

Chevron recognizes that the success of its business is linked to society's progress. The company's ability to foster the prosperity of the its host communities is part of the progress toward achieving world-class performance. Chevron works with local governments, businesses, nongovernmental organizations (NGOs) and communities to understand needs, and together develop sustainable programs, in three core areas:

health, education, and economic development, that will foster self-sufficiency. Because expanded opportunities create thriving communities, corporate responsibility is fundamental to the way Chevron does business wherever it operates.



Chevron empowers women, enabling them to foster economic growth in communities where the company operates. The Entrepreneurs in Action program provides training and support to women with small businesses in cooking and sewing. From 2013 to 2016, 440 women benefitted from this initiative.

# Argentina

#### country highlights

Chevron Argentina partners with local leaders, NGOs and other entities to improve the standard of living for communities in areas where the company operates and has interests. Chevron supports social initiatives in health, education and economic development.

#### empowering women

In underprivileged neighborhoods in the city of Neuquén, Fundación Otras Voces (Other Voices Foundation) provides training and support for women who have small businesses that offer services such as cooking and sewing. Training includes how to manage accounting, taxes, marketing, quality control, increasing production, and general business skills. Since 2015, Casita Emprendedora has provided meeting space and a place for participants to show and trade their products.

#### supporting oil industry growth

Through our University Partnership Program (UPP) we provide scholarships, guest lecturers, and laboratory equipment to Instituto Tecnológico de Buenos Aires (ITBA), the only university in Buenos Aires offering degrees in Petroleum Engineering, Petroleum Economics, and Exploration and Production.

#### water access

In Rincón de los Sauces, Chevron contributed \$200,000 and worked with municipal authorities

to build a 500,000-cubic meter cistern to increase drinking water storage capacity. Chevron also provided technical support to ensure construction safety and quality standards. The project was completed in 2013. In 2015, Chevron continued its commitment by adding a water pipeline to supply drinking water to new residential areas of the city. Later, in 2016, Chevron increased its investment to complete the 5.4 km aqueduct. 20,000 benefitted from this project.





The Qualifica Chevron program increases employment potential by training participants to become qualified technicians in welding and occupational safety. From 2015 to 2016, 106 youths participated in this program.

## Brazil

#### country highlights

Chevron's social investments focus on strengthening economic development in local communities through vocational training and technical education for young people and women. Since 2012, Chevron Brasil has benefitted more than 29,000 people in the states of Rio de Janeiro and Espírito Santo, in southeastern Brazil.

#### **Com.dominio Digital**

Since 2010, Chevron has worked in partnership with Instituto Aliança to help Brazilian youth transition into the labor market. Participants, aged 14 through 29, receive professional training to develop personal, social and information technology skills. They receive more than 400 hours of technical training followed by job search support. Com.dominio Digital has an 80 percent job placement success rate each year.

#### **Enter Jovem**

We support young people from public schools in Rio de Janeiro state to get their first job by developing social and professional skills that give them the opportunity to discuss the labor market, human rights, social values, democracy and citizenship issues, among others, that reinforce the exchange of experiences and awareness of an active citizenship.

#### **Qualifica Chevron**

Qualifica Chevron (Qualifies Chevron) is the result of a partnership between Chevron and the Federação das Indústrias do Estado do Rio de Janeiro (Industry Federation of Rio de Janeiro State). The program provides participants with training to become occupational safety professionals and welding technicians in the oil and gas industry.



+27,000 beneficiaries of Chevron economic development projects (2012-2016)



Chevron has worked with the indigenous Wayúu communities of La Guajira for over 40 years. Between 2012 and 2016, Chevron helped more than 2,900 fishermen and their families to increase their income by improving their technical and commercial skills.

# Colombia

#### country highlights

Social investment programs are implemented primarily in La Guajira province to benefit indigenous Wayúu communities near the company's natural gas production areas. In collaboration with NGOs, and national, local and indigenous authorities, programs focus on education, health and strengthening institutional capacity.

#### fishermen project

This program provides fishermen technical assistance to increase their catch, improved commercial channels and upgraded equipment.

#### SAIL

In 2014, Chevron, government partners and Baylor College of Medicine Pediatric AIDS Initiative at Texas Children's Hospital launched a \$1.5 million, five-year pediatric health care program called SAIL (Spanish acronym for health and indigenous self-sufficiency in La Guajira, for its Spanish acronym). The program provides care for expectant mothers and children aged 4 and younger. The goal is to lower child and maternal morbidity and mortality rate. SAIL increases healthcare capacity through training of doctors, nurses and health care workers, and training of native women as health "promoters" focused on disease prevention and identification of high-risk women and children.

#### developing suppliers

The NGO Vital operates the Colombia Catering Supplier Development Initiative in partnership with food services company Compass Group to provide small farmers of the Wayúu community with a new way to market their agricultural products. Through the initiative, farmers sell eggs, fruits and vegetables directly to Compass Group, Chevron's catering supplier in Colombia. The initiative increases use of a select group of local suppliers who have been trained to meet high standards for quality and reliable delivery to feed Chevron's Colombia workforce in the company's production facilities. Vital organized agricultural markets in Riohacha, the capital of La Guajira, where farmers sell directly to consumers at the community market. A website also has been developed to build online trade.





Through Emprered, a nationwide initiative in Venezuela, Chevron helps entrepreneurs convert their business ideas into small and successful enterprises

### Venezuela

#### country highlights

In Venezuela, Chevron is committed to social investments that build self-sufficient communities and stable business environments through programs that fulfill local needs and align with national goals. Social investments focus on education, economic development and health to foster sustainable development in areas where the company operates and has interests, and include cultural programs conducted nationwide.

#### knitting hopes

In partnership with Tierra Viva Foundation, Chevron created the Knitting Hopes program to improve the quality of life for women in the Warao ethnic group of eastern Venezuela. The program teaches innovative new processes for making handicrafts, including weaving techniques, as well as marketing training on how to sell fair trade products.

#### fostering entrepreneurship

In 2004, Chevron began support for Emprered, a program now active in four states which, during the last eleven years, has trained more than 9,500 people in planning, marketing, finance, and other skills needed to create a successful business. In 2008, Chevron and the NGO Banauge formed Venezuela's first entrepreneur network for women called Empremujer benefitted more than 3,800 women from 2011 through 2016.

#### **HIV prevention**

In Zulia state, Chevron collaborates with the Innocens Foundation on a program that provides HIV treatment and education to prevent mother-to-child transmission (PMTCT). This partnership also sponsors workshops to reduce sexually transmitted diseases and unplanned pregnancies among adolescents.



#### **About Chevron in Latin America**

Chevron's history in the upstream sector of Latin America's oil and gas industry began in the 1920s with exploration activities in Venezuela and Colombia. Today, Chevron has interests, operations and partnerships in diverse environments to explore, develop and produce energy resources in four countries - Argentina, Brazil, Colombia, and Venezuela. The company is recognized for its expertise in heavy oil production; enhanced oil recovery; deepwater operations; natural gas development; and shale oil and gas projects. Experience, coupled with technology and operational excellence, are keys to the company's success.

#### Argentina

Chevron's wholly owned subsidiary Chevron Argentina S.R.L. produces crude oil and natural gas in Neuquén province, with an 85 percent-owned and operated interest in one concession with conventional production and Vaca Muerta Shale potential. In addition, the company holds operated interests in three concessions elsewhere in the Neuquén Basin.

Also in the Vaca Muerta Shale formation – a thick, laterally extensive, liquids-rich shale – another Chevron subsidiary participates in the development of the Loma Campana concession and exploration of the Narambuena block.

Another Chevron affiliate holds interest in Oleoductos del Valle S.A., a pipeline system that transports crude oil from the Neuquén Basin in western Argentina to the Buenos Aires area.

#### Brazil

In upstream, through subsidiaries, Chevron has interests in four deepwater assets in Brazil. In Campos Basin, it has interests in the fields: Frade, where Chevron is the operator; Papa Terra and Maromba, which are operated by the national oil company, Petrobras. In Ceara Basin, in the Brazilian Equatorial Margin, Chevron has interest and operates exploration block, CE-M715. In downstream, the company owns and operates lubricant and grease plants and an Oronite® facility that produces a range of fuel and lubricant additives.

#### Colombia

Chevron is one of Colombia's largest producer of natural gas. Through partnership with national oil company Ecopetrol, Chevron produces enough natural gas to supply a high percentage of the nation's demand.

Chevron operates the offshore Chuchupa natural gas field in the Caribbean Sea and the onshore Ballena natural gas field in northern Colombia's La Guajira province. The subsidiary Chevron Petroleum Company operates a nationwide network of more than 400 Texaco<sup>®</sup> service stations and has interests in 10 fuel terminals. Under the Texaco name, the company sells branded products through stations, sales agents and distributors in Colombia. Chevron also markets lubricants, coolants and fuel treatments for consumer, commercial and industrial use.

Chevron is the only fuel distributor in the island territories of San Andrés and Providencia.

#### Venezuela

Caracas, Venezuela, is headquarters for Chevron's upstream business in Latin America.

Chevron subsidiaries participate in four joint ventures operated by affiliates of Petróleos de Venezuela (PDVSA), the national oil company:

- Petropiar, S.A., is a vertically integrated project located in the Orinoco Belt that produces extra-heavy crude oil and upgrades it to a lighter, high-quality synthetic crude oil.
- Petroindependencia, S.A., operates the Carabobo 3 field which produces extra heavy oil.
- Petroboscán, S.A., operates the heavy oil Boscán Field west coast of the Maracaibo Lake.
- Petroindependiente, S.A., operates the LL-652 field in Maracaibo Lake producing light crude oil and natural gas.

Offshore Venezuela, Chevron has interests in the Loran field located in Block 2 in partnership with PDVSA and has 100% shares in Block 3. The Loran field is part of a cross-border field with Trinidad and Tobago for which both governments have signed a unitization treaty.

chevron latin america exploration and production

Av. La Estancia, Centro Banaven, Torre "D" Piso 7, Chuao, Caracas 1060, Venezuela Chevron Global Technology Services Compa R.I.F: J-30304325-9

Chevron and the Chevron Hallmark are registered trademarks of Chevron Intellectual Property LLC.

All other registered trademarks are the property of their respective owners © 2017 Chevron Corporation. All Rights Reserved. www.chevron.com

SZ.

P

11/20