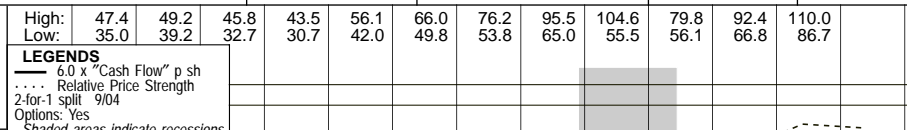


CHEVRON CORP. NYSE-CVX

RECENT PRICE **97.39** P/E RATIO **7.1** (Trailing: 7.2 Median: 9.0) RELATIVE P/E RATIO **0.53** DIV'D YLD **3.3%** VALUE LINE

TIMELINESS **1** Raised 5/13/11
SAFETY **1** Raised 1/4/91
TECHNICAL **3** Raised 11/11/11
BETA .95 (1.00 = Market)



Target Price Range	2014	2015	2016
	160	160	160
	100	100	100
	80	80	80
	60	60	60
	50	50	50
	40	40	40
	30	30	30
	20	20	20

2014-16 PROJECTIONS

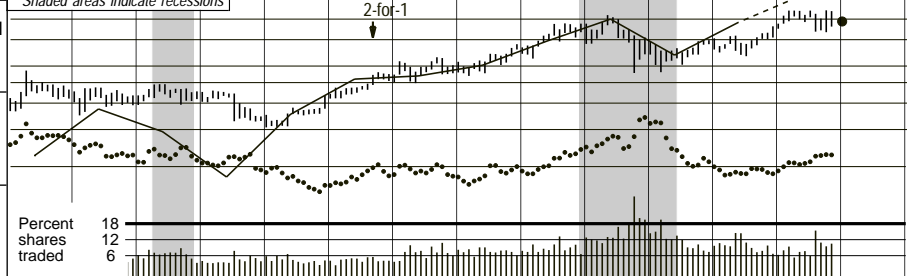
	Price	Gain	Ann'l Total Return
High	155	(+60%)	15%
Low	125	(+30%)	10%

Insider Decisions

	J	F	M	A	M	J	J	A	S
to Buy	0	1	0	0	0	0	0	0	0
Options	1	6	0	0	0	0	0	1	0
to Sell	1	6	0	0	0	0	0	1	0

Institutional Decisions

	10/2011	20/2011	30/2011
to Buy	678	614	705
to Sell	704	775	704
Hlds(000)	12595171	2680551	1258182



% TOT. RETURN 10/11

	THIS STOCK	VL ARITH. INDEX
1 yr.	31.3	4.9
3 yr.	56.6	82.1
5 yr.	84.1	27.6

1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005 ^A	2006	2007	2008	2009	2010	2011	2012	© VALUE LINE PUB. LLC	14-16
24.01	28.23	26.69	23.40	27.87	40.63	50.11	46.37	56.94	73.70	88.77	86.02	105.67	136.21	85.50	102.85	129.45	136.70	Sales per sh ^A	178.80
3.34	3.73	4.18	2.80	3.76	6.26	4.88	2.98	5.90	8.67	8.96	10.09	13.11	16.69	11.26	16.10	21.65	20.75	"Cash Flow" per sh	25.05
1.51	2.03	2.43	1.02	1.57	3.99	1.55	.54	3.48	6.28	6.54	7.80	8.77	11.67	5.24	9.48	14.40	13.10	Earnings per sh ^B	15.55
.96	1.04	1.14	1.22	1.24	1.30	1.33	1.40	1.43	1.54	1.75	2.01	2.26	2.53	2.66	2.84	3.09	3.30	Div'ds Decl'd per sh ^C	4.18
2.71	2.62	2.97	2.97	3.33	2.85	4.58	3.56	2.63	2.99	3.90	5.65	7.98	9.81	9.89	9.84	10.05	10.30	Cap'l Spending per sh	12.20
11.00	11.96	13.32	13.04	13.52	15.53	16.02	14.79	16.97	21.47	28.07	28.22	36.88	43.23	45.79	52.74	60.95	63.80	Book Value per sh	75.05
1304.7	1306.2	1311.9	1306.1	1312.7	1283.1	2120.2	2136.3	2138.3	2107.1	2232.7	2442.7	2090.4	2004.2	2007.4	1992.5	1991.0	1990.0	Common Shs Outst'g ^D	1980.0
16.0	14.7	15.4	39.9	28.6	10.6	28.8	74.4	10.2	7.6	8.8	8.1	9.4	7.3	13.4	8.2	8.4	8.2	Avg Ann'l P/E Ratio	9.0
1.07	.92	.89	2.08	1.63	.69	1.48	4.06	.58	.40	.47	.44	.50	.44	.89	.53	.60	.53	Relative P/E Ratio	.60
4.0%	3.5%	3.0%	3.0%	2.8%	3.1%	3.0%	3.5%	4.0%	3.2%	3.0%	3.2%	2.7%	3.0%	3.8%	3.6%	3.0%	3.6%	Avg Ann'l Div'd Yield	3.0%

CAPITAL STRUCTURE as of 9/30/11
Total Debt \$9629 mill. Due in 5 Yrs \$245 mill.
LT Debt \$9384 mill. LT Interest \$455.1 mill.
Includes \$274 million capitalized leases.
(% of Cap'l)

Leases, Uncapitalized Annual rentals \$422.9 mill.
Pension Assets-12/10 \$6.28 bill. **Oblig.** \$9.93 bill.

Pfd Stock None
Common Stock 1,991,716,106 shs.
as of 10/28/11
MARKET CAP: \$194 billion (Large Cap)

106245	99049	121761	155300	198200	210118	220904	273005	171636	204928	257725	272000	Sales (\$mill) ^A	354000
14.7%	10.1%	15.7%	17.0%	16.1%	19.1%	18.5%	19.3%	18.2%	22.3%	25.0%	22.5%	Operating Margin	18.5%
7059.0	5231.0	5384.0	4935.0	5913.0	7506.0	8708.0	9528.0	12110	13063	14400	15200	Depreciation (\$mill)	18760
3288.0	1132.0	7230.0	13328	14099	17138	18688	23931	10483	19024	28670	26070	Net Profit (\$mill)	30790
60.3%	72.8%	43.4%	35.1%	44.0%	46.4%	41.9%	44.3%	43.4%	40.7%	41.0%	41.0%	Income Tax Rate	44.0%
3.1%	1.1%	5.9%	8.6%	7.1%	8.2%	8.5%	8.8%	6.1%	9.3%	11.1%	9.6%	Net Profit Margin	8.7%
d2327	d2100	3315.0	9708.0	9325.0	7895.0	5579.0	4447.0	9954.0	17319	17530	17700	Working Cap'l (\$mill)	18050
8989.0	10666	10651	10217	12131	7679.0	6070.0	6083.0	10130	11289	9380	9380	Long-Term Debt (\$mill)	14300
33958	31604	36295	45230	62676	68935	77088	86648	91914	105081	121320	127000	Shr. Equity (\$mill)	148600
8.5%	3.5%	16.2%	24.7%	19.4%	22.7%	22.6%	26.0%	10.6%	16.6%	20.5%	17.5%	Return on Total Cap'l	18.5%
9.7%	3.6%	19.9%	29.5%	22.5%	24.9%	24.2%	27.6%	11.4%	18.1%	23.5%	20.5%	Return on Shr. Equity	20.5%
1.3%	NMF	11.6%	22.3%	16.5%	18.5%	18.0%	21.7%	5.6%	12.7%	18.5%	15.5%	Retained to Com Eq	16.0%
87%	NMF	42%	24%	27%	26%	26%	22%	51%	30%	22%	25%	All Div'ds to Net Prof	22%

BUSINESS: Chevron Corp. is the world's fourth largest oil company based on proven reserves. Daily 2010 gross production: crude oil & NGLs, 1.912 mill. barrels; natural gas, 5.198 bill. cubic feet. Net proved reserves, 12/10: oil, 7.173 bill. bbls.; natural gas, 25.920 trill. cu. ft. Avg. 5-yr. finding costs: \$5.43 a barrel (vs. ind. avg. \$3.89). 5-yr. reserve replacement rate: 95% (vs. ind. avg. 109%).

CURRENT POSITION (SMILL.)

	2009	2010	9/30/11
Cash Assets	8822	17070	20335
Receivables	17531	15908	20878
Inventory (LIFO)	6490	6281	6072
Other	4212	5302	5740
Current Assets	37055	44561	53025
Accts Payable	17290	17029	20746
Debt Due	888	390	245
Other	8923	9823	11347
Current Liab.	27101	27242	32338

Chevron's third-quarter share earnings rose 110%, to \$3.92. The increase was thanks to higher prices for crude oil (CVX is heavily oil-weighted), and improved refining margins. Production volume was down 5.1%, to 2.60 million barrels of oil equivalent per day (mmboe/d), but higher prices more than offset this shortfall. Indeed, the company's average sales price per barrel of crude oil and natural gas liquids (NGL) increased to \$99 a barrel, from \$70 in the year-earlier period. Income at the Downstream (Refining & Marketing) operation was up 252%, to about \$42 billion, aided by better refining margins and a \$500 million gain on sale of the Pembroke facility.

Est. present value of reserves: \$172.3 bill. Product sales: 4.5 mill. bbls./day. Has 4,093 owned/leased stations, mainly in the U.S.; supplies 11,186 others. Has abt. 124,500 empls. Off. & Dir. own 0.7% of stock; BlackRock, 6.3% (5/11 proxy). Chairman and CEO: John S. Watson, Inc.: DE. Addr.: 6001 Bollinger Canyon Rd., San Ramon, CA 94583. Tel.: 925-842-1000. Web: www.chevron.com.

ANNUAL RATES

	Past 10 Yrs.	Past 5 Yrs.	Est'd '08-'10 to '14-'16
Sales	13.5%	8.0%	8.5%
"Cash Flow"	13.0%	13.5%	9.5%
Earnings	15.0%	10.0%	10.0%
Dividends	8.0%	11.0%	7.5%
Book Value	13.0%	16.5%	8.0%

We look for share net of \$14.40 in 2011. Final-period share earnings ought to come in at around \$3.54. Production should rise 100-150 mmboe/d from the third-quarter tally. Oil and NGL selling prices ought to be buoyed by a gradual pickup in business activity.

like Chevron. This is just as well since capital expenditures on a new oil prospect in the deepwater Gulf of Mexico (the Moccasin field), and development of the Gorgon/Wheatstone holdings in Australia are consuming a large amount of Capex. Domestic production in the natural gas-rich Marcellus Shale beds is also likely to rise, increasing expenses. Chevron is also using its cash to hike the dividend (up 3.8%, to \$0.81 in the current quarter), and to buy back shares. Minor bolt-on acquisitions are likely.

QUARTERLY SALES (\$ mill.)^A

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2008	65946	82989	78867	45203	273005
2009	36130	40205	46625	48676	171636
2010	48179	53004	49718	54027	204928
2011	60341	68948	64432	64004	257725
2012	67500	67500	68500	68500	272000

Cash is piling up. A relatively weak supply of inexpensive new crude oil is causing oil prices to stay high, which obviously benefits the cash flow of a big producer

Capital cost of the Wheatstone-Gorgon project is expected to be close to \$30 billion. But provided oil prices don't drop below \$70 a barrel for any extended period of time, Chevron should be able to generate a 9% return on capital in the first full year of production, probably 2014.

EARNINGS PER SHARE^B

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2008	2.48	2.90	3.85	2.44	11.67
2009	.92	.87	1.92	1.53	5.24
2010	2.27	2.70	1.87	2.64	9.48
2011	3.09	3.85	3.92	3.54	14.40
2012	3.05	3.20	3.35	3.50	13.10

This timely and high-quality Dow-30 component is an excellent vehicle for the conservative income-minded investor. Gradually improving global energy demand should generate the cash flow to cover Capex and a growing dividend.

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QUARTERLY DIVIDENDS PAID^C

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2007	.52	.58	.58	.58	2.26
2008	.58	.65	.65	.65	2.53
2009	.65	.65	.68	.68	2.66
2010	.68	.72	.72	.72	2.84
2011	.72	.78	.78	.81	

about 10th of March, June, September, and December. ■Dividend reinvestment plan available. (D) In millions, adj. for stock split.

Company's Financial Strength A++
Stock's Price Stability 95
Price Growth Persistence 85
Earnings Predictability 65

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