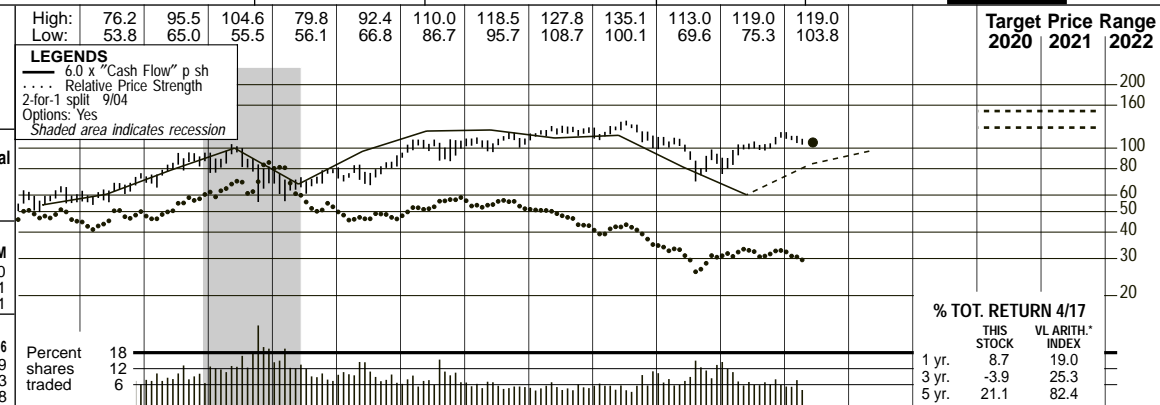


CHEVRON CORP. NYSE-CVX

RECENT PRICE **106.27** P/E RATIO **23.4** (Trailing: 69.5; Median: 10.0) RELATIVE P/E RATIO **1.20** DIV'D YLD **4.1%**

VALUE LINE

TIMELINESS 4 Lowered 4/7/17
SAFETY 1 Raised 1/4/91
TECHNICAL 3 Lowered 6/2/17
BETA 1.15 (1.00 = Market)



2020-22 PROJECTIONS

Price	150	Gain	(+40%)	Ann'l Total Return	12%
High	150	Low	125	Gain	(+20%)
Low	125	Gain	(+20%)	Return	8%

Insider Decisions

	J	A	S	O	N	D	J	F	M
to Buy	0	1	0	0	0	0	0	0	0
Options	0	5	0	1	2	3	1	1	1
to Sell	0	5	0	0	3	1	0	1	1

Institutional Decisions

	2Q2016	3Q2016	4Q2016
to Buy	850	840	909
to Sell	831	818	863
Hlds(000)	11707741	11605941	1203258

2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	© VALUE LINE PUB. LLC	20-22
50.11	46.37	56.94	73.70	88.77	86.02	105.67	136.21	85.50	102.85	128.06	124.27	119.61	112.74	73.55	60.52	71.25	76.45	Sales per sh ^A	100.00
4.88	2.98	5.90	8.67	8.96	10.09	13.11	16.69	11.26	16.10	20.09	20.34	18.61	19.17	13.61	10.02	14.00	16.30	"Cash Flow" per sh	21.85
1.55	.54	3.48	6.28	6.54	7.80	8.77	11.67	5.24	9.48	13.44	13.32	11.09	10.14	2.45	d.27	4.55	5.75	Earnings per sh ^B	9.75
1.33	1.40	1.43	1.54	1.75	2.01	2.26	2.53	2.66	2.84	3.09	3.51	3.90	4.21	4.28	4.29	4.32	4.40	Div'ds Decl'd per sh ^C	5.00
4.58	3.56	2.63	2.99	3.90	5.65	7.98	9.81	9.89	9.84	13.38	15.89	19.85	18.83	15.67	9.57	10.50	11.00	Cap'l Spending per sh	13.00
16.02	14.79	16.97	21.47	28.07	28.22	36.88	43.23	45.79	52.74	61.67	70.80	78.62	83.07	81.11	76.95	77.55	78.80	Book Value per sh	86.85
2120.2	2136.3	2138.3	2107.1	2232.7	2442.7	2090.4	2004.2	2007.4	1992.5	1981.2	1946.7	1913.3	1880.2	1882.8	1891.5	1895.0	1897.0	Common Shs Outst'g ^D	1900.0
28.8	NMF	10.2	7.6	8.8	8.1	9.4	7.3	13.4	8.2	7.5	8.1	10.9	11.9	39.4	--	--	--	Avg Ann'l P/E Ratio	14.0
1.48	NMF	.58	.40	.47	.44	.50	.44	.89	.52	.47	.52	.61	.63	1.98	--	--	--	Relative P/E Ratio	.90
3.0%	3.5%	4.0%	3.2%	3.0%	3.2%	2.7%	3.0%	3.8%	3.6%	3.1%	3.3%	3.2%	3.5%	4.4%	4.3%	4.4%	4.3%	Avg Ann'l Div'd Yield	3.6%

CAPITAL STRUCTURE as of 3/31/17
 Total Debt \$45161 mill. Due in 5 Yrs \$23086 mill.
 LT Debt \$36864 mill. LT Interest \$796 mill.
 (Total interest coverage; 4.9x)

Leases, Uncapitalized Annual rentals \$615 mill.
Pension Assets-12/16 \$13.7 bill. **Oblig.** \$18.4 bill.

Pfd Stock None
Common Stock 1,894,556,806 shs.

MARKET CAP: \$201 billion (Large Cap)

CURRENT POSITION (\$MILL.)	2015	2016	3/31/17
Cash Assets	11332	7001	6994
Receivables	12860	14092	13754
Inventory (LIFO)	6334	5419	5921
Other	4821	3107	2899
Current Assets	35347	29619	29568
Accts Payable	13516	13986	13078
Debt Due	4928	10840	8297
Other	8020	6959	7051
Current Liab.	26464	31785	28426

ANNUAL RATES of change (per sh)	Past 10 Yrs.	Past 5 Yrs.	Est'd '14-'16 to '20-'22
Sales	--	-5.0%	3.5%
"Cash Flow"	4.5%	-2.0%	7.5%
Earnings	-5.0%	-15.0%	15.5%
Dividends	9.0%	8.5%	2.5%
Book Value	12.0%	8.5%	1.5%

Cal-endar	QUARTERLY SALES (\$ mill.) ^A	Full Year
	Mar.31 Jun.30 Sep.30 Dec.31	
2014	53265 57938 54679 46088	211970
2015	34558 40357 34315 29247	138477
2016	23553 29282 30140 31497	114472
2017	33421 33000 34000 34579	135000
2018	35000 35500 37000 37500	145000

Cal-endar	EARNINGS PER SHARE ^B	Full Year
	Mar.31 Jun.30 Sep.30 Dec.31	
2014	2.36 2.98 2.95 1.85	10.14
2015	1.37 .30 1.09 d.31	2.45
2016	d.39 d.78 .68 .22	d.27
2017	1.41 1.00 1.05 1.09	4.55
2018	1.20 1.45 1.50 1.60	5.75

Cal-endar	QUARTERLY DIVIDENDS PAID ^C	Full Year
	Mar.31 Jun.30 Sep.30 Dec.31	
2013	.90 1.00 1.00 1.00	3.90
2014	1.00 1.07 1.07 1.07	4.21
2015	1.07 1.07 1.07 1.07	4.28
2016	1.07 1.07 1.07 1.08	4.29
2017	1.08	

BUSINESS: Chevron Corp. is the world's fourth-largest oil company based on proven reserves. Daily production in 2016: oil, 1.7 mill. barrels (-1% vs. '15); natural gas, 5.3 bill. cubic feet (flat vs. '15). Daily refinery input, 1.7 million barrels (-1% vs. '15). Daily sales of refinery products, 2.7 million barrels (-2% vs. '15). Reserves at 12/31/16: 11.1 billion barrels of oil equivalent, 57% liquids, 43% gas. (Affiliated companies account for 25% of total reserves.) Owns 50% interest in ChevronPhillips Chemical Co. Has about 55,000 employees. Vanguard owns 6.9% of stock; BlackRock, 6.4%; State Street, 6.2% (4/17 proxy). Chairman and CEO: John S. Watson. Inc.: DE. Addr.: 6001 Bollinger Canyon Rd., San Ramon, CA 94583. Tel.: 925-842-1000. Internet:www.chevron.com.

Chevron should continue to enjoy a nice year of recovery in 2017 on the strength of higher average oil prices. First-quarter earnings benefited from the sale of the Indonesian geothermal business but, absent that gain, we figure the share net was around \$1.10. Assuming reasonably steady margins and price realizations, quarterly earnings per share may approximate that level for the balance of 2017. For the year as a whole, profits should show a clear turnaround from the loss generated in 2016. **Further progress is likely in 2018, assuming oil quotations remain supportive.** Chevron these days is being helped by streamlined operations effected following the extremely difficult market conditions experienced over the past couple of years. A lower cost base and less aggressive spending are the formula for success against the backdrop of a still-somewhat-tentative comeback in oil prices. Overall, we look for volume and pricing to edge higher in 2018. That could well go a long way on the bottom line, where we now look for \$5.75 in share net, given the increased level of efficiency.

The strategy now is to build up capacity as conditions dictate. Chevron's LNG projects in Australia, its stake in promising wells in Kazakhstan, and its leading position in the Permian Basin of west Texas provide an expandable base of new production. That is especially true for Permian activity, which can deliver good short-cycle returns, in contrast to the long lead times associated with overseas ventures. The added flexibility will serve the company's finances well by not having to commit major funds far in advance of the completion of projects. Based on crude oil prices averaging \$60-\$65 a barrel by 2020-2022, we project earnings can approach \$10 a share in three to five years. **These untimely, high-yielding shares offer good long-term total return possibilities, in view of their top quality.** The cash dividend is likely to continue increasing, supported by the company's excellent finances, and presuming profits climb, as forecast. Adding to the conservative profile is Chevron's dominant drilling position stateside, reducing foreign exposure somewhat.

Robert Mitkowski June 2, 2017

(A) Based on diluted shares. Includes non-recurring loss of \$1.41 in '01. Next earnings report due late July.	(B) Dividends historically paid on or about 10th of March, June, September, and December. Dividend reinvestment plan available.	(C) In millions, adj. for stock split.	Company's Financial Strength	A++
			Stock's Price Stability	80
			Price Growth Persistence	35
			Earnings Predictability	15