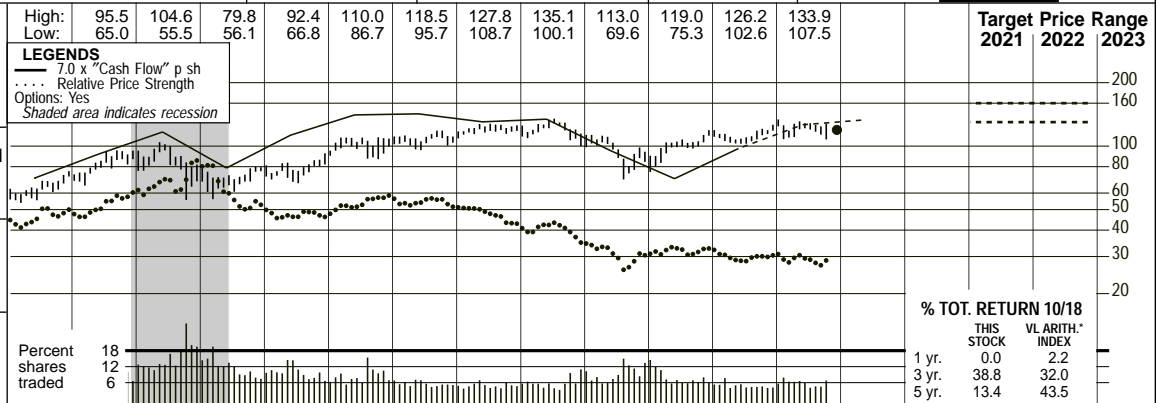


CHEVRON CORP. NYSE-CVX

RECENT PRICE **119.42** P/E RATIO **14.5** (Trailing: 18.7, Median: 11.0) RELATIVE P/E RATIO **0.88** DIV'D YLD **3.8%** **VALUE LINE**

TIMELINESS 2 Raised 6/15/18
SAFETY 1 Raised 1/4/91
TECHNICAL 3 Lowered 11/30/18
BETA 1.25 (1.00 = Market)



2021-23 PROJECTIONS
 Price **160** Gain **(+35%)** Ann'l Total Return **11%**
 High **160** Low **130** Gain **(+10%)** Return **6%**

Insider Decisions

	J	F	M	A	M	J	J	A	S
to Buy	0	0	0	0	0	0	0	0	0
Options	5	0	1	1	6	10	1	0	1
to Sell	0	0	0	1	6	1	1	0	1

Institutional Decisions

	4Q2017	1Q2018	2Q2018
to Buy	876	983	997
to Sell	834	1006	1001
Hlds(000)	12334501	12372681	1250664

Percent shares traded: 18, 12, 6

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	© VALUE LINE PUB. LLC	21-23
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	74.41	88.20	94.20	94.20	Sales per sh ^A	105.40
2.98	5.90	8.67	8.96	10.09	13.11	16.69	11.26	16.10	20.34	18.61	19.17	13.61	10.02	13.93	18.05	19.05	19.05	19.05	"Cash Flow" per sh	21.90
.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	3.79	7.75	8.50	8.50	Earnings per sh ^B	10.00
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	4.48	4.56	4.56	Div's Decl'd per sh ^C	5.00
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	7.04	10.00	10.50	10.50	Cap'l Spending per sh	12.50
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	77.77	80.15	83.30	83.30	Book Value per sh	96.20
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	1904.7	1905.0	1890.0	1890.0	Common Shs Outst'g ^D	1850.0
74.4	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	--	29.4	29.4	29.4	29.4	Avg Ann'l P/E Ratio	14.5
4.06	.58	.40	.47	.44	.50	.44	.89	.52	.47	.52	.61	.63	1.98	1.98	1.48	1.48	1.48	1.48	Relative P/E Ratio	.80
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%	3.9%	3.9%	3.9%	3.9%	Avg Ann'l Div'd Yield	3.6%

CAPITAL STRUCTURE as of 9/30/18
 Total Debt \$35975 mill. Due in 5 Yrs \$21350 mill.
 LT Debt \$29854 mill. LT Interest \$900 mill.
 (Total interest coverage: over 25x)

Leases, Uncapitalized Annual rentals \$693 mill.
 Pension Assets-12/17 \$14.7 bill. Oblig. \$19.1 bill.

Pfd Stock None
 Common Stock 1,910,774,369 shs.

MARKET CAP: \$228 billion (Large Cap)

CURRENT POSITION (SMILL.)

	2016	2017	9/30/18
Cash Assets	7001	4822	9746
Receivables	14092	15353	16788
Inventory	5419	5585	6029
Other	3107	2800	3020
Current Assets	29619	28560	35583
Accts Payable	13986	14565	15335
Debt Due	10840	5192	6121
Other	6959	7980	7727
Current Liab.	31785	27737	29183

273005	171636	204928	253706	241909	228848	211970	138477	114472	141722	168000	178000	Sales (\$mill) ^A	195000
19.3%	18.2%	22.3%	24.0%	24.9%	22.2%	23.2%	19.7%	15.3%	20.4%	23.5%	24.0%	Operating Margin	25.0%
9528.0	12110	13063	12911	13413	14186	16793	21037	19457	19349	19550	20000	Depreciation (\$mill)	23000
23931	10483	19024	26895	26179	21423	19241	4587.0	d497.0	7175.0	14850	16050	Net Profit (\$mill)	18500
44.3%	43.4%	40.7%	43.5%	43.5%	40.3%	38.3%	5.3%	5.3%	21.4%	29.0%	29.0%	Income Tax Rate	28.0%
8.8%	6.1%	9.3%	10.6%	10.8%	9.4%	9.1%	3.3%	NMF	5.1%	8.8%	9.0%	Net Profit Margin	9.5%
4447.0	11005	19829	19634	21508	17232	10306	8883.0	d2166	823.0	4000	3000	Working Cap'l (\$mill)	5000
6083.0	10130	11289	9812.0	12065	20057	24028	33664	35286	33571	30000	30000	Long-Term Debt (\$mill)	35000
86648	91914	105081	122181	137832	150427	156191	152716	145556	148124	152650	157500	Shr. Equity (\$mill)	178000
26.0%	10.6%	16.6%	20.6%	17.7%	12.8%	11.0%	2.8%	NMF	4.2%	8.5%	9.0%	Return on Total Cap'l	9.0%
27.6%	11.4%	18.1%	22.0%	19.0%	14.2%	12.3%	3.0%	NMF	4.8%	9.5%	10.0%	Return on Shr. Equity	10.5%
21.7%	5.6%	12.7%	17.0%	14.0%	9.3%	7.2%	NMF	NMF	NMF	4.0%	4.5%	Retained to Com Eq	5.0%
22%	51%	30%	23%	26%	35%	41%	NMF	NMF	113%	58%	54%	All Div'ds to Net Prof	50%

ANNUAL RATES Past 10 Yrs. Past 5 Yrs. Est'd '15-'17 to '21-'23

Sales	-3.0%	-10.0%	7.0%
"Cash Flow"	1.5%	-8.0%	10.0%
Earnings	-12.5%	-30.5%	NMF
Dividends	8.0%	6.5%	2.5%
Book Value	9.5%	5.0%	3.5%

QUARTERLY SALES (\$ mill.) ^A

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2015	34558	40357	34315	29247	138477
2016	23553	29282	30140	31497	114472
2017	33421	34480	36205	37616	141722
2018	37764	42236	43987	44103	168000
2019	43500	43500	45500	45500	178000

EARNINGS PER SHARE ^B

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2015	1.37	.30	1.09	d.31	2.45
2016	d.39	d.78	.68	.22	d.27
2017	1.41	.77	1.03	.58	3.79
2018	1.90	1.78	2.11	1.96	7.75
2019	2.05	2.10	2.15	2.20	8.50

QUARTERLY DIVIDENDS PAID ^C

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
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	1.08	1.08	1.08	4.32
2018	1.12	1.12	1.12	1.12	

Petroleum industry leader Chevron is delivering on its financial objectives—beginning with the dividend. The company raised the payout moderately in 2018 after a period of slow annual growth following the steep decline in oil prices a few years earlier. We figure the distribution will soon be hiked again, given that earnings and oil prices are in a higher range. There are good prospects for another year of profit growth in 2019, too. The shares currently yield just under 4.0%.

Chevron is also handily funding the expansion of its oil, natural gas, and chemicals operations. Combined oil and gas production is 5% higher, year to date, and there is a good possibility for further modest gains over the next couple of years. Expanding the production base will require the development of domestic properties in the Permian Basin and, to a lesser extent, in the Gulf of Mexico. Overseas, the ramp-up of LNG facilities in Australia will boost volume incrementally. The company has some promising ventures offshore Nigeria and in Tengiz, as well, the latter of which could see production jump by 2021-2023. Combined with

56% liquids, 44% gas. (Affiliated companies account for 20% of total reserves.) Owns 50% interest in ChevronPhillips Chemical Co. Has approx. 51,900 employees. Vanguard owns 6.9% of stock; BlackRock, 6.4%; State Street, 6.2% (4/18 proxy). Chairman and CEO: Michael K. Wirth, Inc.: DE. Addr.: 6001 Bollinger Canyon Rd., San Ramon, CA 94583. Tel.: 925-842-1000. www.chevron.com.

expansion in the chemicals line and assuming supportive markets, we project nicely higher earnings in 3 to 5 years. **Meanwhile, the stock is off of its highs for the year, as oil prices have swayed back and forth.** Sentiment has been dampened by concerns that the differences between major global trading partners will undercut oil demand. That said, the company is going about its business by maximizing performance and building for the future, all the while keeping its finances in tip-top shape. The reinstatement of share repurchases this year is normally taken as a bullish sign, but the industry's mid-decade slump is still fresh in investors' minds, while oil prices have pulled back. **These high-quality shares may fit the bill for conservative, income-oriented investors.** The combined market share of oil and gas as a percentage of worldwide energy consumption is projected to remain at about 50% in the coming decades (oil down, but gas up). On the whole, Chevron should benefit as total energy usage rises. Note: The stock is currently ranked 2 (Above Average) for Timeliness.

Robert Mitkowski November 30, 2018

(A) Based on diluted shares. Excludes non-recurring gain of \$1.06 in '17. Next earnings report due early February.
 (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	75
Price Growth Persistence	20
Earnings Predictability	10

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