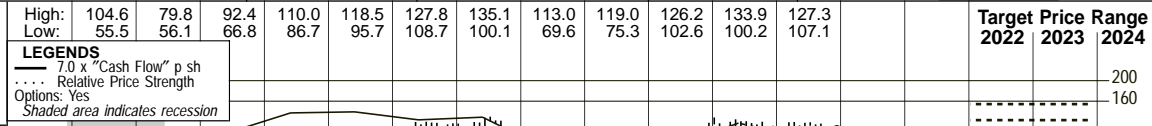


CHEVRON CORP. NYSE-CVX

RECENT PRICE **116.45** P/E RATIO **18.4** (Trailing: 18.0 Median: 13.0) RELATIVE P/E RATIO **1.05** DIV'D YLD **4.2%** VALUE LINE

TIMELINESS 3 Lowered 6/14/19
SAFETY 1 Raised 1/4/91
TECHNICAL 4 Lowered 11/22/19
BETA 1.25 (1.00 = Market)



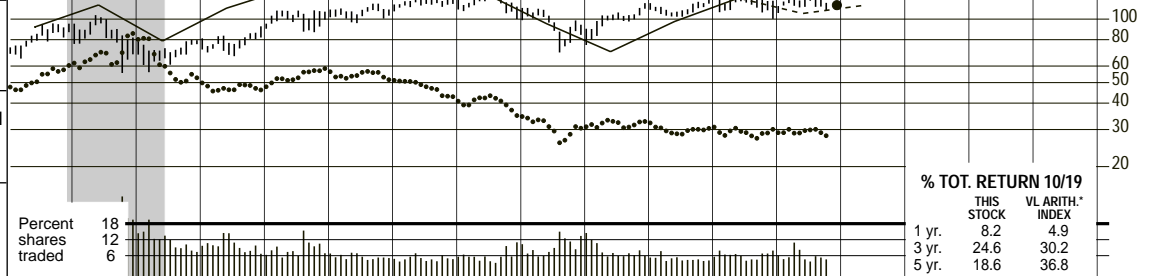
18-Month Target Price Range
 Low-High Midpoint (% to Mid)
 \$97-\$152 \$125 (5%)

2022-24 PROJECTIONS

	Price	Gain	Ann'l Total Return
High	155	(+35%)	11%
Low	130	(+10%)	7%

Institutional Decisions

	4Q2018	1Q2019	2Q2019
to Buy	1088	1155	1207
to Sell	1030	996	965
Hlds(000)	12416181	2472171	266619



2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	© VALUE LINE PUB. LLC	22-24
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	87.42	79.60	83.20	Sales per sh	102.70
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	13.93	18.00	15.25	16.65	"Cash Flow" per sh	21.40
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	7.74	6.10	7.05	Earnings per sh ^A	9.50
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	4.76	4.88	Div'ds Decl'd per sh ^{B=C}	5.30
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	7.25	8.00	8.50	Cap'l Spending per sh	10.00
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	81.22	82.25	84.10	Book Value per sh	96.20
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	1902.8	1885.0	1875.0	Common Shs Outst'g ^C	1850.0
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	15.5	15.5	15.5	Avg Ann'l P/E Ratio	15.0
.58	.40	.47	.44	.50	.44	.89	.52	.47	.52	.61	.63	1.98	--	1.48	.84	.84	.84	Relative P/E Ratio	.85
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%	3.7%	3.7%	3.7%	Avg Ann'l Div'd Yield	3.7%

CAPITAL STRUCTURE as of 9/30/19
 Total Debt \$32851 mill. Due in 5 Yrs \$21350 mill.
 LT Debt \$25056 mill. LT Interest \$900 mill.
 (Total interest coverage: over 23.5x)

2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
171636	204928	253706	241909	228848	211970	138477	114472	141722	166339	150000	156000	Sales (\$mill)	190000				
18.2%	22.3%	24.0%	24.9%	22.2%	23.2%	19.7%	15.3%	20.4%	24.5%	23.0%	24.0%	Operating Margin	25.0%				
12110	13063	12911	13413	14186	16793	21037	19457	19349	19419	17150	18000	Depreciation (\$mill)	22000				
10483	19024	26895	26179	21423	19241	4587.0	d497.0	7175.0	14824	11550	13250	Net Profit (\$mill)	17600				
43.4%	40.7%	43.5%	43.5%	40.3%	38.3%	5.3%	--	21.4%	27.8%	31.0%	28.0%	Income Tax Rate	28.0%				
6.1%	9.3%	10.6%	10.8%	9.4%	9.1%	3.3%	NMF	5.1%	8.9%	7.7%	8.5%	Net Profit Margin	9.3%				
11005	19829	19634	21508	17232	10306	8883.0	d2166	823.0	6850	4000	3000	Working Cap'l (\$mill)	5000				
10130	11289	9812.0	12065	20057	24028	33664	35286	33571	28733	26000	27000	Long-Term Debt (\$mill)	30000				
91914	105081	122181	137832	150427	156191	152716	145556	148124	154554	155000	157700	Shr. Equity (\$mill)	176000				
10.6%	16.6%	20.6%	17.7%	12.8%	11.0%	2.8%	--	4.2%	8.3%	6.5%	7.5%	Return on Total Cap'l	8.5%				
11.4%	18.1%	22.0%	19.0%	14.2%	12.3%	3.0%	NMF	4.8%	9.6%	7.5%	8.5%	Return on Shr. Equity	10.0%				
5.6%	12.7%	17.0%	14.0%	9.3%	7.2%	NMF	NMF	NMF	4.1%	1.5%	2.5%	Retained to Com Eq	4.5%				
51%	30%	23%	26%	35%	41%	NMF	NMF	113%	57%	78%	69%	All Div'ds to Net Prof	56%				

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

Pfd Stock None
Common Stock 1,890,872,188 shs.

MARKET CAP: \$220 billion (Large Cap)

CURRENT POSITION (SMILL.)

	2017	2018	9/30/19
Cash Assets	4822	10345	11755
Receivables	15353	15050	12966
Inventory	5585	5704	5951
Other	2800	2922	3316
Current Assets	28560	34021	33988
Accts Payable	14565	13953	13230
Debt Due	5192	5726	7795
Other	7980	7492	9208
Current Liab.	27737	27171	30233

BUSINESS: Chevron Corp. is the one of the world's largest oil companies, based on proven reserves. Daily production in 2018: oil, 1.8 mill. barrels (+3% vs. '17); natural gas, 6.9 bill. cubic feet (+14% vs. '17). Daily refinery input, 1.7 million barrels (flat vs. '17). Daily sales of refinery products, 2.7 million barrels (flat vs. '17). Proved reserves at 12/31/18: 12.1 billion barrels of oil equivalent,

56% liquids, 44% gas. (Affiliated companies account for 19% of total reserves.) Owns 50% interest in ChevronPhillips Chemical Co. Has approx. 51,900 employees. Vanguard owns 8.1% of stock; BlackRock, 6.8%; State Street, 6.0% (4/19 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.

ANNUAL RATES

	Past 10 Yrs.	Past 5 Yrs.	Est'd '16-'18 to '22-'24
Sales	-4.0%	-10.0%	5.5%
"Cash Flow"	0.5%	-6.5%	7.5%
Earnings	-9.0%	-21.5%	16.5%
Dividends	7.0%	4.5%	3.5%
Book Value	8.0%	2.5%	3.5%

QUARTERLY SALES (\$ mill.)

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2016	23553	29282	30140	31497	114472
2017	33421	34480	36205	37616	141722
2018	37764	42236	43987	42352	166339
2019	35200	38850	36116	39834	150000
2020	38000	39000	39000	40000	156000

EARNINGS PER SHARE ^A

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
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	1.95	7.74
2019	1.39	1.78	1.36	1.57	6.10
2020	1.65	1.75	1.80	1.85	7.05

QUARTERLY DIVIDENDS PAID ^{B=C}

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
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	4.48
2019	1.19	1.19	1.19		

Chevron is delivering solid, if unspectacular, results these days, with prospects for more of the same in the new year. Performance in 2019 has been hampered by a falloff in oil prices, even as the company has succeeded in pumping 3% more volume. Still, in terms of free cash flow, the company is in a good position in that moderate capital spending requirements are allowing for stock repurchase and annual dividend increases.

We look for bottom-line improvement in 2020, assuming oil prices at least hold steady. Chevron should be able to continue its drilling momentum and generate a low to mid-single-digit gain in combined oil and natural gas production. Most of the increase is set to arise from holdings in the Permian Basin of Texas, where the company is scaling up its enviable, low-cost legacy position. Given modest economic growth and oil prices near current levels, we estimate 15% higher profits next year. But even if that scenario materializes, earnings per share would still be notably lower than in the earlier part of the decade. Consequently, the stock is showing few signs of breaking out of its

long-term trading range.

Plans for moderately higher spending out to 2022-2024 should pay off on the bottom line. Beginning in 2021, Chevron will probably boost annual spending by 10% to develop top projects, including Permian Basin acreage, deepwater Gulf of Mexico wells, and a venture in Kazakhstan. The strategy should keep production and reserves pushing forward modestly, and put the company on a path to benefit once prices finally rise.

Further acquisitions may be in the cards. Chevron bought a refinery earlier this year, adding capabilities that fit in nicely with its Gulf Coast network. The company is still looking to build on its Permian Basin position, too, after dropping its bid for Anadarko. More attractive prices for companies based in that region could well result in a bid.

This top-quality stock is best suited for conservative investors with a preference for income and dividend growth. The Average-ranked (Timeliness: 3) shares could also benefit from a bounce in oil prices.

Robert Mitkowski November 29, 2019

(A) Based on diluted shares. Excludes non-recurring gain of \$1.06 in '17. Next earnings report due mid- to late January.
 (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 25
Earnings Predictability 10

To subscribe call 1-800-VALUELINE