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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON D.C. 20549

FORM 8-K

CURRENT REPORT
Pursuant to Section 13 or 15 (d) of
the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported):
October 2, 1995

TEXACO INC.
(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation)	1-27 (Commission File Number)	74-1383447 (I.R.S. Employer Identification Number)
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2000 Westchester Avenue, White Plains, New York (Address of principal executive offices)	10650 (Zip Code)
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(914) 253-4000

(Registrant's telephone number, including area code)

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Item 5. Other Events

1. On October 2, 1995, the Registrant announced that as a result of its ongoing overhead reduction initiative, it will record a third quarter 1995 after-tax charge of approximately \$55 million for the cost of additional employee separations. Also included in the third quarter 1995 results will be a \$27 million gain from the sale of the Registrant's interest in Pekin Energy Company and tax benefits of some \$45 million realized through the sale of an interest in a subsidiary.

In this connection, on October 2, 1995, the Registrant issued a press release entitled "Texaco To Record Third Quarter Charge For Ongoing Overhead Reduction Initiative", a copy of which is attached hereto as Exhibit 99.1 and made a part of hereof.

Item 7. Financial Statements, Pro Forma Financial Information and Exhibits

(c) Exhibits

99.1 Copy of press release issued by Texaco Inc. dated October 2, 1995, entitled "Texaco To Record Third Quarter Charge For Ongoing Overhead Reduction Initiative."

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

TEXACO INC.

(Registrant)

By: R. E. KOCH

(Assistant Secretary)

Date: October 3, 1995

TEXACO TO RECORD THIRD QUARTER CHARGE

FOR ONGOING OVERHEAD REDUCTION INITIATIVE

FOR RELEASE: MONDAY, OCTOBER 2, 1995.

WHITE PLAINS, N.Y., Oct. 2 - Texaco said today that the continued successful application of its ongoing overhead reduction initiative will result in a third quarter 1995, after-tax charge to earnings of approximately \$55 million for the cost of additional employee separations.

As a component of the company's plan for growth announced in July 1994, this initiative originally anticipated savings of \$300 million annually, which are being realized. Additional programs focused on outsourcing some activities, further reduction of layers of supervision and business process improvements will result in expected savings to the company of an additional \$150 million annually by the end of 1996.

By year-end 1996, the focused overhead reduction initiative will have effected workload reductions and non-core asset sales that result in 4,000 fewer positions worldwide compared with June 1994, of which more than 2,500 already have been realized. These reductions were, and will be, accomplished through normal attrition, retirements and limited separations.

Also included in the third quarter 1995 results will be a \$27 million gain from the previously announced sale of the company's interest in Pekin Energy Company and tax benefits of some \$45 million realized through the sale of an interest in a subsidiary.

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