

Subject Company: Texaco Inc.
Commission File No. 1-27

Date: October 17, 2000

Except for the historical and present factual information contained herein, the matters set forth in this filing, including statements as to the expected benefits of the merger such as efficiencies, cost savings, market profile and financial strength, and the competitive ability and position of the combined company, and other statements identified by words such as "expects," "projects," "plans," and similar expressions are forward-looking statements within the meaning of the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are subject to risks and uncertainties that may cause actual results to differ materially, including the possibility that the anticipated benefits from the merger cannot be fully realized, the possibility that costs or difficulties related to the integration of our businesses will be greater than expected, the impact of competition and other risk factors relating to our industry as detailed from time to time in each of Chevron's and Texaco's reports filed with the SEC. Chevron and Texaco disclaim any responsibility to update these forward-looking statements.

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[Chevron and Texaco Company Factsheets]

[Chevron logo] Chevron Corporation
Fact Sheet

Chevron Corporation (NYSE: CHV), one of the world's largest integrated petroleum companies, is involved in every aspect of the oil and gas industry, from exploration and production to transportation, refining and retail marketing, as well as chemicals manufacturing and sales. Active in more than 90 countries, Chevron employs about 31,000 people worldwide.

Primary Financial Goals:

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- * No. 1 in total shareholder return for the 2000-2004 period versus industry peers
- * 15 percent earnings per-share growth over the next three years
- * 12 percent minimum return on capital employed
- * 4-4.5 percent annual worldwide net production growth in barrels of oil equivalent
- * Operating expense of \$4.85 per barrel or lower by 2001

Exploration and Production (upstream)

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Chevron is one of the leaders in worldwide liquids production. The company's strategy of focusing on international upstream activities has resulted in international liquids production increasing for 10 consecutive years. The

company has extensive oil and natural gas production outside North America in such diverse environments as Kazakhstan, Angola, Nigeria, the North Sea, Australia, Indonesia, Venezuela, Republic of Congo, Thailand, China and Papua New Guinea. In North America, major producing areas include the Gulf of Mexico, California, Texas and off the east coast of Canada.

Refining/Marketing/Transportation (downstream)

Chevron is one of the largest U.S. marketers of gasoline, diesel fuel, jet fuel, aviation fuel and other petroleum products. Chevron's gasoline sales are focused in the western, southwestern and southern United States through about 8,000 retail outlets. Major refineries are located at El Segundo and Richmond, Calif.; Pascagoula, Miss.; Salt Lake City, Utah; El Paso, Texas; and Honolulu, Hi. Chevron is also the leading marketer in British Columbia, Canada. Caltex Corporation, a 50 percent joint venture with Texaco, is Chevron's refining and marketing arm in the Asia-Pacific region, the Middle East and southern and eastern Africa. The Caltex network includes refining, marketing, supply, trading, distribution, shipping and storage of crude oil and petroleum products.

Chemicals

Chevron Phillips Chemical Co. is a world-scale competitor in the petrochemicals industry. It manufactures and markets a variety of industrial chemicals in more than 80 countries worldwide. Major products include styrene, polystyrene and olefins, as well as additives for fuels and lubricants.

Financial Highlights (year ended December 31)

(In millions of dollars except per share amount)	1999	1998
Operating Revenue*	\$35,448	\$29,943
Net Income	\$2,070	\$1,339
Total Assets	\$40,668	\$36,540
Earnings per Share Basic	\$3.16	\$2.05
Diluted	\$3.14	\$2.04
Average diluted common shares (millions)	656,345	653,026

* Includes sales to other Chevron Companies

Operating Statistics

(Per Day)	1999	1998
Net Liquids Production (Thousands of Barrels)	1,127	1,107
Net Natural Gas Production (Millions of Cubic Feet)	2,513	2,393
Sales of Natural Gas (Millions Cubic Feet)	4,936	4,807
Refinery Input (Thousands of Barrels)	1,423	1,343

Headquarters 575 Market Street
San Francisco, CA 94105
www.Chevron.com

[Texaco logo] Texaco Incorporated
Fact Sheet

Texaco Inc. (NYSE: TX) is a fully integrated energy company engaged in exploring and producing oil and natural gas; manufacturing and marketing high-quality fuels and lubricant products; operating trading, transportation and distribution facilities; and producing power. Directly and through affiliates, Texaco operates in more than 150 countries.

Exploration and Production

Texaco is transforming its global portfolio of oil and natural gas assets with new legacy projects. Our focused exploration program is concentrated in deepwater Gulf of Mexico, Brazil and West Africa with major development projects in Nigeria, Kazakhstan, Venezuela and the Philippines. Core production areas include the United States, the UK North Sea, the Middle East and the Pacific Rim. Texaco's high impact strategy concentrates on finding and commercializing

projects characterized by large-scale reserves, 25-40 year production lives and high margins. For instance, Texaco's billion barrel discovery offshore Nigeria, called Agbami, will produce about 180,000 barrels of oil equivalent a day. Texaco is replacing existing non-strategic assets with new impact projects measured on key return metrics to lay the foundation for "smart" growth and deliver superior value to its shareholders.

Refining, Marketing and Distribution

Directly and through its affiliates, Texaco's global operations provide crude oil products in 110 countries. In Latin America and the Caribbean, Texaco is the leading marketer of lubricants and fuels, and we have a strong marketing and refining presence in Northwest Europe. Caltex Corporation, our joint venture with Chevron, has a major presence in Asia-Pacific, the Middle East and Africa.

A few years ago Texaco formed two major joint ventures to increase efficiency and gain superior market share. Equilon combines the elements of Texaco's and Shell's Western and Midwestern U.S. refining and marketing businesses and their nationwide trans-shipment and lubricants business. Motiva combines the refining and marketing businesses of Texaco, Shell and Saudi Aramco in the East and Gulf Coast. These alliances are streamlining their operations, continuing to capitalize on value-enhancing synergies and building superior market share in their focus areas.

Global Gas and Power

Texaco is identifying new opportunities to leverage strengths in natural gas, power generation and gasification technology. Texaco is one of the largest natural gas producer-marketers in the United States, operating more than 1,500 miles of pipeline, 50 interconnects and eight billion cubic feet of storage. Texaco currently has equity interests in 47 power projects operating or under development around the world, with a total generating capacity in excess of 5,400 megawatts. Additionally, Texaco is the recognized leader in gasification technology, an environmentally superior process that can convert low-value materials - like refinery residue - into a clean synthesis gas.

Advanced Energy Technology

Texaco is actively engaged in the development and commercialization of environmentally smart advanced technologies such as fuel cells, photovoltaics, advanced batteries and hydrogen storage. Market forces and rising environmental standards are driving the development of the next generation of energy products and is positioning itself to be a leader in this technological future.

Financial Highlights (year ended December 31)

(In millions of dollars except per share amount)	1999	1998
Operating Income	\$1,214	\$894
Operating Expenses	\$2,319	\$2,508
Net Income	\$1,177	\$578
Total Assets	\$28,972	\$28,570
Earnings per Share		
Basic	\$2.14	\$0.99
Diluted	\$2.14	\$0.99
Average Common Shares Diluted (millions)	537,860	528,965

Operating Statistics

(Per Day, Worldwide)	1999	1998
Net Liquids Production (Thousands of Barrels)	885	930
Net Natural Gas Production (Millions of Cubic Feet)	1,999	2,227
Sales of Natural Gas (Millions Cubic Feet)	3,940	4,537
Refinery Input (Thousands of Barrels)	1,491	1,530

Financial Goals

- * Grow earnings 10-13% annually
- * Deliver 11-13% return on capital employed over next four years
- * Generate top-quartile cash from operations
- * Maintain strong "A" credit rating

Headquarters

2000 Westchester Avenue
White Plains, NY 10650
www.Texaco.com

Contact Information

Investor Services
Phone: 800.283.9785
E-mail: invest@Texaco.com

Media Relations

Phone: 914.253.4177
E-mail: presscenter@Texaco.com

Private Securities Litigation Reform Act Safe Harbor Statement

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[Chevron logo]

[Texaco logo]

TRANSACTION OVERVIEW

Merger Creates A U.S.-Based, Global Enterprise That Is Highly Competitive Across All Energy Sectors

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Terms          0      More than $100 billion enterprise value
                0      Texaco shareholders to receive .77 shares of Chevron
                    common stock for each share of Texaco common stock they
                    own, representing approximately $64.87 per Texaco share
                    based on the closing price of Chevron common stock on
                    October 13, 2000
                0      Chevron shareholders to retain existing shares
                0      Chevron shareholders to own approximately 61% of
                    ChevronTexaco
                0      Texaco shareholders to own approximately 39% of
                    ChevronTexaco
                0      Accretive to earnings and cash flow per share upon
                    realization of cost savings
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Combined       0      Headquarters: San Francisco, California
Company Facts  0      Operations throughout the world
                0      Year-end 1999 reserves of 11.2 billion BOE
                0      1H 2000 combined daily production of
                    2.7 million BOE
                0      Assets of $77 billion
                0      Third-largest oil and gas producer in the
                    United States
                -      Production of 1.1 million BOE per day
                -      Nation's third largest reserve position
                -      4.2 billion BOE of proved reserves
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Cost Savings   0      Significant annual cost savings of at least $1.2
                    billion to be achieved within 6-9 months of merger
                    close
                -      Approximately $700 million to come from more
                    efficient exploration and production
                -      Approximately $300 million to come from
                    consolidation of corporate functions and $200
                    million from other operations
                -      Combined workforce of about 57,000 to be reduced
                    by approximately 7% worldwide
                0      Chevron and Texaco have proven track records of
                    achieving cost savings
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Management,   0      Senior management:
Integration    -      Dave O'Reilly - Chairman & CEO
and Board     -      Richard Matzke - Vice Chairman, Upstream
                -      Peter Bijur - Vice Chairman, Downstream,
                    Power and Chemicals
                0      Integration team to be led by:
                -      John Watson - Chevron Vice President and CFO
                -      Patrick Lynch - Texaco Senior Vice President and
                    CFO
                0      Board of Directors to be proportional to equity split
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Closing       0      Shareholder approvals of Chevron and Texaco
Conditions    0      Regulatory clearances
                0      Pooling of accounting treatment
                0      Chevron and Texaco anticipate that the FTC will require
                    certain divestitures in the U.S. downstream business in
                    order to address market concentration issues, and the
                    companies intend to cooperate with the FTC in this
                    process
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