

October 27, 2005

SUCCESSFUL SIGNING OF HEADS OF AGREEMENT FOR THE
PURCHASE OF GORGON'S LNG

Tokyo Gas

Tokyo Gas (Company President: Norio Ichino) and Chevron Australia successfully signed the heads of agreement today in the city of Perth, Western Australia for the sale and purchase of liquefied natural gas (LNG) from Chevron's equity share of the Gorgon Project.

This project has vast reserves of approximately 1.1 trillion cubic meters and will develop 2 liquefaction trains with a total capacity of 10MTPA at Barrow Island located off the coast of Western Australia. The project is marketing into Japan, Asia and North America.

Tokyo Gas and Chevron already enjoy a successful long-term partnership since the North West Shelf project was started in 1989 and through this Gorgon project in which Chevron is the operator, Tokyo Gas is expected to acquire equity in the Gorgon project as a foundation buyer and deepen the commercial relationship between both companies even further.

For Tokyo Gas, the Gorgon project is of strategic importance as it fits well with the company's objectives to competitively procure stable natural gas supplies and proactively participate in the upstream transportation businesses along the LNG value chain.

End

Basic Terms and Conditions

- (1) Seller: Chevron Australia
- (2) Buyer: Tokyo Gas
- (3) Contract Term: 25 years (5 years extension option) from 2010
- (4) Contract Volume: 1.2 MTPA
- (5) Delivery: FOB (Free on Board)
- (6) Upstream equity interest: Terms and conditions under discussion

Reference materials

Outline of the Gorgon Project

Gas fields: Gorgon and Jansz off the coast of Western Australia

Amount of reserves: approx. 1,100 billion m³ (approx. 40 trillion cubic feet, Tcf)

Liquefaction capacity: 5 million tons/year x 2 trains = 10 million tons/year

Shipping terminal: Barrow Island

Participating companies: Chevron 50% (operator), Shell 25%, Exxon Mobil 25%

Profile of Chevron Australia

Name: Chevron Texaco Australia Pty Ltd.

Address: 250 St George's Terrace, Perth, Western Australia

Representative: James Johnson, Managing Director

Shareholder: Chevron Australia Holdings Pty Ltd, ultimately a 100% controlled subsidiary of Chevron Corporation

Capitalization: 5.4 billion Australian dollars (approx. 460 billion yen)

Gorgon and Jansz area map, and proposed plant site

