



Tengizchevroil Fact Sheet

1Q 2014

History and Ownership

- Tengiz, the world's deepest producing super giant oil field, was discovered in 1979.
- The Tengizchevroil (TCO) partnership was formed on April 6, 1993, between the Republic of Kazakhstan and Chevron. Current partners are Chevron, 50 percent; KazMunaiGas, 20 percent; ExxonMobil Kazakhstan Ventures Inc., 25 percent; LukArco B.V., 5 percent.

Production and Reserves

- Total recoverable crude oil in the Tengiz and Korolev fields is estimated to be 750 million to 1.1 billion metric tonnes (6 to 9 billion barrels). Estimated oil in place in the Tengiz field is 3 billion metric tonnes (26 billion barrels) with 190 million metric tonnes (1.5 billion barrels) in the Korolev field. The circumference of the Tengiz reservoir is large, measuring 20 kilometers (12 miles) by 21 kilometers (13 miles).
- TCO completed its Sour Gas Injection and Second Generation Plant expansion project in 2008, which brought daily production capacity to approximately 75,000 metric tonnes (600,000 barrels) of crude oil and 22 million cubic meters (750 mscf) of natural gas.

Crude Production

- Crude production for 1Q 2014 was 6.8 million metric tonnes (55 million barrels).
- TCO exports crude oil through a variety of transportation routes. TCO exported crude oil via the CPC pipeline to Novorossiysk, via rail to Odessa and Taman, as well as to Aktau, then further to Batumi and Kulevi.

Product Sales

- TCO sold 326 thousand metric tonnes of LPG and 1.7 billion cubic meters of dry gas.
- TCO sold 885 thousand metric tonnes of sulfur, which is 152 percent of the 583 thousand metric tonnes produced for the same period. TCO's sales success has resulted in the reduction of volumes of sulfur stored in Tengiz inventory to 830 thousand tonnes as of March 31, 2014.
- TCO's premium sulfur is sold in four different forms to customers in many countries, including Kazakhstan, Russia, Ukraine, China and other countries primarily in the Mediterranean and Central Asia regions.

Health, Safety and the Environment

- TCO has invested \$2.8 billion since the year 2000 on projects to minimize environmental impact.
- Such investments in environmental protection have enabled TCO to reduce total gas flaring volumes by 93 percent since the year 2000. TCO's current gas utilization rate is over 99%.
- Total air emissions generated per tonne of oil produced have been reduced by 72 percent since 2000. In 1Q 2014, TCO averaged 2.34 kilograms of emissions per tonne of oil produced. Since 2000, TCO has increased annual crude oil production volume by 158 percent.
- Investments in environmental protection and improvements in plant reliability have helped TCO to achieve reduction in the number of technical malfunctions at the KTL plant by 55 percent, and the volume of sour and acid gas flaring during technical malfunctions by 95 percent from 2000 to 1Q 2014.



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TCO's Financial Impact

- From 1993 through 1Q 2014, TCO made direct financial payments of \$92.6 billion to Kazakhstani entities, including Kazakhstani employees' salaries, purchases of Kazakhstani goods and services, tariffs and fees paid to state-owned companies, profit distributions to Kazakhstani shareholder and taxes and royalties paid to the government.
- During 1Q 2014, direct payments to the Republic of Kazakhstan totaled \$3.4 billion. In 2013 direct payments to the Republic of Kazakhstan totaled \$14.9 billion.

Kazakhstani Content

- TCO has spent over \$530 million on Kazakhstani goods and services during 1Q 2014. TCO has invested more than \$15.9 billion on Kazakhstani goods and services since 1993.

Workforce Development

- Kazakhstani citizens hold 86 percent of TCO positions, compared to 50 percent in 1993.
- Kazakhstani managers and supervisors represent 75 percent of the TCO managerial workforce. Ongoing training and development programs exist to support the advancement of employees to positions of increasing responsibility.

Community Outreach

- Since 1993, TCO has invested more than \$875 million to fund social projects and programs in the Atyrau Oblast for the community and employees.
- In 2014, TCO has \$25 million budgeted for Egilik social infrastructure program, the majority of which will be spent for construction of kindergartens and schools in Atyrau and Zhylyoi district.
- In 2014, TCO's Community Investment Program has more than \$1 million in projects planned to help improve the quality of health, education and training in Atyrau Oblast.