

KZN Oils buys Chevron's Empangeni Depot

Cape Town, 24 August 2010: Chevron South Africa today concluded the sale of its Empangeni fuel distribution depot to KZN Oils, a leading 100% Black-owned company. Chevron is selling the depot in line with its global optimization strategy.

KZN Oils CEO, Rajen Reddy, said KZN Oils had found a major oil company that was committed to working with an emerging company to secure its competitive position in the South African market.

“Chevron plays an increasingly important role in our business by supplying us with a range of petroleum products such as petrol, diesel and lubricants. With our purchase of the Empangeni depot, we now own a key infrastructure in the liquid fuels supply chain. The acquisition of this bulk fuel storage depot significantly boosts our ability to compete in the KZN coastal market.

“We continue to see Chevron as a strategic partner in our ongoing quest to be the leading non-refining petroleum company in South Africa,” he said.

Chevron South Africa Chairman, James Seutloadi, said that forming the partnership with KZN Oils was in line with the strategic direction of both companies.

“KZN Oils is one of our valued distributors and we have been doing business with them for over 8 years. We are pleased to be able to contribute to the growth of this BEE company.”

KZN Oils will take over all assets and operations associated with the depot.

Ends

Issued on behalf of:
Chevron South Africa

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About Chevron South Africa

Chevron, the world's fifth largest energy company, markets its products in South Africa under the Caltex brand. Caltex is one of the country's top four petroleum brands with more than 800 service stations nationwide. Chevron South Africa operates a crude oil refinery with a name plate production capacity of 110 000 barrels a day. Operating 24/7, it produces petrol, diesel, jet fuel and liquefied gas for the Western Cape and for export to other African countries. Chevron is a major contributor to the region's economic growth. It has also implemented wide-reaching community engagement programs, including a three-year commitment of US\$5-million to the Western Cape Provincial Health Department to fight HIV/AIDS, Tuberculosis and Malaria as part of Chevron's commitment to the Global Fund. For more information, visit www.caltex.co.za <<http://www.caltex.co.za/>>