



Building Value in Venezuela

PRESS RELEASE

Chevron Corporation and Vinccler Oil and Gas Announce Gulf of Venezuela Partnership and Commencement of Seismic Operations on the Cardon III Block

Vinccler to Acquire 30 Percent Interest; Chevron Holds 70 Percent and Operatorship; Both Companies will be Working in Collaboration with PDVSA.

Caracas, February 26, 2007 - Chevron Corporation (“Chevron”) (NYSE: CVX) and Vinccler Oil and Gas (“Vinccler”), the wholly-owned subsidiary of PetroFalcon Corporation (“PetroFalcon”) (TSX: PFC), announced today the signing of an agreement and the mobilization of a 3D seismic vessel on the Cardon III Block in the Gulf of Venezuela.

Vinccler and Chevron recently signed a Heads of Terms agreement whereby Vinccler will acquire a 30 percent working interest from Chevron in the offshore natural gas license for the Cardon III Block. Under the terms of the agreement, Chevron remains operator and majority partner with a 70 percent interest. Petróleos de Venezuela, S.A. (“PDVSA”), the Venezuelan state-owned oil and gas company, retains the right to acquire up to 35 percent of the project after declaration of commerciality.

Ali Moshiri, President of Chevron Latin America, said, “We are pleased to have Vinccler Oil and Gas as our new local partner, and we are enthusiastic about exploring for natural gas together on the Cardon III Block in order to supply the growing natural gas market in Venezuela.”

Juan Francisco Clerico, Vinccler’s Chief Executive, said, “We look forward to developing offshore natural gas with Chevron in the Gulf of Venezuela. The Cardon III Block is strategically located near our existing onshore acreage, as well as our offshore gas license option on the nearby Castilletes NE II Block. Through this partnership, Vinccler Oil and Gas will increase its acreage position in western Venezuela and diversify its business outside of the existing PetroCumarebo joint venture with PDVSA. Chevron has extensive offshore experience in Venezuela and a track record of success in developing significant natural gas reserves.”

The transaction is subject to approval from the Venezuelan Ministry of Energy and Petroleum, as well as the signature of assignment and joint operating agreements between Chevron and Vinccler.

Chevron was awarded the Cardon III Block with the high bid of US\$5.6 million in the first phase of the Rafael Urdaneta Project in 2005. The Cardon III Block covers an area

of 880 square kilometers (approximately 218,000 acres) and is located in relatively shallow waters, 38 kilometers northwest of the Paraguaná Refinery Complex, the world's largest refinery.

The acquisition of 530 square kilometers of 3D seismic over the Cardon III Block started on February 18th and will be complete in approximately 50 days, weather permitting. As part of their new partnership, Vinccler and Chevron will soon announce joint social development projects in the local communities of Falcon State in western Venezuela, nearby both the Cardon III Block and Vinccler's existing onshore production.

Chevron Corporation is one of the world's leading energy companies. With more than 55,000 employees, Chevron subsidiaries conduct business in approximately 180 countries around the world, producing and transporting crude oil and natural gas, and refining, marketing and distributing fuels and other energy products. Chevron is based in San Ramon, California. More information on Chevron is available at www.chevron.com.

Vinccler Oil and Gas, C.A., the wholly-owned subsidiary of PetroFalcon Corporation, is a natural resource company with oil and gas operations in Venezuela. Vinccler owns 40 percent of PetroCumarebo, S.A., a joint venture with Petróleos de Venezuela, S.A. ("PDVSA"), the Venezuelan state-owned oil and gas company. The common shares of PetroFalcon trade on the Toronto Stock Exchange under the symbol "PFC". More information on PetroFalcon and Vinccler is available at www.petrofalcon.com.

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Forward-looking statements: Except for statements of historical fact, all statements in this press release, without limitation, regarding new projects, acquisitions, future plans and objectives are forward-looking statements that involve risks and uncertainties. There can be no assurance that such statements will prove to be accurate; actual results and future events could differ materially from those anticipated in such statements.