

MAKING A DIFFERENCE

To the San Antonio community and Valero partners:

As we head into the final months of 2021, we continue to have a favorable outlook on our business.

We recently reported our third quarter 2021 results* on October 21. We reported adjusted net income of \$500 million or \$1.22 per share, with significant improvement in our business this quarter as economic activity and mobility increased.

While Hurricane Ida briefly impacted our Louisiana operations, I am proud of our team's efforts and ability to safely shut down and restart our operations. I'm also proud of the support provided by the emergency teams that were deployed to distribute supplies and assistance to our team members, their families and the surrounding communities in the restoration and recovery effort. Despite the impacts of the hurricane, our Diamond Green Diesel joint venture completed the renewable diesel expansion project at our St. Charles refinery (DGD 2) in the third quarter ahead of schedule and on budget, and we are in the process of starting up the new unit. DGD 2 adds another 400 million gallons per year of renewable diesel capacity, bringing DGD's total current capacity to 690 million gallons per year. Construction continues on Texas' first renewable diesel plant, DGD 3, at our Port Arthur refinery, with an expected completion in the first half of 2023. Once operational, Diamond Green Diesel's total annual capacity is expected to be 1.2 billion gallons of renewable diesel and 50 million gallons of renewable naphtha, further solidifying Valero's position as America's largest renewable diesel producer.

We continue to explore growth through innovation in other renewables. The large-scale carbon sequestration project in the U.S. Midwest with BlackRock and Navigator is also progressing on schedule. Valero is expected to be the anchor shipper with eight ethanol plants connected to this system, further reducing the carbon intensity of our transportation fuels while providing higher product margin.

Continued improvement in earnings of our refining business, coupled with the ongoing expansion of our renewables businesses, should strengthen our competitive advantage and drive long-term shareholder value.

Turning to the community, Valero had the privilege to distribute \$1.5 million to 58 San Antonio area charities from funds raised through the 2021 Valero Texas Open and Valero Benefit for Children. These agencies are positively impacting children's lives and providing vital resources in education, health care and basic necessities.

None of this is possible without our valued business partners, who are the face of generosity. Together, we have raised more than \$187 million for charities across the U.S. Next year marks the 100th anniversary of the Valero Texas Open. We look forward to celebrating the legacy of giving back with you, right here in San Antonio.

As the holidays approach, it is a time of reflection and gratitude. I am thankful for Team Valero and their dedication to our company and their commitment to San Antonio and beyond.

May God continue to keep you and your loved ones safe and healthy.



Sincerely,

Joe Gorder

Valero Chairman and Chief Executive Officer

**\$187
MILLION**
and counting
**RAISED FOR
CHARITIES**



**\$1.5 MILLION IN CHARITABLE
GIVING IN SAN ANTONIO**

Any Baby Can of San Antonio
Autism Community Network
Autism Treatment Center
AVANCE-San Antonio
Blessed Sacrament Academy
Boy Scouts of America,
Alamo Area Council
Boys & Girls Clubs
of San Antonio
Boys & Girls Clubs of
TX Hill Country (Boerne)
Boysville
Brighton Center
Catholic Charities
Child Advocates San Antonio
Children's Bereavement
Center of South Texas
ChildSafe
City Year
Clarity Child Guidance Center
Communities In Schools
of San Antonio
Down Syndrome Association
of South Texas
Easter Seals Rehabilitation
Center
Endeavors
Epilepsy Foundation
Central & South Texas
Family Service
Family Violence Prevention
Services
Girl Scouts of Southwest Texas
Girls Inc. of
San Antonio
Good Samaritan Center
of San Antonio
Guardian House
Haven for Hope



Healthy Futures of Texas
Healy-Murphy Center
Kendall County
Women's Shelter
Kinetic Kids
McNay Art Museum
Mission Road
Developmental Center
Morgan's Wonderland
Respite Care of San Antonio
Ronald McDonald House
Charities
Roy Maas Youth Alternatives
SAISD Foundation
San Antonio Council on
Alcohol and Drug Awareness
San Antonio Food Bank
San Antonio Lighthouse
for the Blind
San Antonio Metropolitan
Ministry
San Antonio Sports
Foundation
San Antonio Zoo
Seton Home
SJRC Texas
St. PJ's Children's Home
Sunshine Cottage
The Arc of San Antonio
The Children's Shelter
The DoSeum
The Ecumenical Center
for Religion and Health
The Salvation Army
The University Health
System Foundation
The Witte
TX Reads
YMCA of Greater San Antonio

**MORE THAN \$16 MILLION
IN NET PROCEEDS FOR CHARITIES
ACROSS THE U.S.**

*Third quarter earnings release and quarterly report on Form 10-Q, available at www.valero.com.

