

**Press Release**  
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### **MEGAWIDE 9M17 NET EARNINGS UP 7% to P 1.7B**

Diversified engineering and infrastructure conglomerate Megawide Construction Corporation (Megawide) recorded a consolidated net income of PhP1.7 billion in the first nine months of 2017, 7% better than the same period last year. The company generated consolidated revenues of PhP14.3 billion, 4% higher than the previous year, reaching 77% of the full year guidance.

According to CEO and Chairman Edgar Saavedra, “Megawide is poised to hit its 2017 guidance, as our construction business bounced back with a strong 3rd quarter and the airport business continued its double digit growth trajectory.”

Megawide’s construction business delivered P12.4 billion of revenues for the period ended September 30, 2017. Quarter on quarter, construction revenues jumped 31% to P4.1 billion compared with the same quarter in 2016. The company’s construction segment remains its biggest revenue generator, accounting for 87% of consolidated revenues. Construction net income for the first nine months of the year is at P883 million, 3% higher than in 2016. For the third quarter, construction net income climbed by 86% to P293 million from P158 million in the same quarter in the previous year.

Saavedra is optimistic about the continued strong performance of its construction business. “With the stable growth of the property sector and the roll out of infrastructure projects by the government, we expect our construction business to perform steadily. We remain committed to diversifying our construction portfolio by leveraging on our engineering capabilities.”

Revenue from operations of the Mactan-Cebu International Airport (MCIA) rose by 25%, comprising 12% of Megawide’s consolidated revenues. This was driven by the 12% increase in passenger throughput, with international passenger volume outpacing domestic passenger volume growth at 27% and 6%, respectively. The company’s airport segment posted a 7% rise in net income to P811 million relative to same period in 2016, representing 47% of consolidated net earnings of the Company.

“We continue to see growth in the influx of international tourists, and we expect to hit the 10 million passenger mark this year,” said Saavedra. “The opening of Terminal 2 in 2018 will expand passenger capacity and open new retail spaces. This means we can create a better passenger experience while driving growth in our commercial revenues.” As of first week November, construction of Terminal 2 is already 82% complete and is scheduled to open by June 2018.

“Engineering excellence will always be our anchor, even as we expand to other businesses such as transportation infrastructure. We will expand our portfolio through projects that will generate recurring income to balance the cyclicity of the construction business.”

Saavedra added that the company’s experience in both construction and O&M gives them a competitive advantage. “Megawide has the capability to participate in any modality of infrastructure

projects rolled out by the government. Moreover, we were recently accredited as a Quadruple A contractor; this means we can take on bigger ticket government projects.” #

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## **ABOUT MEGAWIDE**

Megawide Construction corporation an innovative and diversified Philippine engineering and infrastructure company. Founded in 1997, it is among the country’s leading contractors for residential, commercial, hotel and mixed-use projects. Megawide has assets in construction, airport, and progressive property development.