

News Announcement**25 May 2021**

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Megawide shareholders approve increase in capital

In a Special Stockholders' Meeting held on 21 May 2021, shareholders of infrastructure innovator Megawide Construction Corporation (Megawide or the Company) approved the Company's increase in Authorized Capital Stock (ACS) for Preferred Shares by 26,000,000 shares. This will bring the Company's total ACS for Preferred Shares to 150,000,000 cumulative, non-voting, non-participating, non-convertible, perpetual preferred shares.

The initiative is part of the Company's financial management program to provide flexibility in its capital base, spread its maturity towers in the medium-term, and beef up its balance sheet over the long-term. In February last year, the Company issued Corporate Notes to retire maturing obligations. This was followed on by the successful issuance of Series 2 Preferred Shares in November to fund its long-term growth roadmap.

"The success of our undertakings last year reflect the strong support and confidence of our financial partners and lenders in our long-term game plan and growth prospects, which we constantly communicate with them. A number of them have even expressed keen interest in collaborating with us for our pipeline, while continuing to be our partners in our existing projects. We will always be driven to grow and engineer a First-World Philippines as long as we enjoy the trust of our partners, shareholders, and all stakeholders," said Edgar Saavedra, Chairman and CEO of Megawide.

Recently, Megawide's subsidiary GMR MEGAWIDE Cebu Airport Corporation (GMCAC) also successfully executed a debt rebalancing program unanimously approved by its group of seven lenders that will free-up approximately P4.5 billion in cash, including the temporary relaxation of debt covenants and servicing ratios, during the airport's recovery period from 2021-23.

"As part of a sound and sustainable growth strategy, we aim to strike an optimal balance among utilizing debt capacity, maintaining an efficient equity base, and managing financing costs, alongside maximizing value creation for our stakeholders. Aside from relaxing our debt maturity tower, our initiatives are timely as we aim to take advantage of a low interest rate regime and realize savings on servicing costs. Over the long-run, this will enable us to manage our liabilities more efficiently and strengthen our capital structure and balance sheet altogether," said Ramon H. Diaz, Megawide's Group Chief Financial Officer.

ABOUT MEGAWIDE

Megawide is one of the leading infrastructure and engineering innovators in the Philippines. Publicly-listed since 2011, it is one of the largest contractors for private sector construction projects in the



country and the private partner of the Philippine Government for flagship infrastructure projects such as the development of the Mactan-Cebu International Airport (MCIA) and the Parañaque Integrated Terminal Exchange (PITX). Megawide is also the construction partner for the Clark International Airport New Passenger Terminal Building. It is currently the undertaking the construction of the Malolos-Clark Railway Project Package 1, and the modernization of Cebu's historic Carbon Market District. In 2012, the company established Megawide Corporate Foundation, Inc., a non-profit organization focusing on social development projects.