

**News Announcement****04 March 2021**

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**Megawide increases ACS as it pursues more efficient capital structure**

*The Company is on track with long-term roadmap to strengthen financial foundations*

Manila, Philippines – Megawide Construction Corporation (Megawide or the Company) further advanced its efforts to strengthen its financial foundations with its application for an increase in the authorized capital stock (ACS) of its preferred shares by 26,000,000 shares. This move brings the Company's total to 150,000,000 cumulative, non-voting, non-participating, non-convertible, perpetual ACS for preferred shares.

Moreover, the Company will offer for sale of up to 40,000,000 preferred shares, with a targeted price of P100 per share, by way of public offering or private placement transaction, to raise approximately PHP4.0 billion, primarily to refinance outstanding obligations and for general corporate purposes. The issuance is expected to be completed by the third quarter of this year.

The increase in ACS is part of the Company's long-term financial management program which began February last year, when the Company raised P3.6 billion from the issuance of Corporate Notes enabling the Company to retire maturing obligations. This was followed on by the successful issuance of P4.4 billion Series 2 Preferred Shares Offering last November to fund its long-term growth roadmap.

"The success of these initiatives reflect the strong support and confidence of our financial partners in Megawide's prospects and shareholder value-creation. We look forward to a more fruitful cooperation between sources and users of fund as we slowly build our country back towards a First-World Philippines," said Edgar Saavedra, Chairman and CEO of Megawide.

"Aside from resulting in a more manageable debt maturity tower, these exercises are very timely as we are able to take advantage of a low interest rate regime and generate savings from interest costs. Over the long-run, this will enable us to manage our liabilities more efficiently and strengthen our balance sheet altogether." said Ramon H. Diaz, Megawide's Group Chief Financial Officer.

**Investing in a First-World Philippines**

For more than two decades, Megawide has been able to fund growth, provide jobs to tens of thousands, and uplift local communities first by expanding its portfolio in construction followed by its diversification into infrastructure projects. These projects include the 10,000-classroom PPP for School Infrastructure Project (PSIP); the internationally-acclaimed

transformation of the Mactan-Cebu International Airport; and the creation of the country's first landport, Paranaque Integrated Terminal Exchange.

"As much as these infrastructure projects provide a stable, recurring revenue base for the company, they also uplift the quality of infrastructure services and facilities in the country. The continuing support of our investors enable us to make great strides in helping our country restart after this crisis. From investors to partner communities, together we will reach a First-World Philippines," said Saavedra.