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MEGAWIDE FIRST QUARTER 2016 NET INCOME UP BY 55%
Consolidated Revenues Increase by 119%

Diversified engineering company Megawide Construction Corporation's (Megawide) net income for the 1st quarter (1Q) of 2016 jumped by P203 million or 55% higher than its 2015 1Q net income of P370 million.

This follows a 119% growth in Megawide's consolidated revenue from P2.7 billion in the same quarter last year to P5.9 billion for 1Q 2016. The company's core construction business still contributed the bulk at 93%.

According to Megawide Chief Financial Officer Oliver Tan, "The country's property sector continues to be strong, buoyed by the growing demand for residential and especially office spaces primarily from the Business Process Outsourcing (BPO) industry. We are proud to be a contractor-of-choice for prime Philippine property developers."

Construction revenues improved by 134%, climbing to P 5.5 billion from P2.3 billion in 2015 due to revenues generated from the new projects such as Phase 1 of the Meridian Park of DoubleDragon, Le Grand BPO Cluster Phase 1 & 2 of Megaworld, 8990 Tower in Edsa and Tondo of 8990 Holdings Inc, Landers Warehouse Balintawak & Otis of Southeast Asia Retail, Inc. and three solar power farm projects.

"Megawide's foray into contracts for renewable energy facilities is a testament to the Company's strategy of diversifying and enhancing our experience and expertise to be ahead of the curve," Tan said.

The enhanced construction revenue was topped by P2.5 billion worth of new contracts for the year's first quarter. The new projects include Phase 2 of Meridian Park of DoubleDragon, 10 West and St. Moritz of Megaworld, and Cyberpark Phase 2 of the Araneta Group.

Underlining the positive impact of Megawide's decision to diversify from its core construction business, revenues from operations of the Mactan-Cebu International Airport (MCIA) contributed P431 million. The Company, together with Bangalore-based partner GMR Infrastructure Limited, took over operations of the Mactan-Cebu International Airport in November 2014 through the Public-Private Partnership (PPP) route.

MCIA operator and Megawide airport subsidiary GMR Megawide Cebu Airport Corporation (GMCAC) boosted its own revenues by 23% from P349 Million last year to P431 Million as a result of the increase in passenger traffic of 10% compared to the same period in 2015.

Domestic and international flights increased by 9% and 13%, respectively, from March 2015. Construction of MCIAs Terminal 2 is currently ongoing and is expected to be operational by the end of June 2018.

Tan said, *“Results from GMCAC’s operations show that we are on the right track in achieving the goal we have for Megawide to be a diversified engineering and infrastructure company.”*#

ABOUT MEGAWIDE

Megawide Construction Corporation is among the country’s leading contractors for residential, office, and mixed-use developments. A Philippine company and publicly-listed since 2011, Megawide is transforming from a pure construction firm into a diverse engineering and infrastructure company, with projects such as Mactan-Cebu International Airport and the Southwest Terminal of the country’s first Integrated Transport System. In 2012, the company established Megawide Corporate Foundation, Inc. as its medium for Corporate Social Responsibility, focusing on engineering education, livelihood and environmental awareness.