

29 July 2016

Refer to: Anna Salgado  
[asalgado@megawide.com.ph](mailto:asalgado@megawide.com.ph)

0917.5637629  
655.1111 local 710

### **Megawide steps forward as diversified infrastructure conglomerate**

*Construction leader Megawide today disclosed plans to diversify its core business, adding stakes in renewable energy, property, and airports.*

(Quezon City, Philippines) - Megawide Construction Corporation, one of the country's largest construction and infrastructure firms, has unveiled a five-year diversification plan that will transform the company from a construction and engineering firm into a fully diversified infrastructure conglomerate.

Megawide today announced the buy-back of 410,842,702 shares from Sybase Equity Investment Corporation with an equivalent of 17% total issued and outstanding shares as of 30 June 2016. The shares were acquired during Megawide's Initial Public Offering in 2011.

"We set out with our five year plan in 2011," revealed Oliver Tan, Megawide's Chief Financial Officer. "The IPO was set up with the vision to transition from pure construction to a well diversified infrastructure and engineering conglomerate. Now we have achieved that, we want to pursue stronger, wider-ranging recurring sources of revenue."

Megawide has revealed its four core businesses under the new structure: construction, airport operation, transport, and power generation with a focus on renewable energy. In 2015, construction contributed 66% of total income, with the airport business bringing in 34%.

"Megawide is already at its prime as a construction company. More than ever, it is capable of providing the most basic and one of the important components of these businesses, and that is EPC," said Michael Cosiquien, Chief Executive Officer. "This is a natural progression. We are taking the company further." Meanwhile, Sybase board representative Elizabeth Anne Uychaco expressed her optimism about the move: "This diversification gives Megawide the flexibility to go into power generation and related industries," said Elizabeth Anne Uychaco of Sybase.

Megawide officially acquired the concession to operate Mactan Cebu International Airport (MCIA) in 2014. The 25-year Build-Operate-Transfer contract includes the renovation of all landside facilities and the construction of a second passenger terminal. Earlier this year, Megawide reported the first full-year revenues of subsidiary GMR-Megawide Cebu Airport Corporation (GMCAC) at Php1.48 billion due to strong aeronautical revenues, commercial revenues and rental revenues driven by a 15.5% increase in passenger growth.

Transport and Energy are the newest assets in the Megawide group. The Southwest Integrated Transport Terminal (SWITS) is positioned as Megawide's entry into the progressive property sector. SWITS is expected to bring in a mix of transportation infrastructure supported by mixed-use retail and commercial recurring revenues. The 35-year Build-Transfer-Operate contract was signed in 2015.

Finally, the company officially announced the 100% acquisition of Citicore Power, a renewable energy (RE) company under the Citicore brand. With a commitment to produce 1000 Megawatts (MW) of clean energy, Citicore Power will tap the widest range of RE sources such as solar, biomass, wind, and hydropower. It currently operates three solar power projects in the provinces of Bataan, Negros Occidental and Cebu. These three facilities already account for more than one hundred megawatts going into the national grid.

"We remain bullish and hopeful in this current track and look forward to contributing to a stronger economy for the country," said Cosiquien. #