

06 May 2021

Refer to Anna Salgado
0917.5637629 | asalgado@megawide.com.ph

On May 06, 2021, GMR MEGAWIDE Cebu Airports Corp. (GMCAC), airport subsidiary of Megawide Construction Corporation ("Megawide" or the "Company"), and its Lenders executed an agreement for the rebalancing of its debt servicing commitments and relaxation of debt covenants, which are associated with the end-2020 outstanding P23.9-billion project financing contracted to develop, operate, and maintain the multi-awarded Mactan-Cebu International Airport (MCIA).

The Lenders are composed of the country's largest



settle for a more extensive and mutually-beneficial scheme for all parties,” said Ramon H. Diaz, Megawide’s Group Chief Financial Officer.

While the Philippines initially expected a short-lived impact of the virus, GMCAC prioritized cost rationalization and cash preservation as banks took on a more conservative stance. Both GMCAC and the Lenders embarked on a lengthy discussion that focused on formulating a rational, comprehensive, and longer-term program that addresses the cash flow challenges of the airport business during the pandemic, while offering definite, acceptable, and equitable terms to the Lenders once normalcy returns.

The successful completion of the negotiations is a strong sign of endorsement and confidence in GMCAC’s airport’s business model and Megawide’s long-term value creation initiatives.

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 Paranaque Integrated Terminal Exchange (PITX). Megawide is also the construction partner for the Clark International Airport New Passenger Terminal Building. It is currently 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.