

For Release

ARTHALAND H1 net income up 65% to Php917M

Manila, Philippines / August 14, 2020. ARTHALAND, the country's foremost developer of sustainable and green properties, recorded a net income of Php917M in the first half of 2020. In June, the company completed the sale of 40% of its interest in the North Tower of Savya Land Development Corporation to Mitsubishi Estate Corporation.

"We are extremely pleased to have finalized our strategic partnership with Mitsubishi Estate as it will allow us to benefit from their vast expertise in real estate development," said Jaime C. González, Vice Chairman and President, ARTHALAND.

Revenues fell 18% to Php886M as against the Php1,081M recorded during the same period last year. The drop in revenues is substantially aligned with management's expectation following the temporary impact of the COVID-19 pandemic on operations.

"We expect recovery in the following periods and we continue to retain project target delivery dates as we have built-in sufficient flexibility in our timelines and because we have chosen to work with the top tier general contractors. In particular, the handover to buyers of Phase 1 of Cebu Exchange is on track by the 4th quarter of this year. Similarly, for the Savya Financial Center and Sevina Park, we have worked closely with our contractors to recover from any delays resulting from the temporary closure of the construction site following the ECQ," said Mr. González.

ARTHALAND's financial position remains very strong as major capital raising efforts were completed earlier in the year, allowing for a very favorable liquidity position to more than adequately support all projects. Cash balances increased to Php4.7B, as against Php1.2B in year-end 2019, and the Company continues to maintain conservative leverage levels following prudent financial management policies and other risk mitigation strategies in place. The Arthaland Century Pacific Tower continued to be the main source of Arthaland's recurring income and delivered valuation gains in H1 2020.

###

ARTHALAND is the foremost green developer recognized by both local and global organizations for its superior design, high quality, focus on sustainability and innovation. It has made its mark in the Philippine real estate industry by pioneering the development and management of exceptional best-in-class properties that adhere to international and local standards for premium green projects. For more information about Cebu Exchange and Consolidated Leasing Solutions (CLS) by ARTHALAND, call +63917 77 ARTHA (28742), e-mail ask@arthaland.com, or visit www.arthaland.com. You can also visit our showroom onsite at 2/F Cebu Exchange, Salinas Drive, Lahug, Cebu City.

MEDIA CONTACT

Luigi I. Avanceña

Mobile: +63 998 544 7046

Email: luigi.avancena@gmail.com

