

WILCON DEPOT, INC. HOLDS ANNUAL STOCKHOLDERS' MEETING

Wilcon Depot, Inc. today held its 2020 Annual Stockholders' Meeting virtually. The meeting, which was originally scheduled for June 22, 2020 was postponed to make way for the shift to an online meeting.

Major items taken up during the meeting include the election of the board of directors, approval of the annual report and audited financial statements as of December 31, 2019, ratification of all acts of the board of directors and management in 2019 and amendments to the company's by-laws.

All current members of the board were re-elected:

- 1) Mr. Bertram B. Lim – Chairman / Independent Director
- 2) Mr. Ricardo S. Pascua - Independent Director
- 3) Mr. Rolando S. Narciso - Independent Director
- 4) Mr. Delfin L. Warren – Independent Director
- 5) Ms. Lorraine Belo-Cincochan – Director
- 6) Mr. Mark Y. Belo - Director
- 7) Ms. Careen Y. Belo - Director

The proposed amendments to the by-laws are mainly to reflect the recent changes in the Corporation Code of the Philippines and to provide guidelines for the conduct of meetings via telephone conferencing, video conferencing, or other remote or electronic means, in accordance with the procedures prescribed by the Corporation and relevant laws and regulations and voting through remote communication. Amendments also include the composition of the board, creation of an emergency board and delegation to the Board the power to amend the by-laws.

Ms. Lorraine Belo-Cincochan presented her report on the company's 2019 operating and financial performance. The company, in 2019, showed a consistently strong performance with net sales reaching P24.5 billion, up 16.3% year-on-year with net income increasing by 15.8% to P2.1 billion. Following this result, the company declared dividends of P0.18 per share, which was distributed on April 16, 2020 amid the enhanced community quarantine. Ms. Belo-Cincochan also reported that the company's capital expenditure reached P2.6 billion in 2019, invested in six new depots, renovations and extensions of existing stores, new warehouse buildings and new software.

Since the company already disclosed its first half 2020 results, Ms. Belo-Cincochan also updated the shareholders on the impact of the quarantine measures on Wilcon's operations including the closure of 44 of its branches for two months and how the company adapted to the new normal, strictly implementing health and safety measures for a worry-free shopping experience.

Wilcon's founder and Chairman Emeritus also delivered his message, acknowledging and thanking the company's frontliners, their customer experience heroes for their dedication and hard work during this time of pandemic. The founder reiterated that Wilcon remains committed to its goal of reaching 100 stores by 2025 despite the disruption caused by the pandemic.