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Heng Fai Enterprises Limited
恒輝企業控股有限公司

(Incorporated in Hong Kong with limited liability)
(Stock Code: 185)

OVERSEAS REGULATORY ANNOUNCEMENT
RESULTS OF A SUBSIDIARY

THIS IS NOT THE ANNOUNCEMENT OF THE FINANCIAL RESULTS OF HENG FAI ENTERPRISES LIMITED (THE “COMPANY”). THIS ANNOUNCEMENT IS MADE BY THE COMPANY PURSUANT TO RULE 13.10B OF THE LISTING RULES TO PROVIDE SHAREHOLDERS OF THE COMPANY WITH FINANCIAL INFORMATION ON A LISTED SUBSIDIARY OF THE COMPANY, GLOBAL MEDICAL REIT INC., WHICH HAS ANNOUNCED ITS UNAUDITED FINANCIAL RESULTS FOR THE THREE MONTHS ENDED 30 NOVEMBER 2014.

This announcement is made pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Global Medical REIT, Inc. (“GMR”), a subsidiary company of the Company whose shares are traded on the Over-The-Counter in the United States of America, has announced the unaudited financial results for the three months ended 30 November 2014.

The summary of the unaudited financial results of the GMR for the three months ended 30 November 2014 together with the comparative figures for the corresponding period of last year are provided below:

INCOME STATEMENT	3 months ended 30 November 2014 ("1Q2015") US\$	3 months ended 30 November 2013 ("1Q2014") US\$	% Change
Revenue	445,244	-	N.M
EBITDA from established businesses ¹	231,181	-	N.M
Depreciation and amortization	(179,217)	-	N.M
Interest	(335,304)	-	N.M
Loss before taxation	(283,340)	(7,665)	3597%
Taxation	-	-	N.M
Loss for the period	(283,340)	(7,665)	3597%
Funds from operation ("FFO")	(104,123)	(7,665)	1258%

BALANCE SHEET	As at 30 November 2014 US\$	As at 31 August 2014 US\$	% Change
Total assets	24,746,893	22,244,759	11.2%
Total Liabilities	(22,872,824)	(20,023,450)	14.2%
Net asset value	1,874,069	2,221,309	-15.6%
No. of shares outstanding	250,000	250,000	0%
Net asset value per share ²	7.50	8.89	-15.6%

N.M: Not meaningful

Notes:

- On 10 November, 2014 GMR entered into a Management Agreement, with an effective date of April 1, 2014, with Inter-American Management, LLC ("IAM"), a subsidiary of the Company. Under the terms of the Management Agreement, IAM is responsible for designing and implementing GMR's business strategy and administering its business activities and day-to-day operations. For performing these services, GMR will pay IAM 8% of rental revenue for property management services and a base management fee equal to the greater of (a) 2.0% per annum of the GMR's net asset value, or (b) US\$30,000 per calendar month. For the 3 months ended November 30, 2014, management fees charged by IAM was US\$90,000. Additionally, GMR expensed US\$48,400 that was paid to IAM related to the acquisition of the Asheville facility in September 2014.*
- On November 7, 2014, GMR effected a share consolidation of the outstanding shares of its common stock at the ratio of 1-for-400 (the "Share Consolidation"). All references to shares of GMR's common stock in this announcement refers to the number of shares of common stock after giving effect to the Share Consolidation (unless otherwise indicated).*

During the three months ended 30 November 2014, GMR paid three monthly dividends started from its first monthly dividend in July 2014 and paid an aggregate of US\$0.2556 per share (total dividend paid amounted to US\$63,900), achieving the targeted 8.0% annualized yield.

Subsequent to the financial year ended 31 August 2014, GMR has consistently distributed monthly dividends to its shareholders with annualized yield over 8.0%.

By Order of the Board
Heng Fai Enterprises Limited
Chan Tong Wan
Managing Director

Hong Kong SAR, 16 February, 2015

As at the date of this announcement, the executive Directors are Mr. Chan Heng Fai, Mr. Chan Tong Wan, Ms. Chan Yoke Keow; the non-executive Directors are Dr. Lam, Lee G and Mr. Fong Kwok Jen and the independent non-executive Directors are Mr. Wong Tat Keung, Mr. Wong Dor Luk, Peter and Mr. Chan King Fai.