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ZH INTERNATIONAL HOLDINGS LIMITED

正恒國際控股有限公司

(formerly known as Heng Fai Enterprises Limited)

(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 ZH INTERNATIONAL HOLDINGS 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 AND NINE MONTHS ENDED 30 SEPTEMBER 2015.

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 listed on the Over-The-Counter in the United States of America, has announced its unaudited financial results for the three months and nine months ended 30 September 2015.

The summary of the unaudited financial results of the GMR for the three months and nine months ended 30 September 2015 together with the unaudited comparative figures for the corresponding periods of last year are provided below:

INCOME STATEMENT (UNAUDITED) (US\$)	3 months ended 30 September 2015	9 months ended 30 September 2015	3 months ended 30 September 2014	9 months ended 30 September 2014
Total revenue	487,102	1,405,140	409,002	522,827
EBITDA from established businesses ^{1,2}	19,292	616,549	267,061	(163,621)
Depreciation	(153,148)	(446,491)	(138,528)	(177,245)
Interest expense	(363,937)	(988,825)	(314,139)	(405,145)
Loss before taxation	(497,793)	(818,767)	(185,606)	(746,011)
Taxation	-	-	-	-
Loss for the period	(497,793)	(818,767)	(185,606)	(746,011)
Funds from operations (“FFO”)	(344,645)	(372,276)	(47,078)	(568,766)

BALANCE SHEET (US\$)	As at 30 September 2015 (unaudited)	As at 31 December 2014 (audited)
Total assets	35,872,802	24,640,068
Total liabilities	(35,157,030)	(22,913,829)
Total shareholders’ equity	715,772	1,726,239
No. of shares outstanding	250,000	250,000

Notes:

- On 10 November, 2014 GMR entered into a Management Agreement, with an effective date of 1 April, 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 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 and 9 months ended 30 September, 2015, management fees charged by IAM were US\$90,000 and US\$270,000, respectively.*
- During the three months ended 30 September, 2015, GMR expensed US\$227,000 of one-time acquisition cost that was paid to the IAM related to the acquisition of the West Mifflin medical facility.*

During the nine months ended 30 September 2015, GMR distributed nine monthly dividends payments for an aggregate of US\$0.7668 per share (total dividend paid amounted to US\$191,700), which has achieved the targeted 8.0% annualized yield. GMR made its first monthly dividend payment in July 2014.

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

The consistent dividend payment track record to date underscores the validity of the business model of GMR which has to date acquired an acute care hospital in Omaha, an orthopedic surgery center in North Carolina and a surgery center and medical office building located in West Mifflin, Pennsylvania. The acquisitions by GMR have begun contributions to FFO for GMR. GMR has sustained an annualized dividend yield of 8.0% even as it contemplates its migration to the New York Stock Exchange, an event which will allow GMR to obtain institutional funds to expand its asset base and leverage potential. The latter will, in turn, increase REIT management fees to be earned by the Company's 85%-held subsidiary, IAM, which will contribute positively to the income and shareholder value of the Company.

By Order of the Board
ZH International Holdings Limited
Zhang Jingguo
*Chairman, Chief Executive Officer
and Executive Director*

Hong Kong, 4 November, 2015

As at the date of this announcement, the executive Directors are Mr. Zhang Jingguo, Mr. Zhang Guoqiang, Mr. Eric Jackson Chang; the non-executive Director is Ms. Huang Yanping and the independent non-executive Directors are Mr. Liu Da, Dr. Liu Qiao and Mr. Ma Yuntao.

Any forward-looking statements contained in this announcement are based upon GMR's current assumptions and expectations concerning future events and financial performance and are made pursuant to the "safe harbor" provisions of the U.S. Private Securities Litigation Reform Act of 1995. Such statements are subject to significant business, economic and competitive risks and uncertainties that could cause actual results to differ materially from those reflected in such forward-looking statements. All information provided in this announcement is as of the date of this announcement, and GMR does not undertake any obligation to update any forward-looking statement, except as required under applicable law.