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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)

VOLUNTARY ANNOUNCEMENT

The board (“**Board**”) of directors (“**Directors**”) of Heng Fai Enterprises Limited (“**Company**”, together with its subsidiaries as “**Group**”) is pleased to announce that American Housing REIT Inc. (“**AHR**”), an U.S.-listed subsidiary of the Company, has paid its first-ever dividend for the January-March 2014 quarter of US\$0.0017 for each common share outstanding, payable on 23 April 2014, with an indicative yield (annualised basis) that will exceed 8%.

The Company had unveiled in December 2013 a corporate strategy, which combines seeding and growing a portfolio of high-yield Real Estate Investment Trusts (“**REITs**”), and managing these REITs to develop recurring income.

This distribution decision is a key step in the AHR's development, as AHR will be supported by stable cash flows generated by quality single-family homes with stable rental income. AHR expects to distribute dividends on a quarterly basis to achieve an indicative yield in excess of 8% per annum even as it acquires more single-family homes.

In addition, AHR also proposed for a share consolidation of its shares on the basis of 150 pre-consolidation common shares for each one post-consolidation common share. AHR currently has approximately 41 million issued and outstanding common shares, following the consolidation, AHR would have approximately 274,000 post-consolidation common shares outstanding following the consolidation, representing an indicative price of US\$12.16 per share, which comprises the Company's investment in AHR to date.

Apart from AHR, the Company currently controls another listed REIT, Global Medical REIT Inc. (“GMR”), which has announced its first acquisition of a medical facility in Omaha, Nebraska, as part of its strategy to build up a portfolio of high-yielding medical assets in the United States. GMR expects to declare a maiden monthly dividend in July 2014.

To accelerate its REIT ownership and management strategy, the Company has announced its intention to seek a secondary listing on the Alternative Investment Market of the London Stock Exchange to raise additional capital for the Company to grow its REIT portfolio, strengthen its balance sheet for future expansion and raise its investor profile internationally.

The Company has on 14 April 2014 announced the appointment of Allenby Capital Limited as its adviser and broker for the proposed AIM listing.

The Managing Chairman of the Company, Mr. Chan Heng Fai, said: “*AHR’s first-ever distribution underscores our commitment to pay quarterly dividends in line with our guidance to deliver shareholders an indicative yield in excess of 8% on an annualised basis.*”

“*The share consolidation also paves the way for us to attract investors, including institutions, to our accelerated growth strategy, riding on then positive trends in the U.S. housing and medical sectors. Our growth strategy is backed by a well-experienced management team committed to enhancing shareholder value,*” he added.

The Company will make further announcements as and when there are material updates to the consolidation.

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About Heng Fai Enterprises Ltd.

Heng Fai Enterprises Limited, formerly known as Xpress Group Limited, has been listed on the Hong Kong Stock Exchange since 1972 and has a current market capitalisation of approximately HK\$1.4 billion (US\$183 million). The Chan family has majority control of the Company's share capital base.

The Company is led by directors with strong finance and property experience as well as an established track record on Wall Street, and in Hong Kong and Singapore.

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

Hong Kong SAR, 24 April 2014

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 Mr. Fong Kwok Jen and Mr. Teh Wing Kwan and the independent non-executive Directors are Mr. Chan King Fai, Mr. Tan Choon Seng, Mr. Wong Dor Luk, Peter and Mr. Wong Tat Keung.

Any forward-looking statements contained in this announcement are based upon AHR and 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 AHR and GMR do not undertake any obligation to update any forward-looking statement, except as required under applicable law.