



CMP/OCT/2022/0005

إعلان  
Announcement

Date	11/10/2022	التاريخ
Company Name	مجموعة جي إف إنش المالية ش.م.ب. GFH Financial Group B.S.C.	إسم الشركة
Trading Code	GFH	رمز التداول
Subject	خبر صحفي من مجموعة جي إف إنش المالية Press Release by GFH Financial Group	الموضوع
Information	<p>تود مجموعة جي إف إنش المالية الإعلان عن إستحواذ على محافظة العيادات الطبية الثانية بالولايات المتحدة بقيمة 400 مليون دولار أمريكي بالشراكة مع "بيج سكاى ميديكال".</p> <p>لمزيد من التفاصيل بالإمكان الإطلاع على الخبر المرفق.</p> <p>GFH Financial Group would like to announce the acquisition of second US Medical Clinics Portfolio valued at US\$400 Million in joint venture partnership with Big Sky Medical.</p> <p>For further details please refer to the attached release.</p>	المعلومة
Expected Financial Impact	<p>من المتوقع أن ينعكس هذا الإستثمار بشكل إيجابي على البيانات المالية للمجموعة ويزيد عوائد المجموعة.</p> <p>This Investment is expected to reflect positively on the Group's financials and increase the returns for the Group.</p>	الأثر المالي المتوقع

Name	Mariam Jowhary	مريم جوهري	الإسم
Title	Head of Compliance & AML	رئيس الإلتزام ومكافحة غسل الاموال	المسمى الوظيفي
Company Seal ختم الشركة		Signature التوقيع	



## GFH Acquires Second US Medical Clinics Portfolio Valued at US\$400 Million



**Manama -11 October 2022:** GFH Financial Group ("GFH or the Group") today announced increasing its exposure to the medical office/clinics sector through a second US Medical Clinics Portfolio in a transaction valued at c. US\$400 million. The income-yielding portfolio is comprised of 11 geographically diversified assets spread across four US states - California, Texas, Maryland and Louisiana.

Covering an area exceeding 1 million square feet, the Portfolio is anchored by investment-grade credit tenancy through Baylor Scott & White (Moody's Aa3), Texas A&M Health Science Center (Fitch: AAA), Texas Tech University (Fitch AA+), Memorial Hermann (S&P: A+) and Tidal Health (Moody's:Aa3). The assets also offer unique specializations within their respective submarkets, positioning them for high occupancy and rent growth.

Supporting the investment, the medical clinics sector has been strong performing and proven to be highly resilient to economic downturns, with 99% rent collection during the COVID-19 pandemic. Furthermore, the medical clinics occupancy reflected the strong demand for the sector in the first half of 2022 according to Colliers reaffirming its resiliency. The sector also continues to benefit from population growth and the aging of the US population accompanied by a steady increase in healthcare expenditure, which accounted for 19% of the US GDP in 2021 as well as the continued increase in demand for outpatient services that are provided in the medical clinic sector.

The investment capitalizes on the joint venture partnership with Big Sky Medical (Big Sky), a highly reputed and experienced asset management platform focusing on medical assets with a proven track record of acquiring and managing healthcare properties. The principals of Big Sky Medical have invested in nearly 6m square feet comprising approximately 100 medical assets across 19 states with an overall current portfolio value of US\$ 2 billion. GFH aligns interests with Big Sky medical as both share the same focus of investing in and aggregating assets in the high-demand and downturn-resistant medical sector. GFH's partnership with Big Sky has already resulted in a number of acquisitions totalling approximately \$500mn in the past six months alone. This transaction is the third in a series of joint acquisitions.

Commenting, Mr. Nael Mustafa, Co-Chief Investment Officer – Real Estate at GFH said, "We are pleased to announce the acquisition of this prime, income-yielding medical clinic portfolio as part of GFH's ongoing



expansion in the medical office building sector in fast-growing cities across the US. We believe strongly in the long-term fundamentals in the healthcare sector and the dynamics that are supporting an increase in demand for high-quality medical office space. This includes aging populations and growth in out-patient care which continues to make the sector highly recession-resilient and unimpacted by economic cycles. We look forward to working with our partner Big Sky Medical to maximise the value of these assets.”

To date, GFH has built a portfolio of assets in the US medical office building sector valued at c. US\$1 billion.

**-Ends-**

**About GFH Financial Group B.S.C.:**

GFH is one of the most recognised financial groups in the Gulf region. Its businesses include Asset Management, Wealth Management, Commercial Banking and Proprietary investments. The Group’s operations are focused in the GCC, US and Europe. GFH is listed in Bahrain Bourse, Boursa Kuwait, Dubai Financial Market and ADX. For more information, please visit [www.gfh.com](http://www.gfh.com)

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