

Interim Condensed Financial Statements of

ALTERNATE HEALTH CORP.
(Formerly 1017344 BC Ltd.)

For the Three month period ended March 31, 2016
(Unaudited)

These unaudited interim financial statements of Alternate Health Corp have been prepared by management and have not been reviewed by the Company's external auditors.

ALTERNATE HEALTH CORP.

Interim Condensed Statement of Financial Position

As at March 31, 2016 and Dec 31, 2015

(Unaudited)

	March 31, 2016	Dec 31, 2015
ASSETS		
Current assets		
Cash	\$ 267	\$ 110
HST receivable	169	762
	\$ 436	\$ 872
LIABILITY AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable	\$ 10,979	\$ 9,961
Due to related party (note 4)	6,742	4,727
	\$ 17,721	14,688
Shareholders' equity		
Share capital (note 6)	7,932	7,932
Deficit	(25,217)	(21,748)
	(17,285)	(13,816)
	\$ 436	\$ 872

Nature and continuance of operations (note 1)

See accompanying notes to interim condensed financial statements

Approved on behalf of the board of directors

Bobby Curtola, Director

James Griffiths, Director

ALTERNATE HEALTH CORP.

Interim Condensed Statement of Loss and Comprehensive Loss

For the three month periods ended
March 31, 2016 and 2015 (Unaudited)

	Three months ended March 31, 2016	Three months ended March 31, 2015
Revenue	\$ -	\$ -
Operating expenses		
Bank charges and interest	90	-
Professional fees	3,379	-
	(3,469)	-
Net and comprehensive gain (loss)	\$ (3,469)	-

See accompanying notes to interim condensed financial statements

ALTERNATE HEALTH CORP.

Interim Condensed Statement of Changes in Equity

For the three month periods ended
March 31, 2016 and 2015 (Unaudited)

	Shares	Share capital	Deficit	Total
Balance, December 31, 2014	1	\$ 1	- \$	1
Net and comprehensive loss		-	-	
Balance, March 31, 2015	1	\$ 1	- \$	1
Balance , December 31, 2015	396,600	\$ 7,932	(21,478) \$	(13,816)
Net and comprehensive loss		\$	(3,469) \$	(3,469)
Balance March 31, 2016	396,600	\$ 7,932	(25,217) \$	(17,285)

See accompanying notes to interim condensed financial statements

ALTERNATE HEALTH CORP.

Interim Condensed Statement of Cash Flows

For the period ended March 31, 2016 and 2015

	Three months ended March 31, 2016	Three months ended March 31, 2015
Operating activities		
Net and comprehensive gain (loss)	\$ (3,469)	\$ -
Changes in non-cash working capital accounts (note 6)	1,611	-
	(1,858)	-
Financing activities		
Advances from related party	2,015	-
	-	-
Cash provided by (used in) financing activities	2,015	-
Increase (decrease) in cash	157	-
Cash, beginning of period	110	1
Cash, end of period	\$ 267	\$ 1

See accompanying notes to interim condensed financial statements

ALTERNATE HEALTH CORP.

Notes to Interim Condensed Financial Statements (unaudited)

For the period ended March 31, 2016 and 2015

1. Nature of operations

Alternate Health Corp. (formerly 1017344 BC Ltd.) (the "Company" "AHC") was incorporated on October 26, 2014, under the laws of the province of British Columbia, Canada. The head office, principal address, records office and registered address of the Company are located at 309 – 1485 6th Ave W. Vancouver, British Columbia, Canada, V6H 4G1.

These financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations.

Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. The Company's continuation as a going concern is dependent upon the successful results from its business activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. Management intends to finance operating costs over the next twelve months with loans from Alternate Health Inc (see note 7), debt or equity financing of the Company and or profits from its business activities

These interim condensed financial statements were authorized for issuance by the Board of Directors of the Company on May 30, 2016.

2. Significant Accounting Policies

The significant accounting policies and critical and critical estimates and judgments as disclosed in the Company's December 31, 2015 audited annual financial statements have been consistently applied in the preparation of these unaudited financial statements.

The unaudited condensed financial statements are presented in Canadian dollars.

Statement of Compliance

The financial statements of the Company comply with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

These interim condensed financial statements were authorized for issuance by the Board of Directors of the Company on May 30, 2016.

ALTERNATE HEALTH CORP.

Notes to Interim Condensed Financial Statements (unaudited)

For the period ended March 31, 2016 and 2015

3.

Plan of arrangement

On October 29, 2014, the Company entered into an Arrangement Agreement with Riske Capital Corp. ("Riske"). Riske is a reporting issuer in the provinces of Alberta and British Columbia.

Final Court Order approving the Arrangement was received by Riske on December 3, 2014. Under the terms of the Arrangement: (i) Riske will transferred to the Company all of its interest in a letter of intent with Fusion Business Group and \$1,000 cash; and (ii) the Company will issue 396,600 Common Shares to the shareholders of Riske. By resolution of the board of directors of Riske, the Closing of the transaction and Effective Date of Arrangement as it pertains to the Company was deemed to have occurred on April 15, 2015. The letter of intent with Fusion Business Group was cancelled on April 15, 2015.

Following completion of the Arrangement Agreement, the Company became a reporting issuer.

4. **Due to related party**

Amounts due to related party are due on demand, are unsecured and bear no rate of interest.

	2015	2014
Due to Alternate Health Inc.	\$ 4,245	\$ -

The advances are due to Alternate Health Inc. ("AHI"), a related company by virtue of common management. Also see note 7.

ALTERNATE HEALTH CORP.

Notes to Interim Condensed Financial Statements (unaudited)

For the period ended March 31, 2016 and 2015

5. Share capital

	2016	2015
Authorized		
Unlimited number of common shares without par value.		
Issued		
396,600 common shares	\$ 7,932	\$ 1

On October 26, 2014, the Company issued one common share for gross proceeds of \$1. This share was subsequently cancelled.

On April 15, 2015, pursuant to the Plan of Arrangement (see Note 3), the Company issued 396,600 common shares to Riske, and such shares were subsequently distributed to each shareholder of Riske pursuant to the Arrangement.

6. Changes in non-cash working capital accounts

	Three month ended March 30, 2016	Three month ended March 30, 2015
HST	\$ 593	-
Accounts payable	\$ 1,018	-
	\$ 1,611	-

7. Share Exchange Agreement

On November 23, 2015, the Company, and Alternate Health Inc. and its shareholders (“AHI”), an arms’ length British Columbia-based company signed a definitive share exchange agreement to complete a proposed acquisition of AHI by AHC (the “Share Exchange Agreement”).

Pursuant to the terms of the Share Exchange Agreement, AHC will acquire all of the issued and outstanding shares of AHI in exchange for issuance of AHC shares on a one for one basis to the Company’s shareholders, which will result in AHI becoming a wholly-owned subsidiary of AHC and the business of AHI becoming the business of AHC (the “Acquisition”). Pursuant to the terms of the proposed Acquisition, AHC will issue 29,970,000 shares to the shareholders of AHI for the Acquisition, resulting in AHI becoming a wholly owned subsidiary of AHC. 550,000 Warrants of AHC will also be issued to/exchanged with the holders of warrants of the Company on a one for one basis.

The proposed Acquisition is being used by AHC to file for listing on the Canadian Securities Exchange (“CSE”). Completion of the Acquisition is subject to approval of the CSE.