JG Wealth Management Corporation

Condensed Consolidated Interim Financial Statements

Three and Nine months ended June 30, 2016

(Unaudited)

(Expressed in Canadian Dollars)

NOTICE TO READER

Under National Instrument 51-102, if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements have been prepared by management, and were not reviewed by the Company's independent auditor.

JG Wealth Management Corporation
Condensed consolidated interim statement of financial position

(Unaudited - Expressed in Canadian Dollars)

	Note	June 30, 2016	September 30, 2015
		$	$
Assets			
Current assets			
Cash		**1,045,487**	554,569
Accounts receivable	5	**5,544**	3,387
Investments	4, 10	**1,913,821**	1,660,126
Purchase prepayments		**2,100**	-
		2,966,952	2,218,082
Non-current			
Property	6	**-**	1,077,660
Total assets		**2,966,952**	3,295,742
Liabilities and shareholders' equity			
Current liabilities			
Accounts payable and accrued liabilities	7	**2,925**	44,416
Note payable	8, 11	**-**	506,082
		2,925	550,498
Non-current			
Deferred tax liability		**29,000**	29,000
Total liabilities		**31,925**	579,498
Shareholders' equity			
Share capital	3, 9	**2,317,064**	2,002,064
Other capital reserve	3, 9	**39,511**	39,511
Subscriptions received in advance		**-**	225,000
Retained earnings		**578,452**	449,669
Total equity		**2,935,027**	2,716,244
Total liabilities and shareholders' equity		**2,966,952**	3,295,742

Nature of operations and going concern (Note 1)

Approved and authorized for issuance by the Board of Directors on August 29 , 2016

"Sonny Janda"	*"Jatinder Bains"*
Director	Director

See accompanying notes to the condensed consolidated interim financial statements

JG Wealth Management Corporation
Condensed consolidated interim statement of comprehensive income (loss)

(Unaudited - Expressed in Canadian Dollars)

	Note	3 months ended June 30		9 months ended June 30	
		2016	**2015**	**2016**	**2015**
		$	$	**$**	$
Rental income	11	**-**	12,264	**13,274**	26,550
Rental expenses		**-**	12,640	**3,224**	16,220
Net Rental income		**-**	(376)	**10,050**	10,330
Expenses					
Consulting		**4,500**	21,216	**63,500**	57,416
Interest	8, 11	**47**	–	**2,302**	–
Office and administration		**4,887**	6,909	**15,126**	8,796
Professional fees		**2,500**	2,000	**11,930**	7,300
Trust and filing fees		**4,582**	2,289	**13,326**	3,381
Total operating expenses		**16,516**	32,414	**106,184**	76,893
Realized gain (loss) on sale of investments	4, 10	**(27,632)**	–	**7,617**	–
Loss on sale of property	6	**-**	–	**(1,489)**	–
Unrealized gain (loss) on fair value of investments	4, 10	**423,521**	(40,518)	**218,789**	44,742
Net income (loss) before tax		**379,373**	(73,308)	**128,783**	(21,821)
Income (Loss) and other comprehensive income (loss)		**379,373**	(73,308)	**128,783**	(21,821)
Income (Loss) per share, basic and diluted		**0.01**	–	**–**	–
Weighted average number of outstanding shares, basic and diluted		**31,434,172**	30,646,672	**31,434,172**	30,646,672

See accompanying notes to the condensed consolidated interim financial statements

JG Wealth Management Corporation

Condensed consolidated interim statement of cash flow

(Unaudited - Expressed in Canadian Dollars)

Nine Months ended June 30,	2016	2015
Cash (used in) provided by:	**$**	$
Operating activities		
Income (loss) for the period	**128,783**	(21,821)
Items not involving cash :		
Loss from sale of property	**1,489**	-
Gain from sale of investments	**(7,617)**	-
Unrealized (gain) loss on fair value of investments	**(218,789)**	(44,742)
Changes in non-cash operating working capital		
Accounts receivable	**(2,157)**	(14,940)
Accounts payable and accrued liabilities	**(41,490)**	38,857
Purchase prepayments	**(2,100)**	-
Cash provided by (used in) operating activities	**(141,881)**	(42,646)
Investing activities		
Acquisition of cash - Arrangement	**-**	58,362
Proceeds from sale of property	**1,076,170**	-
Proceeds from sale of investments	**64,596**	-
Purchase of investments	**(91,885)**	(190,519)
Cash provided by (used in) investing activities	**1,048,881**	(132,157)
Financing activities		
Proceeds from issuance of promissory note	**-**	500,000
Repayment of promissory note	**(506,082)**	-
Proceeds from issuance of common shares	**90,000**	-
Cash provided by (used in) financing activities	**(416,082)**	500,000
Increase of cash	**490,918**	325,197
Cash, beginning of period	**554,569**	-
Cash, end of period	**1,045,487**	325,197
Supplementary information:		
Cash paid for interest	**2,302**	2,025
Cash paid for income taxes	**-**	-

See accompanying notes to the condensed consolidated interim financial statements

JG Wealth Management Corporation
Condensed consolidated statement of changes in equity
Nine months ended June 30, 2016 and 2015
(Unaudited - Expressed in Canadian Dollars except for number of shares)

		Common shares					
	Note	**Number**	**Amount**	**Other capital reserve (Note 3)**	**Subscription received in advance**	**Retained earnings**	**Total equity**
			$	$	$	$	$
September 30, 2014		1	1				1
Completion of the Arrangement		30,646,671	2,002,063				2,002,063
Adjustment for shares issued in the Arrangement				39,511			39,511
Net loss						(21,821)	(21,821)
June 30, 2015		30,646,672	2,002,064	39,511	-	(21,821)	2,019,754
September 30, 2015		30,646,672	2,002,064	39,511	225,000	449,669	2,716,244
Issuance of common shares	9	787,500	315,000		(225,000)	-	90,000
Net income		-	-			128,783	128,783
June 30, 2016		**31,434,172**	**2,317,064**	**39,511**	**-**	**578,452**	**2,935,027**

See accompanying notes to the condensed consolidated interim financial statements

1. NATURE OF OPERATIONS AND GOING CONCERN

JG Wealth Management Corporation (the "Company") was incorporated on November 29, 2007. The Company is a venture capital and investment company. The Company's head office is located at Suite 200 – 8338 120th Street, Surrey, BC, V3W 3N4. The Company ceased to be a subsidiary of Mag One on January 1, 2015 and the Company's shares commenced trading on Canadian Securities Exchange ("CSE") under the symbol JGW on March 12, 2015 (Note 3).

Going concern

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. The Company's continuation as a going concern is dependent whether the Company can be developed into a viable business, performance of investments, and continued support from the Company's related parties. These factors indicate the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its statement of financial position.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with the International Accounting Standards ("IAS") 34 "Interim Financial Reporting" issued by the International Accounting Standards Board ("IASB"). They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2015 annual financial statements.

Basis of preparation

These condensed consolidated interim financial statements have been prepared on an accrual basis and are based on historical costs, except for certain financial instruments measured at their fair value as explained in the accounting policies below. All amounts are presented in Canadian dollars unless otherwise noted.

Consolidation

These condensed consolidated interim financial statements included the accounts of the Company and its wholly owned subsidiary, 1042484 B.C. Ltd. (formerly Acana Capital Corp.) that was incorporated on July 10, 2015 in British Columbia, Canada.

Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation. 1042848 B.C. Ltd. does not have any activities since inception.

Significant estimates and assumptions

The preparation of financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions concerning the future. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Significant estimates and assumptions (continued)

Estimates where there is significant risk of material adjustments to assets and liabilities in future accounting periods include fair value measurements for financial instruments, carrying values of the investments and the property, the fair value of the shares issued in connection with the closing of the Arrangement, and the recoverability and measurement of deferred tax assets.

Significant judgments

The preparation of financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments in applying the Company's financial statements is the assessment of the Company's ability to continue as a going concern and whether there are events or conditions that may give rise to significant uncertainty.

Adoption of new accounting policies

The Company has not adopted new accounting policies since its recent year ended September 30, 2015.

New Accounting Standards and Interpretations

IFRS 9 Financial Instruments ("IFRS9") was issued by the IASB in October 2010 and will replace IAS 39 Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 will be effective January 1, 2018. Earlier adoption is permitted. The Company is in the process of assessing the impact of this standard on its financial statements. Other new accounting standards have no material effect on the Company's financial statements.

3. CORPORATE RESTURCTING

During fiscal 2015, the Company and its former parent company, Mag One, entered into a plan of arrangement in order to proceed with a corporate restructuring (the "Arrangement") by the way of a plan of arrangement, whereby Mag One transferred assets of Mag One to the Company in return for 30,646,671 common shares of the Company with a fair value of $2,002,063. The Company's shares were distributed to the shareholders of Mag One on a pro-rata basis based on their relative shareholdings of Mag One at the completion of the Arrangement, when the Company's common shares started trading on the CSE after all the approvals were received.

(Unaudited - Expressed in Canadian dollars)

3. CORPORATE RESTURCTING (Continued)

The carrying value of the net assets received on January 1, 2015 pursuant to the Arrangement consists of the following:

	$
Assets	
Cash	58,362
Investments	836,699
Property	1,151,496
Liabilities	
Deferred revenue	(4,983)
Net assets	2,041,574
Shares issued pursuant to plan to the Arrangement	(2,002,063)
Adjusted for shares issued in connection with the Arrangement	39,512

The fair value of the shares was determined to be the fair value of the net assets transferred.

The Arrangement completed on March 12, 2015 when the Company ceased to be a subsidiary of Mag One and commenced trading on CSE under the symbol JGW.

4. INVESTMENTS

The Company's investments are comprised of investments in shares and share purchase warrants of Canadian public companies (Note 10).

Details of investments as at September 30, 2015 and June 30, 2016 are as follows:

	Total
Cost:	$
At September 30, 2015	1,074,421
Additions	91,885
Disposals	(56,979)
At June 30, 2016	1,109,327
Accumulated fair value adjustment:	$
At September 30, 2015	585,705
Changes	218,789
At June 30, 2016	804,494
Net carrying value:	$
At September 30, 2015	1,660,126
At June 30, 2016	1,913,821

(Unaudited - Expressed in Canadian dollars)

4. INVESTMENTS (Continued)

The fair value of the warrants was determined using the Black-Scholes option pricing model using the following weighted average assumptions:

	June 30, 2016	September 30, 2015
Expected life of warrants (years)	3.23	2.79
Annualized volatility	130%	176%
Risk-free interest rate	0.5%	0.5%
Dividend rate	0%	0%

As at June 30, 2016, the Company's investments included common shares and warrants with a total cost of $707,452 (September 30, 2015: $601,587) and a total fair value of $1,431,102 (September 30, 2015: $1,125,758) of Canadian public companies with common directors or officers with the Company.

5. ACCOUNTS RECEIVABLE

On December 29, 2015, the Company sold the property (Note 6) for net proceeds of $1,076,170 and recorded the amount as accounts receivable. The Company received the net proceeds subsequently on January 13, 2016. The Company's former parent company, Mag One, collected rent on behalf of the Company and $3,387 remains receivable as at June 30, 2016 (September 30, 2015 - $3,387) from the former parent company. The Company and the former parent company have a common director. The receivable is un-secured, non-interest bearing and no stated repayment terms.

Of the $5,544 accounts receivable, $2,157 represents GST receivable (September 30, 2015 - $nil).

6. PROPERTY

On December 29, 2015, the Company sold the property, which is a unit of residential condominium located in Toronto, Canada, for net proceeds of $1,076,170 resulting in a loss of $1,489.

Cost:	$
At September 30, 2015	1,151,496
Disposition	(1,151,496)
At June 30, 2016	-
Accumulated amortization:	
At September 30, 2015	(34,325)
Disposition	34,325
At June 30, 2016	-
Impairment:	
At September 30, 2015	(39,512)
Disposition	39,512
June 30, 2016	-
Net book value as at September 30, 2015	1,077,660
Net book value as at June 30, 2016	-

(Unaudited - Expressed in Canadian dollars)

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	June 30, 2016	September 30, 2015
	$	$
GST payable	-	778
Trade payables	525	36,288
Accrued liabilities	2,400	7,350
	2,925	44,416

8. NOTE PAYABLE

In June 2015, the Company issued a promissory note of $500,000 to an entity related to a director of the Company (Note 11). This promissory note is un-secured, bears interest at 4% per annum, and is due on June 11, 2016. The Company repaid the note and interest in November 2015.

9. SHARE CAPITAL

Authorized
Unlimited number of common shares without par value.

Common shares - Issued and outstanding
In October 2015, the Company issued 787,500 common shares for proceeds of $315,000 in a non-brokered private placement ($0.40 per share). The Company will use the proceeds for its working capital.

Other capital reserve
The other capital reserve records the difference between the fair value and the carrying value of the net assets transferred pursuant to the Arrangement (Note 3).

(Unaudited - Expressed in Canadian dollars)

10. FINANCIAL INSTRUMENTS

Classification of financial instruments

Financial assets included in the statement of financial position are as follows:

	June 30, 2016	September 30, 2015
	$	$
FVTPL:		
Cash	1,045,487	554,569
Investments	1,913,821	1,660,126
	2,959,308	2,214,695

	June 30, 2016	September 30, 2015
	$	$
Loans and receivables:		
Accounts Receivable, excluding GST Receivable	3,387	3,387
	3,387	3,387

Financial liabilities included in the statement of financial position are as follows:

	June 30, 2016	September 30, 2015
	$	$
Non-derivative financial liabilities:		
Trade payables	525	36,288
Note payable (Note 8, 11)	-	506,082
	525	542,370

Fair value

The fair values of the Company’s financial assets and liabilities approximates the carrying amounts either due to their short-term nature or because the interest rates applied to measure their carrying amount approximate current market rates.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

(Unaudited - Expressed in Canadian dollars)

10. FINANCIAL INSTRUMENTS (Continued)

The following is an analysis of the Company's financial assets measured at fair value as March 31, 2016:

	Level 1	Level 2	Level 3
	$	$	$
Cash	1,045,487	-	-
Investments	1,632,821	281,000	-
	2,678,308	281,000	

Risk management

The Company has not changed its approach in managing its financial instrument risks since its year ended September 30, 2015.

11. RELATED PARTY TRANSACTIONS

During six months ended June 30, 2016, the Company had the following related party transactions:

Investments (see note 4)

Notes payable (see note 8)

Rental revenue and Accounts receivable (see note 5)

Before the property was sold in December 2015, the Company earned gross rental revenue of $13,274 during the three months ended December 31, 2015 from a company with a common director (three and nine months ended June 30, 2015 - $12,264; $26,550).

Remuneration charged by key management

During the nine months ended June 30, 2016, consulting fees of $50,000 was charged by the Company's former CEO and a company related to the former CEO for services rendered (2015- $Nil).