Earth Alive Clean Technologies Inc.
Condensed Consolidated Interim Financial Statements

For the Three and Nine Months Ended September 30, 2015 and 2014

(Expressed in Canadian dollars)

UNAUDITED

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed consolidated interim financial statements of Earth Alive Clean Technologies Inc. as at and for the three-month and nine-month periods ended September 30, 2015 have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of condensed consolidated interim financial statements.

November 26, 2015.

THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2015 AND 2014

Earth Alive Clean Technologies Inc.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)

	Note	September 30, 2015 Unaudited	December 31, 2014
ASSETS			
Current			
Cash	7	1,323,880	577,142
Trade and other receivables	8	257,249	313,424
Inventory	9	89,335	65,477
Prepaid		41,697	39,056
Due from shareholders, bearing interest at the rate of 4%		151,174	72,441
		1,863,335	1,067,540
Non-Current			
Property and equipment	10	24,793	35,951
Goodwill and other Intangible assets	11	794,496	920,700
		819,289	956,651
TOTAL ASSETS		2,682,624	2,024,191
LIABILITIES			
Current			
Trade and other payables		235,393	208,696
Purchase consideration payable – current portion	6	338,244	276,625
		573,637	485,321
Non-Current			
Purchase consideration payable	6	-	283,183
Convertible debentures	12	1,310,979	-
Deferred income tax liabilities		55,285	89,700
TOTAL LIABILITIES		1,939,901	858,204
EQUITY			
Capital stock	13	5,385,097	4,917,276
Contributed surplus		682,568	479,525
Conversion options – Convertible debentures	12	160,398	-
Deficit		(5,485,340)	(4,230,814)
TOTAL EQUITY		742,723	1,165,987
TOTAL LIABILITIES AND EQUITY		2,682,624	2,024,191

Commitments 15

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

On behalf of the Board,

/s/ David Gilmour
Director

/s/ Michel Ringuet
Director

Earth Alive Clean Technologies Inc.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(Expressed in Canadian dollars)
UNAUDITED

	Note	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Revenues		255,087	28,872	891,574	295,357
Cost of goods sold	14	161,251	43,359	548,239	146,434
Gross margin		93,836	(14,487)	343,335	148,923
Operating expenses	14				
General and administrative		122,207	127,010	400,666	414,818
Sales and marketing		340,184	394,735	1,044,285	924,731
Research and development		68,403	44,548	151,076	171,809
Total operating expenses		530,794	566,293	1,596,027	1,511,358
Operating loss		(436,958)	(580,780)	(1,252,692)	(1,362,435)
Financial expenses	14	35,660	21,183	102,452	1,003,195
Loss before income taxes		(472,618)	(601,963)	(1,355,144)	(2,365,630)
Income taxes					
Current		-	-	-	-
Deferred		(76,008)	-	(100,618)	-
Net loss and comprehensive loss		(396,610)	(601,963)	(1,254,526)	(2,365,630)
Loss per share	16				
Basic		($0.004)	($0.007)	($0.014)	($0.036)
Fully diluted		($0.004)	($0.007)	($0.014)	($0.036)

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

Earth Alive Clean Technologies Inc.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY
(Expressed in Canadian dollars, except for number of shares)
UNAUDITED

	Capital stock					
	Number	Amount	Conversion options Convertible debentures	Contributed Surplus	Deficit	Total
Balance, January 1, 2014	2,000,000	954,484	-	-	(1,347,663)	(393,179)
Additional Common shares issued due to consolidation	40,857,143	-	-	-	-	-
Shares issued on conversion of Convertible debentures	7,142,857	714,286	-	-	-	714,286
Shares issued upon amalgamation with Treegenic Gold Corporation	6,105,500	610,550	-	-	-	610,550
Shares issued pursuant to private placements	21,285,000	2,128,500	-	-	-	2,128,500
Shares issued to advisor	2,000,000	200,000	-	-	-	200,000
Shares issued pursuant to business acquisition	2,500,000	250,000	-	-	-	250,000
Share issue costs	-	(257,347)	-	42,946	-	(214,401)
Agent options issued	-	(24,428)	-	24,428	-	-
Stock based compensation	-	-	-	179,823	-	179,823
Change in value of Treegenic warrants upon replacement by Company warrants	-	-	-	1,637	-	1,637
Options granted to supplier in payment for services rendered	-	-	-	4,830	-	4,830
Net loss and comprehensive loss	-	-	-	-	(2,365,630)	(2,365,630)
	79,890,500	3,621,561	-	253,644	(2.365,630)	1,509,595
Balance, September 30, 2014	81,890,500	4,576,045	-	253,664	(3,713,293)	1,116,416
Balance, January 1, 2015	85,637,167	4,917,276	-	479,525	(4,230,814)	1,165,987
Shares issued pursuant to private placements (net of share issue costs of $29,834)	1,987,000	166,850	-	-	-	166,850
Shares issued pursuant to agent options exercised	351,250	50,971	-	(15,846)	-	35,125
Shares issued pursuant to contingent consideration for LFP acquisition	2,083,333	250,000	-	-	-	250,000
Warrants issued pursuant to private placements	-	-	-	101,366	-	101,366
Conversion options – Convertible debentures (net of issue costs of $19,507 and income taxes of $66,203)	-	-	160,398	-	-	160,398
Warrants issued pursuant to Convertible debentures	-	-	-	180	-	180
Stock based compensation	-	-	-	117,343	-	117,343
Net loss and comprehensive loss	-	-	-	-	(1,254,526)	(1,254,526)
	4,421,583	467,821	160,398	203,043	(1,254,526)	(423,264)
Balance, September 30, 2015	90,058,750	5,385,097	160,398	682,568	(5,485,340)	742,723

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

Earth Alive Clean Technologies Inc.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars)
UNAUDITED

	Note	Nine months ended September 30, 2015	2014
OPERATING ACTIVITIES			
Net loss and comprehensive loss		(1,254,526)	(2,365,630)
Non cash profit and loss items	17	244,992	1,115,301
Changes in non-cash working capital items	18	(22,360)	(118,690)
Cash flows used in operating activities		(1,031,894)	(1,369,019)
INVESTING ACTIVITIES			
Property and equipment acquired	10	-	(7,677)
Intangible assets acquired - Business combination	11	(6,611)	(4,433)
Business combination	6	-	(75,000)
Cash flows used in investing activities		(6,611)	(87,110)
FINANCING ACTIVITIES			
Purchase consideration payable		(37,500)	-
Net proceeds from issuance of shares and warrants	13	303,341	1,914,099
Net proceeds from issuance of convertible debentures	12	1,519,402	-
Cash flows provided by financing activities		1,785,243	1,914,099
Net increase (decrease) in cash		746,738	457,970
Cash, beginning of period		577,142	170,785
Cash, end of period		1,323,880	628,755

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

1. STATUTES, NATURE OF ACTIVITIES AND GOING CONCERN

Earth Alive Clean Technologies Inc. and its subsidiaries ("Company") ("EACT") are focused on formulating and manufacturing niche products destined for a variety of industries, using the latest innovations in microbial technology, which, once blended with a host of other proprietary natural ingredients, allow the Company to formulate and patent innovative environmentally sustainable products that can deal with difficult industrial challenges without the use of environmentally harmful chemicals and additives.

The Company was incorporated under the Canada Business Corporations Act on February 2, 2011 and its shares are listed on the Canadian Stock Exchange ("CSE") under the symbol EAC since April 16, 2014. The head office of the Company is located at 1001 Lenoir Street, Suite B-338, Montréal, Québec (Canada).

The accompanying condensed consolidated interim financial statements have been prepared on a going concern basis, which contemplates the realization of assets and liquidation of liabilities during the normal course of operations. The Company has not yet realized profitable operations, reporting a loss of $1,254,526 for the nine months ended September 30, 2015 compared to a loss of $2,365,630, for the same period last year and has had negative cash flows from operations since inception. The Company has relied on external sources of debt and equity to fund operations to date.

The Company's ability to continue as a going concern will depend on management's ability to successfully execute its business plan and obtain additional financing if necessary, until it achieves profitability and positive cash flow from operating activities. Although management feels that the risk that the Company will not be able to continue as a going concern is low, there can be no assurance that such financing and profitability will occur in the amounts and with the terms expected. These consolidated financial statements do not give effect to adjustments that would be necessary to the carrying value and classification of assets and liabilities should the Company be unable to continue as a going concern. These factors raise significant doubt about the Company's ability to continue as a going concern.

2. BASIS OF PREPARATION

a) Statement of compliance

These condensed consolidated interim financial statements were prepared in accordance with International Accounting Standard 34 Interim Financial Reporting ("IAS 34") and do not contain all the information required for financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"). They are however accompanied by notes selected in order to provide information necessary to the understanding of the Company's financial position and its operations since its annual audited consolidated financial statements for the year ended December 31, 2014.

The condensed consolidated interim financial statements should be read in conjunction with the Company's audited annual consolidated statements and related notes as and for the year ended December 31, 2014.

The condensed consolidated interim financial statements of the Company were authorized by the Audit Committee of the Board of Directors on November 26, 2015.

b) Basis of measurement

The condensed consolidated interim financial statements have been prepared on the historical cost basis except for financial instruments that are measured at revalued amounts or fair values at the end of each year as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

c) Basis of Consolidation

The condensed consolidated interim financial statements include the accounts of the Company and its subsidiaries LFP Solutions Inc. ("LFP") and Earth Alive Chile SpA ("Chile"). The 100% owned subsidiaries are entities over which the Company has control. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A subsidiary is fully consolidated from the date on which control is transferred to the Company and is de-consolidated from the date the control ceases. All intercompany transactions, balances, income and expenses, and profits and losses are eliminated on consolidation.

d) Significant accounting policies

These condensed consolidated interim financial statements, including comparatives, have been prepared following the same accounting policies and methods of computation as the audited annual consolidated financial statements for the year ended December 31, 2014.

2. BASIS OF PREPARATION (cont'd)

i. IFRS 8 Operating Segments
The amendments to IFRS 8 issued in December 2013, require an entity to disclose the judgements made by management in applying the aggregation criteria for reportable segments. The amendments will only affect disclosure and are effective for annual periods beginning on or after July 1, 2014. The adoption of IFRS 8 has not resulted in significant changes to the Company's disclosure.

ii. IFRS 9 Financial Instruments
In November 2009, the IASB issued IFRS 9 (2013), which will replace IAS 39, "Financial instruments: Recognition and Measurement. IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, and replaces the multiple category and measurement models in IAS 39. The approach in IFRS 9 focuses on how an entity manages its financial instruments in the context of its business model, as well as the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods currently provided in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2015. The adoption of IFRS 9 (2013) has not resulted in significant changes to the Company's disclosure.

iii. IAS 16 Property, plant and equipment and IAS 38 Intangible assets
The amendments to IAS 16 and IAS 38, issued in December 2013, clarify how an entity calculates the gross carrying amount and accumulated depreciation when a revaluation is performed. The amendments are effective for annual periods beginning on or after July 1, 2014. The adoption of IFRS 16 and IAS 38 has not resulted in significant changes to the Company's disclosure.

iv. IAS 24 Related party disclosures
The amendments to IAS 24, issued in December 2013, clarify that a management entity, or any member of a group of which it is part, that provides key management services to a reporting entity, or its parent, is a related party of the reporting entity. The amendments also require an entity to disclose amounts incurred for key management personnel services provided by a separate management entity. This replaces the more detailed disclosure by category required for other key management personnel compensation. The amendments will only affect disclosure and are effective for annual periods beginning on or after July 1, 2014. The adoption of IFRS 24 has not resulted in significant changes to the Company's disclosure.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the consolidated interim financial statements and reported amounts of revenues and expenses during the three and nine month periods ended September 30, 2015. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

4. FUTURE ACCOUNTING POLICIES

The following new standards were not yet effective for the three and nine months ended September 30, 2015 and have not been applied in preparing these condensed consolidated interim financial statements.

IFRS 9 - Financial Instruments
On July 24, 2014 the IASB issued the complete IFRS 9 ("IFRS 9 (2014)"). IFRS 9 (2014) differs in some regards from IFRS 9 (2013). IFRS 9 (2014) includes updated guidance on the classification and measurement of financial assets. The final standard also amends the impairment model by introducing a new 'expected credit loss' model for calculating impairment, and new general hedge accounting requirements. The mandatory effective date of IFRS 9 (2014) is for annual periods beginning on or after January 1, 2018 and must be applied retrospectively with some exemptions. Early adoption is permitted. The Company will evaluate the impact of adopting IFRS 9 (2014) in its consolidated financial statements in future periods.

IFRS 15 Revenue from Contracts with Customers
IFRS 15 Revenue from Contracts with Customers, jointly issued, converged the accounting standard of the IASB and the FASB on the recognition of revenue from contracts with customers. It is effective for annual reporting periods beginning on or after January 1, 2017. The core principle of IFRS 15 is to recognize revenue to depict the transfer of goods and services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services.

(Expressed in Canadian dollars, except for number of securities)

4. FUTURE ACCOUNTING POLICIES (cont'd)

The standard provides a single, principles-based five-step model to be applied to all contracts with customers. The Company will evaluate the impact of adopting IFRS 15 in its consolidated statements in future periods.

There are no other IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Company.

5. REVERSE TAKEOVER

In November 2013, the Company signed a letter of intent to enter into a listing transaction scheduled to take place in 2014. The Company planned to enter into an amalgamation with Treegenic Gold Corporation ("Treegenic") by way of an amalgamation which constituted a reverse takeover of Treegenic, a company listed on the TSX Venture Exchange (the "Amalgamation").

On April 10, 2014, the Company completed the Amalgamation ("Transaction"). The former holders of Treegenic and Earth Alive became shareholders of the amalgamated corporation ("Amalco"), a company under the Canada Business Corporations Act, and receive common shares of Amalco, hereinafter referred to as Common shares, on a one-for-one basis. The amalgamated corporation ("Amalco") changed its name to Earth Alive Clean Technologies Inc. and will pursue its business on closing as a publicly traded company on the Canadian Securities Exchange (CSE).

The Transaction has been accounted for in accordance with International Financial Reporting Standards ("IFRS") 2, Share-based Payments ("IFRS 2"), given the fact that Treegenic does not meet the definition of a business as defined by IFRS 3.

6. BUSINESS COMBINATIONS

Earth Alive Chile SpA

Effective May 11, 2015, the Company acquired 100% of the shares of Earth Alive Chile SpA, ("Chile SpA") a distributor of the Company's products in Chile for $3,022 in cash, less cash acquired of $2,377. The acquisition of Chile SpA is in line with the Company's strategy to expand its presence in South and Central America. Chile SpA has been fully consolidated from the date of acquisition.The consideration transferred is equal to the fair value of the net assets acquired.

The fair value of the net assets acquired was determined using management's estimates. Recoverable taxes acquired in the transaction have a fair value of $645. The impact of the acquisition on revenues and net income as well as if the acquisition had taken place on January 1, 2015 is presented below :

In dollars	Nine months ended September 30, 2015
Revenues	$398,870
Net income	52,039

The above is preliminary and subject to adjustments as the Company has not completed its evaluation of this acquisition.

LFP Solutions Inc.

On June 4, 2014, the Company acquired 100% of the shares of LFP, a manufacturer and distributor of organic agriculture fertilizers and inputs which are sold at the retail level in Canadian stores, as well as on the commercial and industrial levels in Canada and abroad for $849,000 in cash and shares of the Company. The acquisition of LFP is in line with the Company's strategy to expand its presence in Agriculture. LFP has been fully consolidated from the date of acquisition.

The Consideration transferred included the following:

Consideration transferred	
Purchase price:	
Cash paid at closing	75,000
Fair value of cash to be paid in the next two years	147,000
Common Shares issued at closing	250,000
	472,000
Contingent consideration (payable in shares)	377,000
Total	849,000

6. BUSINESS COMBINATION (cont'd)

The arrangement between the parties provides for the payment of a contingent consideration payable in shares based on the Company meeting certain revenue targets in the next two years. For these two years, the maximum amount that the Company will have to pay for this additional consideration is $500,000 and management considers this contingent consideration as probable. The amount of $377,000 represented the fair value of this consideration.

Goodwill recognized in this transaction essentially represents revenue growth and future market development. These benefits are not recognized separately from goodwill since future economic benefits derived from them cannot be measured reliably. Goodwill from this acquisition totals $560,326 at the acquisition date, is not tax deductible and was established as follows:

In dollars	June 4, 2014
Consideration transferred	849,000
Fair value of assets acquired	288,674
Goodwill	560,326

The total purchase consideration payable as of September 30, 2015 amounts to $338,244 as follows:

	Purchase Price Balance Payable in Cash	Contingent Consideration Payable in Shares
Current Liabilities	129,848	208,396

As at September 30, 2015, the Company evaluated the contingent consideration payable to be $208,396. As a result, $32,316 was recorded as a contingent consideration adjustment expense.

7. CASH

In dollars	As at September 30, 2015	As at December 31, 2014
Cash denominated in CA$	1,040,695	555,595
Cash denominated in US$	222,318	21,547
Cash denominates in Chilean Pesos	60,867	-
	1,323,880	577,142

8. TRADE AND OTHER RECEIVABLES

In dollars	As at September 30, 2015	As at December 31, 2014
Trade	88,498	65,343
Other receivables	25,349	97,574
Taxes receivable	143,402	150,507
	257,249	313,424

9. INVENTORY

Total carrying amount of inventories by classification:

In dollars	As at September 30, 2015	As at December 31, 2014
Agriculture products		
Raw materials	-	-
Finished goods	53,780	41,808
	53,780	41,808
Dust suppression products		
Raw materials	12,478	3,989
Finished goods	23,077	19,680
	35.555	23,669
Total	89,335	65,477

(Expressed in Canadian dollars, except for number of securities)

10. PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

Deemed Cost	Vehicles	Computer Equipment	Furniture and Fixtures	Tools and Machinery	Leasehold Improvements	Total
As at January 1, 2015	13,191	21,218	3,663	22,405	3,950	64,427
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
As at September 30, 2015	13,191	21,218	3,663	22,405	3,950	64,427
Accumulated Depreciation						
As at January 1, 2015	9,233	9,374	1,460	5,446	2,963	28,476
Depreciation for the period	1,979	4,451	550	3,191	987	11,158
Disposals	-	-	-	-	-	-
As at September 30, 2015	11,212	13,825	2,010	8,637	3,950	39,634
Carrying Amount						
As at January 1, 2015	3,958	11,844	2,203	16,959	987	35,951
As at September 30, 2015	1,979	7,393	1,653	13,768	-	24,793

11. GOODWILL AND OTHER INTANGIBLE ASSETS

Goodwill and other intangible assets consist of the following:

Deemed Cost	Goodwill	Patents	Trademarks	Non-Competition Agreement	Total
As at January 1, 2015	560,326	168,063	69,000	264,000	1,061,389
Additions	-	6,611	-	-	6,611
As at September 30, 2015	560,326	174,674	69,000	264,000	1,068,000
Accumulated Amortization					
As at January 1, 2015	-	55,639	8,050	77,000	140,689
Amortization for the period	-	23,465	10,350	99,000	132,815
As at September 30, 2015	-	79,104	18,400	176,000	273,504
Carrying Value					
As at January 1, 2015	560,326	112,424	60,950	187,000	920,700
As at September 30, 2015	560,326	95,570	50,600	88,000	794,496
The carrying amount will be fully amortized in		6.50 years	3.67 years	0.67 years	

12. CONVERTIBLE DEBENTURES

On July 15, 2015, the Company issued unsecured convertible debentures in the amount of $1,650,000. Issuance costs amounted to $130,778, of which $19,507 was allocated to the conversion options. The convertible debentures have a maturity of three years, carry interest at a rate of 12%. They have a prepayment option and are convertible into common shares of the Company, at the option of the holder, on the basis of $0.20 per share for the first and second year and $0.30 per share thereafter. The Company has the option to convert the debentures at all times if the share price reaches $0.40 for ten consecutive trading days.

The convertible debentures have two embedded derivatives, the prepayment option, which was determined to be closely related to the host contract and therefore was not accounted for separately, and the conversion feature, which was determined to be a derivative liability and was accounted for as a liability at fair value. Fair value was estimated taking into consideration the fact that

(Expressed in Canadian dollars, except for number of securities)

12. CONVERTIBLE DEBENTURES (cont'd)

the transaction was negotiated amongst unrelated parties based on market terms. As required by IAS 32 Financial Instruments, the Company first determines the carrying amount of the liability component by measuring the fair value of a similar liability (including any embedded non-equity derivative features) that does not have an associated conversion option, using a discount rate of 20%.

The carrying amount of the conversion options represented by the option to convert the instrument into ordinary shares is then determined by deducting the fair value of the financial liability from the fair value of the compound financial instrument as a whole. The convertible debenture is also being accreted to its redemption amount based on its expected life as required by IAS 39 Financial Instruments using the effective interest method.

	Convertible debentures	Conversion options	Total
Issuance of Convertible Debentures	1,403,892	246,108	1,650,000
Issuance costs	(111,271)	(19,507)	(130,778)
Deferred tax liability	-	(66,203)	(66,203)
Accretion expense	18,358		18,358
	1,310,979	160,398	1,471,377

13. SHARE CAPITAL

a) Class A common shares:

The share capital of the Company consists only of fully paid ordinary shares

<u>Authorized</u>

Unlimited number of Class A voting and participating shares.

No preferred shares are outstanding.

The Company has never declared any dividend.

<u>Issued</u>

Changes in the Company's Class A common share capital were as follows:

	September 30, 2015		September 30, 2014	
	Number	Amount	Number	Amount
Balance at the beginning of the period [1]	85,637,167	4,917,276	42,857,143	954,484
Shares issued pursuant to private placements (net of share issue costs of $29,834; 2014 - $281,775)	1,987,000	166,850	21,285,000	1,846,725
Shares issued pursuant to Warrants exercised	351,250	50,971	-	-
Shares issued pursuant to contingent consideration for LFP acquisition	2,083,333	250,000	-	-
Shares issued pursuant to business acquisition – LFP	-	-	2,500,000	250,000
Shares issued on conversion of convertible debentures	-	-	7,142,857	714,286
Shares issued upon amalgamation with Treegenic Gold Corporation	-	-	6,105,500	610,550
Shares issued to advisor	-	-	2,000,000	200,000
Balance at the end of the period	90,058,750	5,385,097	81,890,500	4,576,045

(1) Assumes the combination of 1,500,000 Class A Shares ($454,484) and 500,000 Class B Shares ($500,000) in to Common shares post amalgamation

(Expressed in Canadian dollars, except for number of securities)

13. SHARE CAPITAL (cont'd)

On September 29, 2015, the Company issued 51,250 shares for proceeds of $5,125 with respect to 51,250 agent options exercised that were exercised at a price of $0.10 per share

On July 31, 2015, the Company issued 2,083,333 shares at a value of $250,000 or $0.12 per share, in payment of the first portion of the contingent consideration payable resulting from the acquisition of LFP.

On July 15, 2015, the Company issued 300,000 shares for proceeds of $30,000 with respect to 300,000 agent options that were exercised at a price of $0.10 per share.

On April 9, 2015, the Company completed a private placement with one investor, pursuant to which it will issue 1,050,000 units at $0.15 each, for gross proceeds of $157,500. Each unit consists of one common share and one common share purchase warrant which entitles the holder to purchase one common share, at $0.20, for a period of 24 months following the closing. The fair value of the common shares of $102,373 was determined by subtracting the value of the common share purchase warrant included in the unit as determined in (b) below

On March 31, 2015, the Company completed a private placement with one investor, pursuant to which it issued 40,000 units at $0.15 each, for gross proceeds of $6,000. Each unit consists of one common share and one common share purchase warrant which entitles the holder to purchase one common share, at $0.20, for a period of 24 months following the closing. The fair value of the common shares of $3,900 was determined by subtracting the value of the common share purchase warrant included in the unit as determined in (b) below:

On January 8, 2015, the Company completed a private placement with one investor, pursuant to which it issued 897,000 units at $0.15 each, for gross proceeds of $134,550. Each unit consists of one common share and one common share purchase warrant which entitles the holder to purchase one common share, at $0.20, for a period of 24 months following the closing. The fair value of the common shares of $90,411 was determined by subtracting the value of the common share purchase warrant included in the unit as determined in (b) below.

On April 10, 2014, the Company completed an Amalgamation with Treegenic Gold Corporation (Note 4) whereby former holders of Treegenic Gold Corporation received 6,105,500 Common shares of the Company. In addition, each Earth Alive shareholder exchanged their Earth Alive Shares for Common shares on the basis of 21.4285715 Common shares for each Earth Alive Share, resulting in 42,857,143 Common shares being issued to Earth Alive shareholders.

b. Share purchase warrants

On April 9, 2015, the Company issued 1,050,000 common share purchase warrants which entitle the holder to purchase one common share, at $0.20, for a period of 24 months following the closing. The fair value of the warrants was estimated using a Black-Scholes pricing model based on a volatility of 79.96%, risk-free rate of approximately 0.51%, expected lives of two years and no dividend yield. $55,127 was recorded as contributed surplus during the period

On March 31, 2015, the Company issued 40,000 common share purchase warrant which entitle the holder to purchase one common share, at $0.20, for a period of 24 months following the closing. The fair value of the warrants was estimated using a Black-Scholes pricing model based on a volatility of 79.96%, risk-free rate of approximately 0.51%, expected lives of two years and no dividend yield. $2,100 was recorded as contributed surplus during the period

On January 8, 2015, the Company issued 897,000 common share purchase warrants which entitle the holder to purchase one common share, at $0.20, for a period of 24 months following the closing. The fair value of the warrants was estimated using a Black-Scholes pricing model based on a volatility of 75.4%, risk-free rate of approximately 0.98%, expected lives of two years and no dividend yield. $44,139 was recorded as contributed surplus during the period.

Presented below is the summary of warrant activity:

	Nine months ended September 30, 2015	
	Number of warrants	Average exercise price
Balance January 1, 2015	3,746,667	$0.20
Issued,	1,993,000	$0.20
Exercised	-	-
Expired / Forfeited	-	-
Balance outstanding, September 30, 2015	5,733,667	$0.20

(Expressed in Canadian dollars, except for number of securities)

13. SHARE CAPITAL (cont'd)

c. Agent Options

In connection with the Amalgamation, the Company granted to the Agent, options (the "Agent Options") which are exercisable (in whole or in part) until April 13, 2016 and which gave the Agent the right to acquire up to 1,172,500 Common shares of the Company with an exercise price of $0.10.

On July 15, 2015, the Company issued 6,000 common shares purchase warrants which have a term of three years, each entitling the holder to purchase one common share at $0.20 for the two years of the term or $0.30 for the remainder of the term. The fair value of the warrants was estimated using a Black-Scholes pricing model based on a volatility of 67%, risk-free rate of approximately 0.3%, expected lives of two years and no dividend yield. $180 was recorded as contributed surplus during the period

Presented below is the summary of agent options activity:

	Nine months ended September 30, 2015		
	Number of Agent Options	Average Exercise Price	Average Remaining Contractual Term in years
Balance January 1, 2015	1,172,500	$0.10	0.53
Issued,	6,000	$0.20 - $0.30	2.94
Exercised	351,250	$0.10	-
Expired / Forfeited	-	-	-
Outstanding as at September 30, 2015	827,250	$0.10	0.55
Exercisable as at September 30, 2015	827,250	$0.10	0.55

d. Stock Options

The Company has an incentive stock option plan (the "Plan") that was approved by the shareholders on April 10, 2014. The Plan provides that the Board of Directors of the Company, from time to time, in its discretion, and in accordance with CSE requirements, grant to directors, officers, employees, and consultants of the Company, non-transferable options to purchase Common shares, provided that the number of Common shares reserved for issuance will not exceed 10% of the issued and outstanding Common shares of the Company at the time of grant.

The term of such options will be fixed by the Board of Directors of the Company, subject to the limitations that they will be exercisable for a period of up to ten (10) years from the date of grant. In connection with the foregoing, the number of Common shares reserved for issuance to any individual who is not a consultant will not exceed 5% in any 12 month period. The number of Common shares reserved for issuance to a consultant will not exceed 2% in any 12 month period.

Presented below is the summary of stock options activity:

	Number of Options	Weighted Average Exercise Price ($)	Weighted Average remaining contractual term (Years)
Outstanding as at January 1, 2015	5,038,300	$0.108	3.528
Granted	1,550,000	$0.170	4.680
Exercised	-	-	-
Forfeited and Expired	(400,000)	$0.10	-
Outstanding at September 30, 2015	6,188,300	$0.124	3.878
Exercisable at September 30, 2015	3,588,300	$0.121	3.794

(Expressed in Canadian dollars, except for number of securities)

14. INFORMATION INCLUDED IN THE STATEMENT OF OPERATIONS AND COMPREHENSIVE LOSS

Expenses by nature

	Three months ended September 30,		Nine months ended September 30,	
Cost of goods sold	2015	2014	2015	2014
Salaries and benefits	7,557	5,119	18,931	5,972
Amortization	963	1,039	3,191	2,968
Materials	154,241	35,303	479,279	106,568
Transport	(1,511)	1,898	46,838	30,926
Total	161,250	43,359	548,239	146,434

	Three months ended September 30,		Nine months ended September 30,	
Operating expenses	2015	2014	2015	2014
Advertising and promotion	6,798	78,519	18,702	152,000
Consulting fees	28,747	61,466	105,498	155,958
Amortization	51,307	43,220	140,782	68,176
LFP Solutions acquisition costs	-	-	-	40,570
Office and general	34,812	32,620	59,246	70,783
Professional fees	29,034	40,291	165,973	136,851
Rent	10,968	8,384	32,695	24,536
Research and development	54,454	37,488	121,868	133,721
Sales commissions	38,455	96	123,117	22.604
Salaries and benefits	180,379	151,405	509,371	345,768
Stock based compensation	24,373	26,635	117,343	179,823
Stock trading costs	12,522	15,359	37,873	28,578
Telecommunications	8,475	6,653	21,083	15,878
Travel and living costs	50,470	64,157	142,476	136,112
Total	530,794	566,293	1,596,027	1,511,358

	Three months ended September 30,		Nine months ended September 30,	
Financial expenses	2015	2014	2015	2014
Accretion expense on Convertible debentures	18,358	-	18,358	27,148
Accretion expense on LFP consideration payable in cash	2,716	20,168	10,639	20,168
LFP contingent consideration adjustment	-	-	55,297	
Bank charges	679	790	4,192	2,677
Foreign exchange (gain) loss	(25,795)	2,872	(22,909)	9,160
Interest expense on convertible debentures	41,732	-	41,732	14,010
Other interest expense (income)	(2,030)	(1,356)	(4,857)	722
Transaction costs – Reverse Takeover	-	(1,291)	-	347,953
Listing status	-	-	-	581,357
Total	35,660	21,183	102,452	1,003,195

(Expressed in Canadian dollars, except for number of securities)

15. COMMITMENTS

The Company leases warehouse space under a month to month lease which is cancellable at any time. It also rents office space under a lease that expires on May 31, 2016. This office space lease is renewable upon expiration at terms to be negotiated. Minimum lease payments recognized as an expense during the nine-month period total $32,695 ($24,536 in 2014).

Future aggregate minimum lease payments under these leases are as follows:

In dollars	2015	2014
No later than 1 year	20,923	31,047
Later than 1 year and no later than 5 years	-	20,923
Later than 5 years	-	-
Total	20,923	51,970

16. LOSS PER SHARE

Loss per share is calculated by dividing the net loss by the weighted average number of outstanding Common shares in issue during the period.

Diluted loss per share is calculated by adjusting the weighted average number of Common shares outstanding to assume conversion of all dilutive potential Common shares.

	Three months ended September 30,		Nine months ended September 30,	
In dollars	2015	2014	2015	2014
Net loss attributable to shareholders	(396,610)	(601,963)	(1,254,526)	(2,365,630)
Weighted average number of shares outstanding	89,257,151	81,890,500	87,583,398	65,654,105
Basic loss per share	($0.004)	($0.007)	($0.014)	($0.036)
Fully diluted loss per share	($0.004)	($0.007)	($0.014)	($0.036)

The exercise of warrants, agent options and options as well as the conversion of convertible debentures into Class A shares are antidilutive and were therefore not included in the calculation of diluted earnings per share.

17. NON CASH PROFIT OR LOSS ITEMS

Non cash profit or loss items are as follows:

		Nine months ended September 30,	
In dollars	*Note*	2015	2014
Accretion expense on convertible debentures		18,358	27,148
Accretion expense on LFP consideration payable in cash	6	10,639	20,168
LFP contingent consideration adjustment	6	55,297	-
Deferred income taxes		(100,618)	-
Depreciation and Amortization expense	10 & 11	143,973	71,144
Stock based compensation		117,343	179,824
Stock based payments – consulting fees		-	4,830
Stock based payments – Listing expense		-	200,000
Listing status		-	612,187
		244,992	1,115,301

(Expressed in Canadian dollars, except for number of securities)

18. CHANGES IN NON-CASH WORKING CAPITAL ITEMS

Changes in non-cash working capital items include:

In dollars	Nine months ended September 30, 2015	2014
Trade and other receivables	56,175	(1,762)
Inventory	(23,858)	(38,989)
Prepaid	(2,641)	(34,510)
Deferred financing costs	-	50,142
Due from shareholders	(78,733)	(23,052)
Trade and other payables	26,697	(69,702)
Income taxes payable	-	(817)
Total	(22,360)	(118,690)

19. FAIR VALUE MEASUREMENTS

The fair value hierarchy categorizes into three levels the inputs to valuation techniques used to measure fair value. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs).

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly such as those derived from prices.
- Level 3 inputs are unobservable inputs for the asset or liability.

(a) Assets and liabilities measured at fair value on a recurring basis

As at September 30, 2015, the Company's assets and liabilities recorded at fair value were as follows:

In dollars	September 30, 2015				December 31, 2014
Fair Value	Level 1	Level 2	Level 3	Total	Total
Asset					
Cash and cash equivalents	1,323,880	-	-	1,323,880	577,142
Liabilities					
Purchase consideration payable	129,848	-	208,396	338,244	559,808
Convertible debentures	1,310,979	160,398	-	1,471,377	-

(b) Valuation techniques

Purchase consideration payable
Purchase consideration payable is accounted for at amortized cost, using the effective interest rate method. The fair value required to be disclosed is partly determined using quoted prices (unadjusted) in active markets, and is therefore classified within Level 1 of the fair value hierarchy amounting to $129,848. The remainder of the purchase consideration has unobservable inputs and is classified within Level 3 of the fair value hierarchy and amounts to $208,396. The fair value of purchase consideration payable as at September 30, 2015 was $338,244 (December 31, 2014 - $559,808).

Convertible debentures
The convertible debentures have two embedded derivatives, the prepayment option, which was determined to be closely related to the host contract and therefore was not accounted for separately, and the conversion option, which was determined to be a derivative liability and was accounted for as a liability at fair value. Fair value was estimated taking into consideration the fact that the transaction was negotiated amongst unrelated parties based on market terms. The Company first determines the carrying amount of the liability component by measuring the fair value of a similar liability (including any embedded non-equity derivative features) that does not have an associated conversion options, and is therefore classified within Level 1 of the fair value hierarchy amounting to $1,310,976. The carrying amount of the equity instrument represented by the option to convert the instrument into

(Expressed in Canadian dollars, except for number of securities)

19. FAIR VALUE MEASUREMENTS (cont'd)

ordinary shares is then determined by deducting the fair value of the financial liability from the fair value of the compound financial instrument as a whole and was therefore classified within Level 2 of the fair value hierarchy amounting to $160,398, net of issue costs of $19,507 and deferred taxes of $66,203.

20. RELATED PARTY TRANSACTIONS

Compensation of Key Management Personnel – The Company considers its directors and executives to be key management personnel. Key management personnel compensation for the three and nine months ended September 30, consisting of stock based compensation, consulting fees, salaries and benefits are as follows:

	Three months ended September 30,		Nine months ended September 30,	
In dollars	2015	2014	2015	2014
Salaries and benefits	102,774	111,643	309,024	264,972
Sales commissions	8,416	-	27,790	11,308
Consulting fees (1)	40,850	36,833	124,481	116,685
Stock based compensation	9,886	16,106	37,752	116,108
Total	161,926	164,582	499,047	509,073

(1) Consulting fees for a director and officer of the Company are paid to a separate management company controlled by the director and officer.

21. SEGMENTED INFORMATION

The Company is divided into four primary segments corresponding to the following geographical areas: Canada, the United States, Central and South America and Europe. The Company essentially operates a single line of business, i.e. using the latest innovations in microbial technology, which, once blended with a host of other proprietary natural ingredients, allow the Company to formulate and patent innovative environmentally sustainable products for a variety of industries. Reporting by geographical area follows the same accounting policies as those used to prepare the consolidated financial statements.

For management purposes, the Company is organized into business units based on its products and services and has two reportable segments, as follows:

- The Agriculture segment, which provides environmentally friendly products for retail and industrial used such as fertilizers and soil amendments.
- The Dust Suppression segment, which provides a biodegradable microbial product that abates dust.

No operating segments have been aggregated to form the above reportable operating segments.

Executive Management monitors the operating results of its segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based at the revenue and gross margin level and is measured consistently with revenue and gross margins in the consolidated financial statements. Also, the Company's financing (including finance costs and finance income) and income taxes are managed on a consolidated basis and are not allocated to operating segments.

Profit or loss and statement of financial position items are allocated between the segments on the following basis:

- Revenues and gross margins are allocated to the segment where revenues have been invoiced. There are no inter-segment revenues.
- General and administrative expenses are incurred in Canada and in Chile and are allocated where the expense is incurred. Expenses related to statutory reporting requirements, stock based compensation associated with the board of directors and stock trading costs have not been allocated.
- Sales and Marketing costs are generally allocated to the segments that benefit from the cost incurred in the reporting period.
- Amortization expenses related to intangible assets have not been allocated as these assets benefit all segments.
- Research and development costs are allocated on the basis of revenue.
- Trade and other receivables and inventory are allocated based on the location of the debtor and the physical location of the inventory, respectively, while prepaid assets generally pertain to Canada.

(Expressed in Canadian dollars, except for number of securities)

21. SEGMENTED INFORMATION (cont'd)

- Cash, due from shareholder, intangible assets and deferred income taxes have not been allocated.
- Trade and other payables as well as the purchase consideration payable for the acquisition of LFP have been allocated to the Country where the liability exists.

Three months ended September 30, 2015	Canada	USA	Central & South America	Europe	Other	Not Allocated	Total
Components of net loss							
Revenue	6,598	-	248,489	-	-	-	255,087
Cost of goods sold	4,172		157,079		-	-	161,251
Gross Margin	2,427	-	91,409	-	-	-	93,836
General and Administrative expenses	56,986		31,617			33,604	122,207
Sales & Marketing expenses	227,010		79,349	(2,626)		36,451	340,184
Research & Development	1,769		66,634	-		-	68,403
Financial Expenses			(709)			36,369	35,660
Expenses	285,765	-	176,891	(2,626)	-	106,424	566,454
Deferred Income taxes	-	-	-	-	-	(76,008)	(76,008)
Net Loss	**(283,338)**	**-**	**(85,482)**	**2,626**	**-**	**(30,416)**	**(396,610)**
Other Information							
Depreciation and Amortization	14,857	-	-	-	-	36,450	51,307
Revenue by Type							
Dust Supression Products	-	-	248,489	-	-	-	248,489
Agriculture Products	6,598	-	-				6,598
Total	**6,598**	**-**	**248,489**	**-**	**-**	**-**	**255,087**

Three months ended September 30, 2014	Canada	USA	Central & South America	Europe	Other	Not Allocated	Total
Components of net loss							
Revenue	4,420	-	31,405	(6,953)			28,872
Cost of goods sold	8,555	-	31,405	3,399			43,359
Gross Margin	**(4,135)**	**-**	**-**	**(10,352)**	**-**	**-**	**(14,487)**
General and Administrative expenses	14,442	-	102,612	9,956	-	-	127,010
Sales & Marketing expenses	44,886	-	318,908	30,941	-	-	394,735
Research & Development	5,066	-	35,990	3,492	-	-	44,548
Financial Expenses	19,602	(175)	-	3,047		(1,291)	21,183
Expenses	83,996	(175)	457,510	47,436	-	(1,291)	587,476
Deferred Income taxes	-	-	-	-	-	-	-
Net Loss	**(88,131)**	**175**	**(457,510)**	**(57,788)**	**-**	**1,291**	**(601,963)**
Other Information							
Depreciation and Amortization	3,919					40,502	44,421
Revenue by Type							
Dust Supression							
Products	-	-	31,405	(5,762)		-	25,643
Services	-	-	-	-	-	-	-
	-	**-**	**31,405**	**(5,762)**	**-**	**-**	**25,643**
Agriculture							
Products	3,229					-	3,229
	3,229	**-**	**-**	**-**	**-**	**-**	**3,229**
Total	**3,229**	**-**	**31,405**	**(5,762)**	**-**	**-**	**28,872**

(Expressed in Canadian dollars, except for number of securities)

21. SEGMENTED INFORMATION (cont'd)

Nine months ended September 30, 2015	**Canada**	**USA**	**Central & South America**	**Europe**	**Other**	**Not Allocated**	**Total**
Components of net loss							
Revenue	142,685	-	607,035	141,854	-	-	891,574
Cost of goods sold	87,738		373,273	87,228			548,239
Gross Margin	54,947	-	233,762	54,626	-	-	343,335
General and Administrative expenses	248,640	-	41,890	-	-	110,136	400,666
Sales & Marketing expenses	535,990	-	380,006	1,749	17,190	109,350	1,044,285
Research & Development	24,178	-	102,861	24,037	-	-	151,076
Financial Expenses	-	-	(709)	-	-	103,161	102,452
Expenses	808,808	-	524,048	25,786	17,190	322,647	1,698,479
Deferred Income taxes	-	-	-	-	-	(100,618)	(100,618)
Net Loss	**(753,861)**	**-**	**(290,286)**	**28,840**	**(17,190)**	**(222,029)**	**(1,254,526)**
Other Information							
Depreciation and Amortization	34,623	-	-	-	-	109,350	143,973
Revenue by Type							
Dust Supression Products	-	-	398,870	141,854	-	-	540,724
Agriculture Products	142,685	-	208,165	-	-	-	350,850
Total	**142,685**	**-**	**607,035**	**141,854**	**-**	**-**	**891,574**

Nine months ended September 30, 2014	**Canada**	**USA**	**Central & South America**	**Europe**	**Other**	**Not Allocated**	**Total**
Components of net loss							
Revenue	13,517	3,421	31,405	232,047	14,967	-	295,357
Cost of goods sold	14,294	1,323	31,405	93,623	5,789	-	146,434
Gross Margin	**(777)**	**2,098**	**-**	**138,424**	**9,178**	**-**	**148,923**
General and Administrative expenses	20,977	3,695	102,611	271,370	16,165	-	414,818
Sales & Marketing expenses	56,918	6,804	318,908	512,334	29,767	-	924,731
Research & Development	7,955	1,634	35,990	119,083	7,147	-	171,809
Financial Expenses	64,725	(175)	-	9,335	-	929,310	1,003,195
Expenses	150,575	11,958	457,509	912,122	53,079	929,310	2,514,553
Deferred Income taxes	-	-	-	-	-	-	-
Net Loss	**(151,352)**	**(9,860)**	**(457,509)**	**(773,698)**	**(43,901)**	**(929,310)**	**(2,365,630)**
Other Information							
Depreciation and Amortization	10,161	-	-	-	-	60,983	71,144
Revenue by Type							
Dust Supression Products	983	2,831	31,405	236,875	4,025		276,119
Dust Supression Services	-	-	-	-	10,942		10,942
	983	**2,831**	**31,405**	**236,875**	**14,967**	**-**	**287,061**
Agriculture Products	8,296	-	-	-	-		8,296
Total	**9,279**	**2,831**	**31,405**	**236,875**	**14,967**	**-**	**295,357**

Components of Consolidated Statement of Financial Position - September 30, 2015							
Assets	1,622,637	-	114,317	-	-	945,670	2,682,624
Liabilities	561,185	-	12,452	-	-	1,366,264	1,939,901
Net Assets (Liabilities)	**1,061,451**	**-**	**101,865**	**-**	**-**	**(420,594)**	**742,723**

Components of Consolidated Statement of Financial Position - December 31, 2014							
Assets	300,559	-	153,349	-	-	1,570,283	2,024,191
Liabilities	858,204	-	-	-	-	-	858,204
Net Assets (Liabilities)	**(557,645)**	**-**	**153,349**	**-**	**-**	**1,570,283**	**1,165,987**