Revelstoke Equity Inc.
(A Capital Pool Company)

Unaudited Condensed Interim Financial Statements

For the three month period ended September 30, 2017

The accompanying unaudited condensed interim financial statements of the Corporation have been prepared by and are the responsibility of the Corporation's management.

The Corporation's independent auditor has not performed a review of these financial statements in accordance with standards for a review of interim financial statements by an entity's auditor.

Revelstoke Equity Inc.
(A Capital Pool Company)

Unaudited Condensed Interim Statement of Financial Position
(in Canadian Dollars)

		September 30, 2017		June 30, 2017
Assets				
Current assets				
Cash	**$**	**440,561**	$	473,612
	$	**440,561**	$	473,612
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities	**$**		$	29,880
Shareholders' equity				
Share capital *(note 3)*		**618,512**		618,512
Contributed Surplus		**151,060**		151,060
Deficit		**(339,562)**		(325,840)
		430,010		443,732
	$	**440,561**	$	473,612

Nature of Operations *(note 1)*

Subsequent Events and Proposed Transaction with Jet Power & Controls Ltd. *(note 6)*

The accompanying notes are an integral part of these unaudited condensed interim financial statements.

Approved by the Board

Signed: "Craig Leon"

Director

Signed: "Tim Leon"

Director

Unaudited Condensed Interim Statement of Comprehensive Loss
(in Canadian Dollars)

	For the three month period ended September 30, 2017	2016
Expenses		
Listing and Filing fees	**$ 2,650**	**881**
Professional fees	$ **11,072**	**-**
Office Expense	$ -	-
Net loss and comprehensive loss for the period	**$ (13,722)**	**(881)**
Net loss per share - basic and diluted	**$ (0.01)**	**(0.01)**
Weighted average shares outstanding	**4,289,300**	**4,289,300**

The accompanying notes are an integral part of these unaudited condensed interim financial statements.

Unaudited Condensed Interim Statement of Changes in Equity
(in Canadian Dollars)

	Number of common shares	Share Capital	Contributed Surplus	Deficit	Total
Balance, June 30, 2015	**1,000,000**	**100,000**	**-**	**(65,693)**	**34,307**
Issuance of common shares	**3,289,300**	**657,860**	**-**	**-**	**657,860**
Share issuance costs	**-**	**(88,386)**	**-**	**-**	**(88,386)**
Net loss for the period	**-**	**-**	**-**	**(24,170)**	**(24,170)**
Balance, September 30, 2015	**4,289,300**	**669,474**	**-**	**(89,863)**	**579,611**
Balance, June 30, 2016	**4,289,300**	**618,512**	**151,060**	**(260,330)**	**509,242**
Comprehensive loss for the year	**-**	**-**	**-**	**(65,510)**	**(65,510)**
Balance, June 30, 2017	**4,289,300**	**618,512**	**151,060**	**(325,840)**	**443,732**
Comprehensive loss for the period	**-**	**-**	**-**	**(13,722)**	**(13,722)**
Balance, September 30, 2017	**4,289,300**	**618,512**	**151,060**	**(339,562)**	**430,010**

The accompanying notes are an integral part of these unaudited condensed interim financial statements.

Unaudited Condensed Interim Statement of Cash Flows
(in Canadian Dollars)

	For the Three Month Period Ended September 30,	
	2017	**2016**
Cash flow from operating activities		
Net loss for the period	$ **(13,722)**	**(881)**
Net change in non-cash working capital		
Decrease in accounts payable and accrued liabilities	**(19,329)**	**-**
	(33,051)	**(881)**
Cash flow from financing activities		
Proceeds from issuance of shares, net of issuance costs	**-**	**-**
	-	**-**
Net change in cash	**(33,051)**	**(881)**
Cash, beginning of period	**473,612**	**509,536**
Cash, end of period	**$ 440,561**	**508,655**

The accompanying notes are an integral part of these unaudited condensed interim financial statements.

1. Nature of Operations and Going Concern

Revelstoke Equity Inc. (the "Company") (A Capital Pool Company) was incorporated pursuant to the provisions of the Business Corporations Act of Ontario on November 14, 2014.

On August 12, 2015, the Company completed its Initial Public offering ("IPO") (note 3) to be classified as a Capital Pool Company as defined pursuant to Policy 2.4 of the TSX Venture Exchange (the "Exchange"). The Company's principal purpose is the identification and evaluation of assets or businesses with a view to acquisition or participation therein subject, in certain cases, to shareholders' approval and acceptance by the Exchange.

The Company's continuing operations are dependent upon its ability to identify, evaluate and negotiate an agreement to acquire an interest in a material asset or business within twenty-four months of listing on the Exchange. Where an acquisition or participation (the "Qualifying Transaction) is warranted, additional funding may be required. The ability of the Company to fund its potential future operations and commitments is dependent upon its ability to obtain additional financing. There is no assurance that the Company will be able to secure the necessary financing to complete a Qualifying Transaction. The Exchange may suspend or de-list the Company's shares from trading should it not meet these requirements. Accordingly, there exists a material uncertainty that casts significant doubt about the Company's ability to continue as a going concern.

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations.

The Company's head office and registered records office address is 40 King Street West, Suite 4400, Toronto, Ontario, Canada M5H 3Y4.

These financial statements were authorized for issue by the Board of Directors on November 29, 2017.

2. Summary of Significant Accounting Policies

Statement of Compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB").

The financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected financial assets and financial liabilities. The financial statements are presented in Canadian dollars, which is the Company's functional and presentation currency.

2. Summary of Significant Accounting Policies - continued

Use of Estimates and Judgment

The preparation of these financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors that are believed to be reasonable under the circumstances. Actual results could differ from these estimates.

Income Taxes

Income tax comprises current and deferred tax. Income tax is recognized in profit or loss except to the extent that it relates to items recognized directly in equity or other comprehensive income, in which case the income tax is also recognized directly in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted, or substantively enacted, at the end of the reporting period, and any adjustment to tax payable in respect of previous years. Current tax assets and current tax liabilities are only offset if a legally enforceable right exists to set off the amounts, and the Company intends to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred tax is recognized in respect of all qualifying temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined on a non-discounted basis using tax rates and laws that have been enacted or substantively enacted at the end of the reporting period and are expected to apply when the deferred tax asset or liability is settled. Deferred tax assets are recognized to the extent that it is probable that the assets can be recovered. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Deferred income tax assets and liabilities are presented as non-current.

Share Capital

Common shares are classified as equity. Incremental costs directly attributable to the issuance of shares are recognized as a deduction from equity.

Basic and Diluted Loss per Share

Basic loss per share is computed by dividing the net loss applicable to common shares by the weighted average number of common shares outstanding for the relevant period.

Diluted loss per share is computed by dividing the net loss applicable to common shares by the sum of the weighted average number of common shares issued and outstanding and all additional common shares that would have been outstanding if potentially dilutive instruments were converted.

2. Summary of Significant Accounting Policies - continued

Financial instruments

Financial assets

The Company classifies its financial assets into one of the following categories, depending on the purpose for which the asset was acquired. The Company's accounting policy for each category is as follows:

Fair value through profit or loss - this category comprises derivatives, or assets acquired principally for the purpose of being resold in the near term. They are carried on the statement of financial position at fair value with changes in fair value recognized in the statement of loss and comprehensive loss.

Loans and receivables - these assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are carried at cost less any provision for impairment. Individually significant receivables are considered for impairment when they are past due or when other objective evidence is received that a specific counterparty will default.

Held-to-maturity investments - these assets are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Company's management has the intention and ability to hold to maturity. These assets are measured at amortized cost using the effective interest method. If there is objective evidence that the investment is impaired, determined by reference to external credit ratings and other relevant indicators, the financial asset is measured at the present value of estimated future cash flows. Any changes to the carrying amount of the investment, including impairment losses, are recognized in the statement of loss and comprehensive loss.

Available-for-sale - non-derivative financial assets not included in the above categories are classified as available-for-sale. They are carried at fair value with changes in fair value recognized directly in equity. Where a decline in the fair value of an available-for-sale financial asset constitutes objective evidence of impairment, the amount of the loss is removed from equity and recognized in the statement of loss and comprehensive loss.

All financial assets except for those at fair value through profit or loss are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or a group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets described above.

2. Summary of Significant Accounting Policies - continued

Financial instruments - continued

Financial liabilities

The Company classifies its financial liabilities into one of two categories, depending on the purpose for which the asset was acquired. The Company's accounting policy for each category is as follows:

Fair value through profit or loss - this category comprises derivatives, or liabilities acquired or incurred principally for the purpose of selling or repurchasing in the near term. They are carried on the statement of financial position at fair value with changes in fair value recognized in the statement of loss and comprehensive loss.

Other financial liabilities - this category includes accounts payables and accrued liabilities, which is recognized at amortized cost.

IFRS 7 establishes a fair value hierarchy that prioritizes the input to valuation techniques used to measure fair value as follows:

- Level 1 - valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - valuation techniques based on inputs other than quoted prices included in Level Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As of September 30, 2017, cash is measured at fair value and is classified within Level 1 of the fair value hierarchy on the statement of financial position.

Future accounting pronouncements

Standards issued but not yet effective up to the date of issuance of these financial statements are listed below. This list is of standards and interpretations issued that the Company reasonably expects to be applicable at a future date. The Company intends to adopt those standards when they become effective.

Amendments to IFRS 7, Financial Instruments: Disclosures (“IFRS 7”). The Company will be required to adopt amendments to IFRS 7, requiring increased disclosure regarding derecognition of financial assets and the continuing involvement accounting for annual periods beginning on or after December 1, 2016. Management is currently evaluating the potential impact, if any, that the adoption of IFRS 7 will have on the Company’s financial statements.

IFRS 9, Financial Instruments, (“IFRS 9”) 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

2. Summary of Significant Accounting Policies - continued

Future Accounting Announcement - continued

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 for annual periods beginning on or after January 1, 2018. Management is currently evaluating the potential impact, if any, that the adoption of IFRS 9 will have on the Company's financial statements.

3. Share Capital

Authorized

Unlimited Common shares

Issued and outstanding common shares

4,289,300 Common Shares

On April 9, 2015 the Company issued 1,000,000 Common Shares, at a price of $0.10 per share for gross proceeds of $100,000.

On August 12, 2015 the Company completed its IPO and issued 3,289,300 Common Shares, at a price of $0.20 per share, for gross proceeds of $657,860. The Company granted Hampton Securities Limited, its agent for the IPO, Agent's warrants allowing it to purchase 328,930 Common Shares at a price of $0.20 per Common Share, exercisable for a period of twenty-four months from the date of listing of the Common Shares on the TSX Venture. The Company also incurred $88,386 in cash issuance costs related to the IPO.

Escrow Shares

Subject to an Escrow Agreement pursuant to the requirements of the Exchange, 1,000,000 common shares issued on April 30, 2014 are held in escrow. Under the terms of the Escrow Agreement, these shares will be released as to 10% thereof on the completion of the Company's Qualifying Transaction as defined in the policies of the Exchange, and as to 15% thereof on each of the 6th, 12th, 18th, 24th, 30th and 36th months following the initial release.

3. Share Capital - continued

All common shares acquired on exercise of stock options granted to directors and officers prior to the completion of a Qualifying Transaction must also be deposited in escrow until the Final Exchange Bulletin is issued.

All common shares of the Company acquired in the secondary market prior to the completion of a Qualifying Transaction by a Control Person, as defined in the policies of the Exchange, are required to be deposited in escrow. Subject to certain permitted exemptions, all securities of the Company held by principals of the resulting issuer will also be escrowed.

4. Financial Instruments

Fair Values

At September 30, 2017, the Company's financial instruments consisted of cash and accounts payable and accrued liabilities. The fair value of accounts payable and accrued liabilities approximates its carrying value due to the relatively short-term maturity of this instrument.

Credit Risk

The Company is not exposed to any significant credit risk.

Interest Rate Risk

The Company is not exposed to any significant interest rate risk.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company currently settles its financial obligations out of cash. The ability to do this relies on the Company raising equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs.

5. Capital Management

The Company's capital currently consists of common shares. Its principal source of cash is from the issuance of common shares. The Company's capital management objectives are to safeguard its ability to continue as a going concern and to have sufficient capital to be able to identify, evaluate and then acquire an interest in a business or assets. The Company does not have any externally imposed capital requirements to which it is subject. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares.

6. Subsequent Events and Proposed Transaction with Jet Power & Controls Ltd.

On January 3, 2017, the Company entered into a binding letter of intent with Jet Power & Controls Ltd. ("Jet Power") which outlines the general terms and conditions of a Proposed Transaction. The Proposed Transaction will result in the Company acquiring all of the issued and outstanding shares of Jet Power, with each shareholder and warrant holder of Jet Power receiving one share of the Company, issued at a deemed price of $0.30 for every Jet Power share held by them and/or one warrant of the Company for every warrant of Jet Power held by them. The number of shares of the Company to be issued to acquire Jet Power will be 43,000,000.

As a result of the Proposed Transaction, the Company will continue on with the business of Jet Power and the name of the resulting issuer will be changed to "Jet Power & Controls Ltd." or such other name as may be acceptable to the Company, Jet Power and the Exchange.

Prior to completion of the Proposed Transaction, the below conditions must be met:

(i) The Resulting Issuer shall meet the minimum listing requirements of a Tier 2 Exchange issuer pursuant to Policy 2.1 of the Exchange;

(ii) The Company will have taken all necessary steps to have its name changed from "Revelstoke Equity Inc." to "Jet Power & Control Systems Ltd." or such other name as the parties may determine and which is acceptable to the Exchange and applicable regulatory authorities;

(iii) Certain of the current directors and officers of Revelstoke Equity Inc, to be determined, will have resigned and the incoming directors and officers of the Resulting Issuer shall have been appointed;

(iv) Completion of a private placement of units of Jet Power for gross proceeds of a minimum of $1.5 million and a maximum of $6 million. Upon closing of the Proposed Transaction, all of the offered Shares, warrants, and compensation options issued in the Offering will be exchanged for shares, warrants and compensation options of Revelstoke Equity Inc; on a one for one basis and all on substantially the same terms and conditions;

(v) Receipt of all required consents, waiver and approvals from the Exchange, any securities regulatory authority and any other third party having jurisdiction, including approval from the Exchange for the Proposed Transaction as its Qualifying Transaction and the listing of the Resulting Issuer shares on the Exchange.

On May 8, 2017, Jet Power completed a pre-condition to completion of the Proposed Transaction by closing a brokered private placement of units for gross proceeds of $1,501,000. The offering consisted of 5,003,334 Units sold at a purchase price of $0.30 per Unit, with each Unit consisting of one common share of Jet Power and ½ of one common share purchase warrant of Jet Power for a total issuance of 5,003,334 Offered Shares and 2,501,667 Warrants. Each whole Warrant entitles the holder to purchase one additional common share of Jet Power at an exercise price of $0.50 per share for a period of 24 months from the date of issuance. Upon completion of the Proposed Transaction, the Warrants shall be subject to an accelerated expiration at the option of the Resulting Issuer should the Offered Shares trade at or above $0.75 per share for a period of 20 non-consecutive trading days.

On June 22, 2017, the Company held its annual general and special meeting of shareholders (the "Annual Meeting"). At the Annual Meeting, the shareholders of Revelstoke elected the directors for the ensuing year and approved, among other things, a proposed name change of the Company to be implemented in connection with the Jet Power QT and certain amendments to the by-laws of the Company to permit the Company to hold shareholder meetings at the registered office of the Company, at some other place in Ontario or at some place outside Ontario, without shareholder approval, and to permit electronic direct registration of the securities of the Company.

On September 21, 2017, Jet Power completed a private placement of unsecured convertible debentures (the "Jet Power Debentures") for aggregate gross proceeds of $500,000. The principal amount outstanding in respect of each of the Jet Power Debentures shall convert automatically, without any further notice or other steps or proceedings being taken by Jet Power, immediately prior to the completion of the Proposed Transaction, into one Jet Power Unit for each $0.30 of the principal amount outstanding under the Jet Power Debenture. The holders of each Jet Power Debenture also have the option to convert the principal amount outstanding in respect of the Jet Power Debenture, in whole or in part, into one Jet Power Unit for each $0.30 of the principal amount, such option being exercisable until the business day prior to September 21, 2018.

All of the Jet Power Shares, Warrants and Compensation Options issued in the above private placements will be exchanged for Common Shares, Warrants and Compensation Options in the resulting issuer upon completion of the Proposed Transaction.

Jet Power is a provider of electrical power distribution control products and services to heavy power users such as pipelines, refiners, manufacturers, municipalities, and infrastructure providers across North America. Jet Power designs, manufactures, assembles, integrates, and tests a complete range of power control systems and accessories and offers services ranging from basic panel wiring to complete manufacturing of medium voltage electrical sub stations. The Jet Power Shares are not publicly listed on any securities exchange.

As not all of the conditions stated above have been met, the Proposed Transaction has not completed as of the date of these financial statements. On November 24, 2017, the Company held a special meeting of shareholders (the "Special Meeting"). At the Special Meeting, the shareholders of Revelstoke approved the transfer of the Company to the NEX board of the Exchange and the cancellation of such number of Seed Shares (as defined in Exchange policies) purchased by non-arm's length parties to the Company at a discount to the Company's initial public offering such that the average cost of the remaining Seed Shares is at least equal to $0.20 (or such other number of Seed Shares as may be defined by the Exchange). The transfer of the Company to the NEX board of the exchange and the cancellation of Seed Shares is only expected to occur if the Board of Directors determines that the Company should no longer proceed with the Proposed Transaction, or if required by the Exchange.