Alternaturals, Inc.

Second Quarterly Report

For the three months ended June 30, 2015

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1) Name of the issuer and its predecessors (if any)

Alternaturals, Inc.
(Formerly Premier Mortgage Resources, Inc.)

2) Address of the issuer's principal executive offices

Company Headquarters
Address 1: 2885 Sanford Ave SW Suite: 28452
Address 2: Grandville
Address 3: MI 49418
Phone: 616-244-8500
Email: info@alternaturals.com Website(s): alternaturals.com

IR Contact
Address 1: 2885 Sanford Ave SW Suite: 28452
Address 2: Grandville
Address 3: MI 49418
Phone: 616-244-8500
Email: info@alternaturals.com Website(s): alternaturals.com

3) Security Information

Trading Symbol: ANAS (Formerly PMRS until April 30, 2014) Exact title and class of securities outstanding: Common CUSIP: 02154R100
Par or Stated Value: $0.001
Total shares authorized: 5,000,000,000 as of: 6/30/15
Total shares outstanding: 3,109,991,493 as of: 6/30/15

Transfer Agent
Name: Olde Monmouth Stock Transfer Co, Inc.
Address 1: 200 Memorial Parkway
Address 2: Atlantic Highlands
Address 3: NJ 07716
Phone: (732) 872-2727, Ext 101
Is the Transfer Agent registered under the Exchange Act? * Yes:[x] No:[ ]
*To be included in the OTC Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

List any restrictions on the transfer of security:
NONE

Describe any trading suspension orders issued by the SEC in the past 12 months.
NONE

List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:
NONE

4) Issuance History

1,000,000 Preferred Series B Shares Issued January 6th, 2015 to Peachtree Capital, LLC

5) Financial Statements

* See Financial Statements below

Alternaturals, Inc.
(Formerly Premier Mortgage Resources, Inc.)
Consolidated Balance Sheets
(Unaudited)

	June 30 2015	June 30, 2014
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 1,355	$ 5,783
Prepaid Expenses	7,750	7,750
Total Current Assets	9,105	13,533
Property, plant & equipment (Net)	8,990	9,980
Intangible assets (Net)	50,000	50,000
Goodwill	51,107	51,107
TOTAL ASSETS	$ 119,202	$ 124,620
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	$ 1,000	$ 500
Accrued interest	3,703	1,203
Derivative liability	62,842	34,502
Current portion of long-term debt(net of discount)	77,800	33,369
Total Current Liabilities	145,345	69,574
Total Liabilities	145,345	69,574
STOCKHOLDERS' DEFICIT		
Preferred Stock, par value $.0001, 5,000,000 authorized; 1 share series "b" issued and outstanding at 6/30/2015 and 6/30/2014	-	-
Common stock, par value $0.001 per share, 5,000,000,000 shares authorized; 3,109,991,493 issued and outstanding 6/30/2015 and 12/31/2014	3,109,991	3,109,991
Additional paid-in-capital	851,107	851,107
Retained Deficit	(3,987,241)	(3,906,052)
Total Stockholders' Deficit	(26,143)	55,046
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	$ 119,202	$ 124,620

"The accompanying notes are an integral part of these financial statements"

Alternaturals, Inc.
(Formerly Premier Mortgage Resources, Inc.)
Consolidated Statements of Operations
(Unaudited)

	For The Three Months Ended June 30,		For The Six Months Ended June 30,	
	2015	2014	2015	2014
REVENUES	$ 1,427	$ 2,710	$ 3,751	$ 10,810
COST OF SALES	583	599	1,533	5,380
GROSS PROFIT	844	2,111	2,218	5,430
OPERATING EXPENSES				
Depreciation	495	-	990	-
General and administrative	13,926	375	24,946	2,470
Compensation and professional fees	-	-	-	-
OPERATING EXPENSES	14,421	375	25,936	2,470
LOSS FROM OPERATIONS	(13,577)	1,736	(23,718)	2,960
OTHER INCOME (EXPENSE)				
Debt Acretion	(18,430)	-	(40,931)	-
Gain(loss) on derivatives	45,093	-	(7,670)	-
Interest expense	(1,250)	-	(8,870)	-
TOTAL OTHER INCOME (EXPENSE)	25,413	-	(57,471)	-
NET INCOME (LOSS) BEFORE INCOME TAXES	11,836	1,736	(81,189)	2,960
PROVISION FOR INCOME TAXES	-	-	-	-
NET INCOME (LOSS)	$ 11,836	$ 1,736	$ (81,189)	$ 2,960
OTHER COMPREHENSIVE INCOME /(LOSS) NET OF TAXES				
Unrealized income (loss) on held for sale marketable securities	-	-	-	-
COMPREHENSIVE INCOME/(LOSS)	$ 11,836	$ 1,736	$ (81,189)	$ 2,960
LOSS PER SHARE - BASIC & DILUTED	$ 0.00	$ 0.00	$ (0.00)	$ 0.00
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING	3,109,991,493	2,659,893,160	3,109,991,493	2,359,983,160

"The accompanying notes are an integral part of these financial statements"

Alternaturals, Inc.
(Formerly Premier Mortgage Resources, Inc.)
Consolidated Statements of Cash Flows
(Unaudited)

	For the Six Months Ended June 30,	
	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income(loss)	$ (81,189)	$ 2,960
Adjustments to reconcile net loss to net cash provided by		
(used in) operating activities:		
Depreciation expense	990	-
Debt discount amortization	47,301	-
Change in derivative liability	7,670	-
Change in operating assets and liabilities, net of acquisition:		(1,000)
(Increase) decrease in prepaid expenses	-	-
Increase (decrease) in accounts payable and accrued expenses	3,000	(20,957)
Net Cash Used in Operating Activities	(22,228)	(18,997)
CASH FLOWS FROM INVESTING ACTIVITIES		
None	-	-
Net Cash provided by (used in) Investing Activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Note payable proceeds	17,800	20,000
Net Cash Provided by (Used in) Financing Activities	17,800	20,000
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,428)	1,003
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	5,783	-
CASH AND CASH EQUIVALENTS, END OF PERIOD	$ 1,355	$ 1,003
SUPPLEMENTAL DISCLOSURES:		
Cash paid for interest	$ -	$ -
Cash paid for income taxes	$ -	$ -
NON-CASH INVESTING AND FINANCING ACTIVITIES:		
New derivative liabilities incurred	$ 20,670	$ -
Stock issued for debt	$ -	$ -

"The accompanying notes are an integral part of these financial statements"

Alternaturals, Inc.
Notes to Financial Statements
April 1, 2015 to June 30, 2015

NOTE 1 - ORGANIZATION AND OPERATIONS

Organization

Alternaturals, Inc. (the "Company") was incorporated in the State of Nevada on August 17, 1995 under the name "Mortgage Resources, Inc." The name of the Company was changed on August 20, 1997 to its current name. The Company began to commence operations in the mortgage banking industry in 1998. The Company held a license to operate as a mortgage banking entity until 2003. Since the date of incorporation and through August 1998, the company had steady operations. For the period August 1998 to June 30, 2011, the company has performed loan processing and telemarketing services. From of July 1, 2011 to present the company has operated as a consulting corporation making referrals in the mortgage industry. In March of 2007, an amendment was filed with the State of Nevada to increase the number of authorized shares to 5,000,000,000 shares, which is the current structure to date. During the fiscal year ended December 31, 2013, the company acquired DBA Alternaturals.com in order to move forward with it's plan to sell alternative healthcare products including Hemp and cannabis related products as well as several substitutes for popular prescription drugs. On April 30, 2014, a name and symbol change was approved by FINRA and took effect changing the company name to Alternaturals, Inc. and the symbol to ANAS. The new business operates out of a small office but has plans to expand rapidly over the next year using organic growth from the sale of the products online and in retail stores and dispensaries. In January 2015 the company corrected several inconsistencies throughout its disclosures regarding the CEO's preferred shares. Confusion as to whether the shares were Series A or B was due to several typos in previous disclosures. The company subsequently filed a designation to clarify those "control" shares as series "A" shares. Each series "A" share is convertible into common shares, but the preferred shares hold the same voting rights as the common they would be converted into, giving the holder more than 51% control of the company. A new series of preferred shares were also designated Series "B" which are convertible into common shares. However, Series B shares are not convertible until one year after their issuance and never in an amount more than 10% of the outstanding shares at the time of the conversion.

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation:

The consolidated financial statements include the accounts of the Company. All significant inter-company accounts and transactions have been eliminated in consolidation.

Use of Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents:

For financial statement presentation purposes, short-term, highly liquid investments with original maturities of three months or less are considered to be cash equivalents. The Company maintains its cash accounts at several financial institutions, which at times may exceed the insurable FDIC limit, but management believes that there is little risk of loss.

Fair Value of Financial Instruments:

In September 2006, the Financial Accounting Standards Board (FASB) introduced a framework for measuring fair value and expanded required disclosure about fair value measurements of assets and liabilities. The Company adopted the standard for those financial assets and liabilities as of the beginning of the 2008 fiscal year and the impact of adoption was not significant. FASB Accounting Standards Codification (ASC) 820 " *Fair Value Measurements and Disclosures* " (ASC 820) defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date ASC 820 also establishes a fair value hierarchy that distinguishes between (1) market participant assumptions developed based on market data obtained from independent sources (observable inputs) and (2) an entity's own assumptions about market participant assumptions developed based on the best information available in the circumstances (unobservable inputs). The fair value hierarchy consists of three broad levels, which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described below:

●Level 1—Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

●Level 2—Inputs other than quoted prices included within Level 1 that are observable for the asset or liability; either directly or indirectly, including quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; inputs other than quoted prices that are observable for the asset or liability (e.g. interest rates); and inputs that are derived principally from or corroborated by observable market data by correlation or other means.

●Level 3—Inputs that are both significant to the fair value measurement and unobservable.

The respective carrying value of certain on-balance-sheet financial instruments approximated their fair values due to the short-term nature of these instruments. These financial instruments include investments in available-for-sale securities and accounts payable and accrued expenses. The Company has also applied ASC 820 for all non- financial assets and liabilities measured at fair value on a non-recurring basis. The adoption of ASC 820 for non-financial assets and liabilities did not have a significant impact on the Company's financial statements.

Comprehensive Income:

ASC Topic 220 (SFAS No. 130) establishes standards for reporting comprehensive income and its components. Comprehensive income is defined as the change in equity during a period from transactions and other events from non-owner sources. Per the consolidated financial statements, the Company has purchased available-for-sale securities that are subject to this reporting.

Other-Than-Temporary Impairment:

All of our non-marketable and other investments are subject to a periodic impairment review. Investments are considered to be impaired when a decline in fair value is judged to be other-than-temporary. When events or changes in circumstances indicate that long- lived assets other than goodwill may be impaired, an evaluation is performed to determine if a write-down to fair value is required. When an asset is classified as held for sale, the asset's book value is evaluated and adjusted to the lower of its carrying amount or fair value less cost to sell. In addition, depreciation and amortization ceases while it is classified as held for sale.

The indicators that we use to identify those events and circumstances include:

- The investee's revenue and earnings trends relative to predefined milestones and overall business prospects;

- The general market conditions in the investee's industry or geographic area, including regulatory or economic changes;

- Factors related to the investee's ability to remain in business, such as the investee's liquidity, debt ratios, and the rate at which the investee is using its cash; and

- The investee's receipt of additional funding at a lower valuation. If an investee obtains additional funding at a valuation lower than our carrying amount or a new round of equity funding is required for the investee to remain in business, and the new round of equity does not appear imminent, it is presumed that the investment is other than temporarily impaired, unless specific facts and circumstances indicate otherwise.

Revenue and Cost Recognition:

The Company applies paragraph 605-10-S99-1 of the FASB Accounting Standards Codification for revenue recognition. The Company recognizes revenue when it is realized or realizable and earned. The Company considers revenue realized or realizable and earned when all of the following criteria are met: (i) persuasive evidence of an arrangement exists, (ii) the product has been shipped or the services have been rendered to the customer, (iii) the sales price is fixed or determinable, and (iv) collectability is reasonably assured. The Company also receives shares in certain companies for providing capital and investment services. Therefore when this type of income is recognized, the benefits) are accrued as the wages are earned. Less than five percent of our revenue comes from permanent placements where the Company earns and accrues the revenue 30 days after a client hires an employee full time on their payroll as per the Company's hire agreement. The Company's only expense on this work is commissions, which are accrued and payable when the revenue is earned.

Investments:

Marketable securities are classified as available-for-sale. Accordingly, they are carried at fair value with unrealized gains and losses reported, net of deferred income taxes, in accumulated other comprehensive income, a separate component of stockholder's equity.

Allowance for Doubtful Accounts:

The Company establishes an allowance for doubtful accounts through a review of several factors, including historical collection experience, current aging status of the customer accounts and the financial condition of the customers.

Fixed Assets:

Fixed assets are reported at cost less accumulated depreciation, which is generally provided on the straight-line method over the estimated useful lives of the assets. Upon sale or retirement of an asset, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is recognized.

Reclassifications:

Certain reclassifications have been made to prior year balances to conform to the current year's presentation only in such cases where the impact in the prior year's financials would have been immaterial to that period.

Financing Fees:

Financing fees are being amortized over the life of the related liability on the straight-line method which is not materially different than using the effective interest method.

Goodwill and Intangible Assets Arising from Acquisitions:

The reported amounts of goodwill for each business-reporting unit are reviewed for impairment on an annual basis and more frequently when negative conditions such as significant current or projected operating losses exist. The annual impairment test for goodwill is a two-step process and involves comparing the estimated fair value of each business-reporting unit to the business-reporting unit's carrying value, including goodwill. If the fair value of a business-reporting units

exceeds its carrying amount, goodwill of the business reporting unit is not considered impaired, and the second step of the impairment test is unnecessary. If the carrying amount of a reporting unit exceeds its fair value, the second step of the goodwill impairment test would be performed to measure the amount of impairment loss to be recorded, if any.

Evaluating Impairment of Long-lived Assets:

When events or changes in circumstances indicate that long-lived assets other than goodwill may be impaired, an evaluation is performed. For an asset classified as held for use, the estimated future undiscounted cash flows associated with the asset are compared to the asset's carrying amount to determine if a write-down to fair value is required. When an asset is classified as held for sale, the asset's book value is evaluated and adjusted to the lower of its carrying amount or fair value less cost to sell. In addition, depreciation and amortization ceases while it is classified as held for sale.

Net Loss Per Share:

Net loss per common share is computed using the weighted average number of common shares outstanding. Diluted earnings per share (EPS) includes additional dilution from common stock equivalents, such as stock issuable pursuant to the exercise of stock options and warrants. Common stock equivalents are not included in the computation of diluted earnings per share when the Company reports a loss because to do so would be anti−dilutive. The following is a reconciliation of the computation for basic and diluted EPS for the three months ended June 30, 2015 and 2014:

	6/30/2015	6/30/2014
Net Income (Loss)	$ (81,189)	$ 2,960
Weighted-average common shares outstanding basic:		
Weighted-average common stock basic	3,109,991,493	2,359,983,160
Equivalents		
Stock options	-	-
Warrants	-	-
Convertible Notes	-	-
Weighted-average common shares outstanding- Diluted	3,109,991,493	2,359,983,160

Income Taxes:

Deferred income tax assets and liabilities are computed annually for differences between financial statement and tax bases of assets and liabilities that will result in taxable or deductible amounts in the future based on enacted tax laws and rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. Income tax expense is the tax payable or

refundable for the period plus or minus the change during the period in deferred tax assets and liabilities.

The effective tax rate on the net loss before income taxes differs from the U.S. statutory rate as follows:

	6/30/2015
U.S statutory rate	34.00%
Less valuation allowance	(34.00)%
Effective tax rate	0.00%

The significant components of deferred tax assets and liabilities are as follows:

	6/30/2015
Deferred tax assets	
Net operating losses	$ (3,987,241)
Deferred tax liability	
Net deferred tax assets	(1,355,662)
Less valuation allowance	1,355,662
Deferred tax asset - net valuation allowance	$ 0

On an interim basis, the Company has a net operating loss carryover of approximately $3,999,077 available to offset future income for income tax reporting purposes, which will expire in various years through 2032, if not previously utilized. However, the Company's ability to use the carryover net operating loss may be substantially limited or eliminated pursuant to Internal Revenue Code Section 382. The Company adopted the provisions of ASC 740-10-50, formerly FIN 48, and "Accounting for Uncertainty in Income Taxes". The Company had no material unrecognized income tax assets or liabilities as of June 30, 2015.

The Company's policy regarding income tax interest and penalties is to expense those items as general and administrative expense but to identify them for tax purposes. During the periods ended June 30, 2015, there were no income tax, or related interest and penalty items in the income statement, or liabilities on the balance sheet. The Company files income tax returns in the U.S. federal jurisdiction and Nevada state jurisdiction. We are not currently involved in any income tax examinations.

Recently Issued Accounting Pronouncements:

The Company continually assesses any new accounting pronouncements to determine their applicability to the Company. Where it is determined that a new accounting pronouncement affects the Company's financial reporting, the Company undertakes a study to determine the consequence of the change to its financial statements and assures that there are proper controls in place to ascertain that the Company's financials properly reflect the change. The Company currently does not have any recent accounting pronouncements that they are studying and feel may be applicable.

NOTE 3- ACCOUNTS RECEIVABLE

The company currently has no receivables. However, the company does have intellectual property assets and with the new product line will have a steady revenue stream generated by the sale of its retail products.

NOTE 4- ACQUISITIONS AND INTANGIBLES

The company has not engaged in any acquisitions throughout the period.

Intangible assets consist of the following:

	6/30/2015	6/30/2014
Trademarks	$ 50,000	$ 50,000
Software	0	0
Less: Accumulated amortization Impairment	0	0
Intangible Assets, Net	50,000	50,000
Goodwill	$ 51,107	$ 51,107
Less: impairment	0	0
Goodwill, Net	$ 51,107	$ 51,107

NOTE 5- CONVERTIBLE PROMISSORY NOTES

On October 31, 2009 the Company issued a Convertible promissory note for loans totaling $150,000.00. The note was to be paid in full on by October 31, 2010 and due to the short-term nature of the note it carries a zero interest rate. The holders may at its election convert all or part of this note into shares of the Company's common stock at a fixed predetermined discounted conversion rate determined at the commitment date. The notes have matured during the year and are considered in default by the Lender. Two parties have purchased this $150,000.00 Note as follows: Eastlight Enterprises, Inc. has purchased $75,000 of this note and Globe Idol Capital, Inc. has purchased $75,000 of the note. Additionally, Eastlight Enterprises, and Globe Idol Capital were issued convertible promissory notes dated January 15, 2014 for $10,000.00 each. Additional funding loaned to the company which combined totaled $20,000.00 and Peachtree Capital, LLC loaned the Company $40,000 on August 12, 2014 through the issuance of convertible note. Peachtree Capital, LLC loaned the Company $5,000 on February 15, 2015 and $9,300 on March 31, 2015. These are all consolidated into several convertible notes, which convert into common stock at a prescribed conversion price. These loans are summarized in the following table:

Original Notes Payable	$ 150,000	$ 20,000	40,000	5,000	9,300
Discounts on Notes	(150,000)	(20,000)	(40,000)	(5,000)	(9,300)
Amortization of discounts	0	17,778	35,592	2,500	0
Conversions	0	0	0	0	0

Notes Payable Balance at March 31,2015	$ 0	$ 17,778	$ 35,592	2,500	0
Derivative liability on note January 1, 2015	$ 0	$ 10,882	23,620	0	0
Additions of new notes or (Conversions)	0	0	0	7,160	13,510
Adjustment to March 31, 2015 Fair Market Value	0	18,172	34,488	103	0
Derivative liability at June 30, 2015	$ 0	$ 29,054	$ 58,108	7,263	13,510

NOTE 6- LOAN PAYABLE TO SHAREHOLDERS

As of June 30, 2015 there were no loans payable to shareholders outstanding.

NOTE 7- GOING CONCERN

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. Currently, the Company has limited operating history and has incurred operating losses, insufficient working capital on hand and an accumulated deficit to date. These factors raise substantial doubt about the Company's ability to continue as a going concern. Management believes that the Company's capital requirements will depend on many factors including the success of the Company's development efforts and its efforts to raise capital. Management also believes the Company needs to raise additional capital for working capital purposes. There is no assurance that such financing will be available in the future. The conditions described above raise substantial doubt about our ability to continue as a going concern. The financial statements of the Company do not include any adjustments relating to the recoverability and classification of recorded assets, or the amounts and classifications of liabilities that might be necessary should the Company be unable to continue as a going concern.

NOTE 8- COMMITMENTS AND CONTINGENCIES

The Company currently has no commitments or contingencies.

NOTE 9 - DISCONTINUED OPERATIONS

In 2011, the company was divested of some of its operations, but continued operating as a licensing company maintaining its intellectual property and as a result has always, since inception had significant operations, and has always had assets other than cash. As of 6/31/15 the company is operating as a vitamin and supplement company.

NOTE 10- INCOME TAXES

Deferred income tax assets and liabilities are computed annually for differences between financial statement and tax bases of assets and liabilities that will result in taxable or deductible amounts in the future based on enacted tax laws and rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. Income tax expense is the tax payable or refundable for the period plus or minus the change during the period in deferred tax assets and liabilities.

On an interim basis, the Company has a net operating loss carryover of approximately $3,999,077 available to offset

future income for income tax reporting purposes, which will expire in various years through 2032, if not previously utilized. However, the Company's ability to use the carryover net operating loss may be substantially limited or eliminated pursuant to Internal Revenue Code Section 382. The Company adopted the provisions of ASC 740-10-50, formerly FIN 48, and "Accounting for Uncertainty in Income Taxes". The Company had no material unrecognized income tax assets or liabilities as of June 30, 2015.

The Company's policy regarding income tax interest and penalties is to expense those items as general and administrative expense but to identify them for tax purposes. During the periods ended June 30, 2015, there were no income tax, or related interest and penalty items in the income statement, or liabilities on the balance sheet. The Company files income tax returns in the U.S. federal jurisdiction and Nevada state jurisdiction. We are not currently involved in any income tax examinations.

NOTE 11 – DERIVATIVE LIABILITY

The Company accounts for derivative financial instruments in accordance with ASC 815, which requires that all derivative financial instruments be recorded in the balance sheets either as assets or liabilities at fair value.

The Company's derivative liability is an embedded derivative associated with some of the Company's convertible promissory notes. The convertible promissory notes were issued separately but since they have the same features are combined in these financial statements, (the "Notes"), is a hybrid instruments which contain an embedded derivative feature which would individually warrant separate accounting as a derivative instrument under Paragraph 815-10-05-4. The embedded derivative feature includes the conversion feature to the Notes. Pursuant to Paragraph 815-10-05-4, the value of the embedded derivative liability have been bifurcated from the debt host contract and recorded as a derivative liability resulting in a reduction of the initial carrying amount (as unamortized discount) of the notes, which are amortized as debt discount to be presented in other (income) expenses in the statements of operations using the effective interest method over the life of the notes.

The embedded derivative within the note have been valued using the Black Scholes approach, recorded at fair value at the date of issuance; and marked-to-market at each reporting period end date with changes in fair value recorded in the Company's statements of operations as "change in the fair value of derivative instrument".

As of June 30, 2015 and December 31, 2014, the estimated fair value of derivative liability was determined to be $62,842 and $34,502, respectively. During the six months ended June 30, 2015, amortization of $47,301 was recorded against the discount. The change in the fair value of derivative liabilities for the six months ended June 30, 2015 was $7,670 resulting in an aggregate loss on derivative liabilities of $62,842.

Summary of Fair Value of Financial Assets and Liabilities Measured on a Recurring Basis

Financial assets and liabilities measured at fair value on a recurring basis are summarized below and disclosed on the balance sheets:

		Fair Value Measurement Using			
	Carrying Value	**Level 1**	**Level 2**	**Level 3**	**Total**
Derivative liabilities on conversion feature	62,842	-	-	62,842	62,842
Total derivative liabilities	$ 62,842	$ -	$ -	$ 62,842	$ 62,842

Summary of the Changes in Fair Value of Level 3 Financial Liabilities

The table below provides a summary of the changes in fair value, including net transfers in and/or out, of all financial assets and liabilities measured at fair value on a recurring basis using significant unobservable inputs (Level 3) during the six months ended June 30, 2015:

	Derivative Liability
Fair value, January 1, 2015	$ 34,502
Additions	20,670
Change in fair value	7,670
Transfers in and/or out of Level 3	-
Fair value, June 30, 2015	$ 62,842

END OF NOTES TO FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2015

6) Describe the Issuer's Business, Products and Services

A. Alternaturals, Inc. creates, manufactures and sells alternative healthcare products. The company operates out of central offices in Grandville, Michigan, from which it services it's clients.
B. The company was originally incorporated in 1995
C. The company's SIC code is listed as 2833, Medicinal Chemicals and Botanical Products
D. Alternaturals, Inc.'s fiscal year ends on December 31st.
E. The company's primary products are a line of all-natural substitutes for prescription drugs.

7) Describe the Issuer's Facilities

A. The company Leases office space in Granville Michigan, and in Holbrook, NY on a month-to-month bases for $250.00 per month.

8) Officers, Directors, and Control Persons

A. Names of Officers, Directors, and Control Persons.

Matthew Briggs, CEO/President/treasurer
2885 Sanford Ave SW #28452
Grandville, MI 49418

B. Legal/Disciplinary History.

a. None of the forgoing persons have, in the past five years been the subject of a conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

b. None of the forgoing persons have, in the past five years been the subject of the entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

c. None of the forgoing persons have, in the past five years been the subject of a finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

d. None of the forgoing persons have, in the past five years been the subject of the entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities.

C. Beneficial Shareholders.

Matthew Briggs – 51% ownership via one share of Preferred Series A Securities. 2885
Sanford Ave SW #28452
Grandville, MI 49418

Note: In January 2015 the company corrected several inconsistencies throughout its disclosures regarding the CEO's preferred shares. Confusion as to whether the shares were Series A or B was cleared up by filing a designation with the state to clarify those "control" shares as series "A" shares. Each series "A" share is convertible into common shares, but the preferred shares hold the same voting rights as the common they would be converted into, giving the holder more than 51% control of the company.

9) Third Party Providers

Transfer Agent
Olde Monmouth Stock Transfer Co, Inc. Address
200 Memorial Parkway
Atlantic Highlands, NJ 07716
(732) 872-2727, Ext 101

10) Issuer Certification

I, Matthew Briggs, certify that:

1. I have reviewed this Report for the Three Months Ended June 30, 2015 of Alternaturals, Inc. Symbol: ANAS;

2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and

3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

9/10/15
[Date]

/S/ Matthew Briggs
[CEO's Signature]