Condensed Consolidated Interim Financial Statements

For the Three Months Ended March 31, 2016
(Expressed in United States Dollars)

Aldridge Minerals Inc.
Condensed Consolidated Interim Statements of Financial Position
(Expressed in United States dollars)
(Unaudited)

	As at March 31 2016	As at December 31 2015
ASSETS		
Current		
Cash and cash equivalents	**$ 6,047,309**	$ 8,520,566
Other receivables (Note 5)	**403,140**	292,239
Prepaid expenses	**170,981**	184,037
	6,621,430	8,996,842
Non-Current		
License deposits (Note 6(b))	**42,570**	34,697
Mineral property under development (Note 6(a))	**12,258,465**	11,433,524
Property and equipment (Note 7)	**11,765,949**	10,327,156
Other assets (Note 8)	**23,207**	21,814
	$ 30,711,621	$30,814,033
LIABILITIES		
Current		
Accounts payable and accrued liabilities	**$ 534,547**	$ 639,454
Due to related parties (Note 13)	**7,614**	16,337
Borrowings (Note 4(c))	**19,069,939**	18,346,881
	19,612,100	19,002,672
Non-Current		
Deferred revenue (Note 4(d))	**2,114,617**	2,114,617
Environmental rehabilitation provision (Note 14)	**37,812**	35,549
Other liabilities (Note 10)	**120,767**	126,974
	21,885,296	21,279,812
SHAREHOLDERS' EQUITY		
Share capital (Note 11)	**67,502,385**	67,502,385
Contributed surplus	**13,748,202**	13,714,090
Deficit	**(70,544,255)**	(69,807,550)
Accumulated other comprehensive loss	**(1,880,007)**	(1,874,704)
	8,826,325	9,534,221
	$ 30,711,621	$ 30,814,033

Nature of Operations and Going Concern (Note 1)
Subsequent Events (Note 17)

Approved by the Board of Directors: *"Barry Hildred"* Barry Hildred, Director *"Ed Guimaraes"* Ed Guimaraes, Director

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

Aldridge Minerals Inc.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in United States dollars)
(Unaudited)

	Three Months ended March 31 2016	March 31 2015
EXPENSES		
General and administrative (Note 12)	**819,632**	1,006,550
	(819,632)	(1,006,550)
OTHER INCOME (EXPENSE)		
Interest income	**24,090**	64,647
Interest expense (Note 9)	**(77,646)**	(168,704)
Other income	**11,720**	31,925
Other expense	**(382)**	-
Foreign exchange gain/(loss)	**125,145**	(426,299)
	82,927	(498,431)
Net loss for the period before income tax	**$ (736,705)**	$ (1,504,981)
Net loss for the period	**(736,705)**	(1,504,981)
Items that may be reclassified to net loss:		
Change in unrealized foreign currency translation gains/(losses) on foreign operations	**(5,303)**	(211,460)
Items that will not be subsequently reclassified to net loss:		
Changes in gains/(losses) on employment termination benefits	**-**	9,606
Comprehensive loss for the period	**$ (742,008)**	$ (1,706,835)
Basic and diluted net loss per share	**$ (0.01)**	$ (0.01)
Weighted average number of shares outstanding – basic and diluted	**106,955,881**	106,995,881

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

Aldridge Minerals Inc.
Condensed Consolidated Interim Statements of Changes in Equity
(Expressed in United States dollars)
(Unaudited)

	Share Capital	Contributed Surplus	Accumulated Other Comprehensive Income/(loss)	Deficit	Total
Balance, December 31, 2014	**$ 67,502,385**	**$13,473,024**	**$ (2,057,423)**	**$ (64,527,552)**	**$ 14,390,434**
Net loss for the period	-	-	-	(1,504,981)	(1,504,981)
Change in unrealized foreign currency translation gains/(losses) on foreign operations	-	-	(211,460)	-	(211,460)
Change in gains/ (losses) on employment termination benefits	-	-	9,606	-	9,606
Stock based compensation	-	93,293	-	-	93,293
Balance, March 31, 2015	**$ 67,502,385**	**$13,566,317**	**$ (2,259,277)**	**$ (66,032,533)**	**$ 12,776,892**
Net loss for the period	-	-	-	(3,775,017)	(3,775,017)
Change in unrealized foreign currency translation gains/(losses) on foreign operations	-	-	372,608	-	372,608
Change in gains/ (losses) on employment termination benefits			11,965	-	11,965
Comprehensive gain/ (loss) for the period	-	-	384,573	(3,775,017)	(3,390,444)
Stock based compensation	-	147,773	-	-	147,773
Balance, December 31, 2015	**$ 67,502,385**	**$13,714,090**	**$ (1,874,704)**	**$ (69,807,550)**	**$ 9,534,221**
Net loss for the period	-	-	-	(736,705)	(736,705)
Change in unrealized foreign currency translation gains/ (losses) on foreign operations	-	-	(5,303)	-	(5,303)
Change in gains/ (losses) on employment termination benefits			-	-	-
Comprehensive gain/ (loss) for the period	-	-	(5,303)	(736,705)	(742,008)
Stock based compensation	-	34,112	-	-	34,112
Balance, March 31, 2016	**$ 67,502,385**	**$13,748,202**	**$ (1,880,007)**	**$ (70,544,255)**	**$ 8,826,325**

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

Aldridge Minerals Inc.
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in United States dollars)
(Unaudited)

	Three Months ended March 31 2016	March 31 2015
Cash Flows from (used in) Operating Activities		
Net loss from operations	**$ (736,705)**	$(1,504,981)
Add (deduct) items not affecting cash:		
Amortization	**30,174**	11,216
Stock-based compensation	**29,811**	75,894
Foreign exchange loss/(gain)	**(100,958)**	450,922
Interest accrual and accretion on borrowings	**77,646**	628,108
Gain on warrant revaluation	-	(22,318)
	(700,032)	(361,159)
Changes in non-cash operating assets and liabilities (Note 16)	**(217,513)**	(391,778)
	(917,545)	(752,937)
Cash Flows from (used in) Investing Activities		
Investment in mineral property under development	**(545,419)**	(1,220,064)
License deposits	**(7,873)**	-
Purchase of property and equipment	**(1,048,566)**	(1,255,764)
	(1,601,858)	(2,475,828)
Impact of foreign exchange on cash balances	**46,146**	(541,071)
Net change in cash and cash equivalents	**(2,473,257)**	(3,769,836)
Cash and cash equivalents, beginning of year	**8,520,566**	14,331,409
Cash and cash equivalents, end of year	**$ 6,047,309**	**$**10,561,573
Total interest paid	**$ -**	$ -
Total income taxes paid	**$ 3,567**	$ 20,367

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Aldridge Minerals Inc. (the "Company") is listed on the TSX Venture Exchange (TSX-V: AGM). During the three months ended March 31, 2016, the Company's principal business activities were the exploration and development of mineral properties in Turkey. As at March 31, 2016, the Company is incorporated under the Canadian Business Corporations Act, and its head office is located at 10 King Street East, Suite 300, Toronto, Ontario, M5C 1C3.

The economic recoverability of the mineral properties is dependent upon prevailing market conditions and metal prices, successful acquisition of the land in which the minerals are located and the ability of the Company to obtain necessary financing to bring the property to commercial production.

These unaudited condensed consolidated interim financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. The Company has incurred a net loss in the current three months period of $736,705 (three months ended March 31, 2015 - $1,504,981) and has an accumulated deficit of $70,544,255 (December 31, 2015 - $69,807,550). As the Company progresses through the development stage of its Yenipazar Project, it will need to secure additional funding to advance the mine towards production, meet its obligations and keep its mineral claims in good standing. Although the Company has been successful in these activities in the past, there can be no assurance on the success and sufficiency of these initiatives in order to realize the economic value of the Yenipazar Project. The Company is pursuing financing alternatives to refinance the current Borrowings which are coming due on August 29, 2016 (Note 4). These circumstances may cast significant doubt as to the Company's ability to continue as a going concern and the ultimate appropriateness of the use of accounting principles applicable to a going concern.

These condensed consolidated interim financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and condensed consolidated interim statement of financial position classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation

These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting. The condensed consolidated interim financial statements do not include all disclosures required by International Financial Reporting Standards ("IFRS") for annual consolidated financial statements and accordingly, should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2015, which have been prepared in accordance with IFRS. The Board of Directors approved the unaudited condensed consolidated interim financial statements for issuance on May 12, 2016.

A summary of significant accounting policies is included in Note 2 of the Company's annual financial statements for the year ended December 31, 2015. The accounting policies adopted are consistent with those of the previous financial year, with the exception of the changes to functional and reporting currencies noted below and new standards and amendments effective for the financial year beginning on January 1, 2016.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

a) Basis of preparation (continued)

(i) Foreign currencies

Under IAS 21, an entity's functional currency should reflect the underlying transactions, events, and conditions relevant to the entity. On January 1, 2016 the functional currency of the Company, Aldridge Minerals Inc., changed from the Canadian Dollar ("CAD") to the United States Dollar ("USD"). The change is based on management's evaluation, taking into consideration the currency that most strongly influences primary operating and capital decisions in addition to the currency in which funding requirements are met. This change in accounting treatment is applied prospectively. The assets and liabilities of the Company were translated from CAD to USD at the exchange rate in effect on the date of change in functional currency. The functional currencies remained the same for the Company's entities domiciled in Turkey (USD) and in the Netherlands (EUR). The functional currency for the Company's Cayman Island entity, which was incorporated in February 2016, is the USD.

b) Accounting standards and amendments issued and adopted

(i) IAS 1, as amended is to clarify guidance on materiality and aggregation, the presentation of subtotals, the structure of financial statements and the disclosure of accounting policies. IAS 1 as amended is effective for years beginning on or after January 1, 2016. The implementation of amendments to IAS 1 had no impact to the Company's March 31, 2016 interim consolidated financial statements.

(ii) IAS 16 & IAS 38, amends IAS16 Property Plant and Equipment and IAS 38 Intangible Assets to (i) clarify that the use of a revenue-based depreciation and amortization method is not appropriate, and (ii) provide a rebuttable presumption for intangible assets. IAS 16 & IAS 38, are effective for years beginning on or after January 1, 2016. The implementation of amendments to IAS 16 and IAS 38 had no impact to the Company's March 31, 2016 interim consolidated financial statements.

c) Accounting standards and amendments issued but not yet adopted

(i) IFRS 9 - The final version of IFRS 9, Financial Instruments, was issued by the IASB in July 2014 and will replace IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 introduces a model for classification and measurement, a single, forward-looking 'expected loss' impairment model and a substantially reformed approach to hedge accounting. The new single, principle based approach for determining the classification of financial assets is driven by cash flow characteristics and the business model in which an asset is held. The new model also results in a single impairment model being applied to all financial instruments, which will require more timely recognition of expected credit losses. It also includes changes in respect of own credit risk in measuring liabilities elected to be measured at fair value, so that gains caused by the deterioration of an entity's own credit risk on such liabilities are no longer recognized in profit or loss. IFRS 9 is effective for annual periods beginning on or after January 1, 2018, however is available for early adoption. In addition, the own credit risk changes can be early applied in isolation without otherwise changing the accounting for financial instruments. The Company is in the process of assessing the impact of IFRS 9 and has not yet determined when it will adopt the new standard.

(ii) IFRS 15, issued in May 2014, establishes the principles that an entity shall apply to report the nature, amount, timing, and uncertainty of revenue and cash flows arising from a contract with a customer. IFRS 15 replaces IAS 11, Construction contracts, IAS 18, Revenue, IFRIC 13, Customer Loyalty Programs, IFRIC 15, Agreements for the Construction of Real Estate, IFRIC 18, Transfers of Assets from Customers and Standard Interpretations Committee interpretation 31, Revenue – Barter Transactions Involving Advertising Services. IFRS 15 will also result in enhanced disclosures about revenue, provide guidance for transactions that were not previously addressed comprehensively and improve guidance for multiple-element arrangements. On September 2015, on amendment to IFRS 15 was issued to defer the effective for annual periods beginning on or after January 1, 2018. The Company is currently assessing the impact of this standard.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

c) Accounting standards and amendments issued but not yet adopted (continued)

(iii) In January 2016, the IASB issued IFRS 16, replacing IAS17, "Leases". IFRS 16 provides a single lessee accounting model and requires the lessee to recognize assets and liabilities for all leases on its balance sheet providing the reader with greater transparency of an entity's lease obligations. IFRS 16 is effective for annual periods beginning on or after January 1, 2019 with early adoption provided. The Company is currently evaluating the impact of this standard.

(iv) In January 2016, the IASB issued amendments to IAS 7 pursuant to which entities will be required to provide enhanced information about changes in their financial liabilities, including changes from cash flows and non-cash changes. The IAS 7 amendments are effective for annual periods beginning on or after January 1, 2017. The Company is currently evaluating the impact of this standard.

(v) In January 2016, the IASB issued amendments to IAS 12, which clarifies guidance on the recognition of deferred tax assets related to unrealized losses resulting from debt instruments that are measured at fair value. The IAS 12 amendments are effecting for annual periods beginning on or after January 1, 2017. The Company does not currently measure any of its debt instruments at fair value. Therefore the implementation of this standard is not expected to have any material impact to the Company's financial statements.

3. CAPITAL MANAGEMENT

The Company's capital management objectives, policies and processes have remained unchanged during the three months ended March 31, 2016. As at March 31, 2016, the Company is subject to certain debt covenants. (Note 4).

4. 2014 FINANCING

On September 25, 2014 the Company closed a financing (the "2014 Financing") comprised of a $10 million equity private placement (the "Private Placement"), a $35,000,000 borrowings facility (the "Borrowings"), and offtake agreements for future lead concentrate and gold production (the "Offtakes").

Details of the 2014 Financing are as follows:

a) Share Purchases

Under the Private Placement agreements, an affiliate of Orion Mine Finance ("Orion") purchased 11,660,611 common shares, ANT Holding Anonim Sti. ("ANT") 6,696,732 common shares and APMS Investment Fund Ltd. (formerly Mavi Investment Fund Ltd.) ("APMS") 3,864,879 common shares at $0.45, for gross proceeds of $9,332,772 and transaction costs of $603,293 (net proceeds of $8,729,479).

As a result of an equity position greater than 10%, Orion was granted one nominee to the Company's board of directors, for a period of 24 months until September 25, 2016 and to continue as long as ownership meets or exceeds the 10% requirement.

(Expressed in United States Dollars)

4. 2014 FINANCING (continued)

b) Warrants

ANT and APMS have received one common share purchase warrant ("Warrant") for each common share purchased through the Private Placement agreements for a total of 10,561,611 Warrants. The Warrant exercise price is $1.00 and the Warrants expire on September 25, 2016.

On September 25, 2014, the Warrants were valued at $316,849 using the Black-Scholes Options Pricing Model. Although the Warrants were issued as part of the Private Placement, the Warrants were classified as liabilities at initial recognition due to the exercise price being denominated in a currency that was not the functional currency of the Company. The change of the functional currency in the current period did not have an impact on the accounting treatment of the Warrants as there have been no change to the instruments and therefore no change in the classification since initial recognition. The fair value of the warrants was estimated to be $nil as at March 31, 2016.

c) Borrowings

	As at March 31 2016	As at December 31 2015
Carrying value of borrowings	**$19,069,939**	18,346,881

The $35,000,000 Borrowings carries an interest rate of 9% per annum, plus the greater of the 3 month USD LIBOR rate and 1%, and a maturity date of August 29, 2016. Interest accrues over the term of the Borrowings and is capitalized monthly. Early repayment of the Borrowings may occur at any time without charges (other than customary breakage costs). On closing $10,000,000 was drawn down less financing costs of $1,211,056 (net proceeds of $7,007,717). The financing costs will be amortized over the term of the Borrowings using the effective interest rate method. As at March 31, 2016, the Company has undrawn borrowing facilities of $17,500,000 (December 31, 2015 - $17,500,000).

Orion has first priority interest in all of the material assets of the Company. Such security will be released following full repayment of the Borrowings plus all accrued interest. A debt covenant is in place for the Company, restricting the ratio of liabilities to equity to a maximum of 5:1 for FY2015 and thereafter until the Borrowings and all accrued interest are repaid fully. The Company has been in compliance with the debt covenant from the inception of the borrowings.

d) Offtake Agreements

An Orion affiliate entered into a purchase agreement with the Company, on a take-or-pay basis, to buy certain lead concentrate and gold offtakes produced at the Yenipazar Project. Under the agreement, the Company will sell and Orion will purchase, 50% of the gold produced (subject to a minimum of 237,089 ounces) and 5,000 dry metric tonnes of lead concentrate per annum (subject to a minimum total delivery of 50,000 dry metric tonnes), over the first ten years of the mine plan at Yenipazar. Payment price for both the gold and lead concentrate will be determined at the time of delivery by market values, subject to specific quotational periods. Deferred revenues relating to the offtakes totaling $2,114,617 have been recorded and will be taken into profit and loss as deliveries are made. Deferred revenues have been calculated as the net residual value after deducting the fair market values of all other individual financing components, excluding the offtakes, from the gross proceeds of the Borrowings. On closing, transaction costs totaling $118,369, which relate to the Offtakes, were recognized as other expenses in the statement of profit and loss.

(Expressed in United States Dollars)

5. OTHER RECEIVABLES

	As at March 31 2016	As at December 31 2015
Interest receivable	**$ 146**	$ 100
Sales taxes receivable	**402,994**	292,139
	$ 403,140	$ 292,239

6. MINERAL PROPERTY UNDER DEVELOPMENT

a) Yenipazar Project, Turkey

Mineral Property Under Development	**Yenipazar Project**
Balance, December 31, 2014	**$ 6,721,165**
Additions	1,541,431
Impact of foreign exchange	(114,989)
Balance, March 31, 2015	**$ 8,147,607**
Additions	3,524,583
Impact of foreign exchange	(238,666)
Balance, December 31, 2015	**$ 11,433,524**
Additions	824,941
Balance, March 31, 2016	**$ 12,258,465**

The Company's wholly-owned subsidiary in Turkey holds an Operational License for the Yenipazar Project. On May 21, 2014 the Company's Operational License and related mining permits for the Yenipazar Project were renewed for 5 years.

While the Company advances the Yenipazar Project towards development and production, the Company is operating under a temporary shutdown permit. The temporary shutdown permit is renewed annually and the Company's renewal application was approved in January 2016 and expires in December 2016.

During the three months ended March 31, 2016, additions to the mineral property under development mainly related to the completion of the Value Engineering Study and operational costs for the Yenipazar Project.

(Expressed in United States Dollars)

6. MINERAL PROPERTY UNDER DEVELOPMENT (continued)

a) Yenipazar Project, Turkey (continued)

The additional expenditures on the mineral property during the three months ended March 31, 2016 and March 31, 2015 in Yenipazar were as follows:

	Three Months ended March 31 2016	ended March 31 2015
Yenipazar Property		
Analytical	$ -	$ -
Amortization	**20,083**	23,465
Drilling	**-**	171,333
Drilling site access fees	**-**	4,026
Engineering consulting	**254,395**	336,912
Environmental consulting	**-**	4,000
Land acquisition planning and development	**-**	-
License	**-**	4,454
Metallurgical consulting	-	-
Permitting	**32,625**	10,499
Professional expenses	**-**	227,541
Employee costs	**204,293**	531,246
Community relations	**2,311**	-
Resource estimate and mine design	-	-
Travel	**3,458**	33,780
Vehicles and equipment maintenance	**9,367**	23,203
Interest capitalization	**255,139**	169,096
Camp costs	**42,268**	-
Other	**1,002**	1,876
	$ 824,941	$ 1,541,431

During the three months ended March 31, 2016, the Company capitalized borrowing costs amounting to $255,139 on qualifying assets ($879,535 during the year ended December 31, 2015). A capitalization rate of 3.9% (March 31, 2015 – 7.3%), representing the weighted average cost of general borrowing, was applied.

(Expressed in United States Dollars)

6. MINERAL PROPERTY UNDER DEVELOPMENT (continued)

b) License Deposits, Turkey

License deposits

Balance, December 31, 2014	**$**	**35,587**
Refunded on abandoned licenses		**-**
Impact of foreign exchange		(4,013)
Balance, March 31, 2015	**$**	**31,574**
Addition		1,963
Impact of foreign exchange		1,160
Balance, December 31, 2015	**$**	**34,697**
Addition		7,331
Impact of foreign exchange		542
Balance, March 31, 2016	**$**	**42,570**

Exploration and evaluation expenditures for the three months ended March 31, 2016 include amounts related to other licenses fees of $nil (December 31, 2015 - $4,454).

(Expressed in United States Dollars)

7. PROPERTY AND EQUIPMENT

Cost	Furniture and Equipment	Computer & software equipment	Land	Leasehold Improvements	Building	Total
Balance, December 31, 2014	**$ 657,526**	**$ 338,568**	**$ 3,170,005**	**$ 52,743**	**$ 376,009**	**$ 4,594,851**
Additions	22,112	110,405	1,232,078	-	-	1,364,595
Disposal	-	-	-	-	-	-
Impact of foreign exchange	(2,264)	(25,743)	-	(800)	-	(28,807)
Balance, March 31, 2015	**$ 677,374**	**$ 423,230**	**$4,402,083**	**$ 51,943**	**$ 376,009**	**$ 5,930,639**
Additions	11,597	10,264	5,044,678	-	-	5,066,539
Disposal	-	(1,256)	-	-	-	(1,256)
Impact of foreign exchange	(2,303)	(19,331)	-	(813)	-	(22,447)
Balance, December 31, 2015	**$ 686,668**	**$ 412,907**	**$ 9,446,761**	**$ 51,130**	**$ 376,009**	**$10,973,475**
Additions	-	5,906	1,489,055	-	640	1,495,601
Disposal	-	(6,551)	-	-	-	(6,551)
Balance, March 31, 2016	**$ 686,668**	**$ 412,262**	**$10,935,816**	**$ 51,130**	**$ 376,649**	**$12,462,525**

Accumulated amortization	Furniture and Equipment	Computer & software equipment	Land	Leasehold Improvements	Building	Total
Balance, December 31, 2014	**$ 370,687**	**$ 69,249**	**$ -**	**$ 8.940**	**$ 39,148**	**$ 488,024**
Additions	16,651	7,329	-	2,375	7,920	34,275
Disposal	-	-	-	-	-	-
Impact of foreign exchange	(2,304)	(1,715)	-	(381)	-	(4,400)
Balance, March 31, 2015	**$ 385,034**	**$ 74,863**	**$ -**	**$ 10,934**	**$ 47,068**	**$ 517,899**
Additions	51,020	53,996	-	7,123	27,674	139,813
Disposal	-	(816)	-	-	-	(816)
Impact of foreign exchange	(1,471)	(8,422)	-	(684)	-	(10,577)
Balance, December 31, 2015	**$ 434,583**	**$ 119,621**	**$ -**	**$ 17,373**	**$ 74,742**	**$ 646,319**
Additions	6,105	32,616	-	1,997	9,539	50,257
Disposal	-	-	-	-	-	-
Balance, March 31, 2016	**$ 440,688**	**$ 152,237**	**$ -**	**$ 19,370**	**$ 84,281**	**$ 696,576**

(Expressed in United States Dollars)

7. PROPERTY AND EQUIPMENT (continued)

Net	Furniture and Equipment	Computer & software equipment	Land	Leasehold Improvements	Building	Total
Balance, December 31, 2014	$ 286,839	$ 269,319	$ 3,170,005	$43,803	$ 336,861	$ 4,106,827
Balance, March 31, 2015	$ 292,340	$ 348,367	$ 4,402,083	$41,009	$ 328,941	$ 5,412,740
Balance, December 31, 2015	$ 252,085	$ 293,286	$ 9,446,761	$33,757	$ 301,267	$10,327,156
Balance, March 31, 2016	**$ 245,980**	**$ 260,025**	**$10,935,816[(1)]**	**$31,760**	**$ 292,368**	**$11,765,949**

[(1)]During the three months ended March 31 2015, the Company capitalized borrowing costs amounting to $390,273 (December 31, 2015 - $1,709,598)

8. RESTRICTED CASH AND OTHER ASSETS

	As at March 31 2016	As at December 31 2015
Rent deposits held by lessor	**$ -**	$ -
Restricted cash	**23,207**	21,814
	$ 23,207	$ 21,814

As at March 31, 2016, the restricted cash includes $23,207 (December 31 2015 - $21,814) held as collateral for the corporate credit card. The restricted cash agreement has no scheduled expiry date.

9. FINANCIAL INSTRUMENTS

(a) Financial assets

The Company held Class A Performance shares in Uranium Resources Inc. (formerly Anatolia). The Class A shares expired on February 10, 2016 (as at December 31, 2015, the estimated fair value of the Class A shares were $nil).

(b) Financial liabilities

(i) Borrowings

On September 25, 2014 the Company entered into the Borrowings (Note 4). The Borrowings are classified as a financial liability measured at amortized cost. As at March 31, 2016 their carrying value is $19,069,939 (December 31, 2015 - $18,346,881) and the undrawn amount of borrowing is $17,500,000 (December, 2015 - $17,500,000).

The initial fair value of the Borrowings were determined by discounting the proceeds of the Borrowings and expected interest costs at an appropriate discount rate. An appropriate discount rate was determined with reference to the interest rates and arrangement costs of comparable transactions. If the discount rate had been 100 basis points higher with all other variables held constant, the initial fair value of the Borrowings would have been approximately $445,070 lower. If the discount rate had been 100 basis points lower with all other variables held constant, the initial fair value of the Borrowings would have been $455,890 higher. The initial recognition of the Borrowings is classified as a Level 3 fair value measurement.

(Expressed in United States Dollars)

9. FINANCIAL INSTRUMENTS (continued)

b) Financial liabilities (continued)

(i) Borrowings (continued)

Drawdowns are at the discretion of the Company and the expected drawdown schedule was revised as at March 31, 2016. The change in expected cash flows resulted in the recognition of negative accelerated effective interest totaling $59,584 for the three months ended March 31, 2016 (for the year ended December 31, 2015 - $692,199). Total effective interest recognized during the three months ended March 31, 2016 totaled $782,642 ($2,594,633 for the year ended December 31, 2015). Of this, $255,139 was capitalized to mineral property under development, $390,273 was capitalized to land purchased with respect to the Yenipazar Project and the balance of $77,646 was recognized in the statement of loss.

As at March 31, 2016, all the Company's shares in wholly-owned Aldridge Turkey and land with a net book value of $4,603,417 was pledged as collateral for the Company's borrowings.

(ii) Warrants

Concurrently with the Borrowings, the Company closed the 2014 Financing (Note 4). ANT and APMS received one common share purchase Warrant for each common share purchased through the Private Placement agreements for a total of 10,561,611 Warrants. The Warrant exercise price is $1.00 and the Warrants expire on September 25, 2016. The fair value of the Warrants of $nil as at March 31, 2016 (December 31, 2015 $nil) was determined using the Black-Scholes Options Pricing Model.

The Warrants were issued as part of the Private Placement. The Warrants are classified as Level 2 fair value measurements.

10. OTHER LIABILITIES

	As at March 31 2016	**As at December 31 2015**
Deferred rent and sales tax	**$ 7,794**	$ 8,283
Statutory employee termination benefits	**112,973**	118,691
	$ 120,767	$ 126,974

(Expressed in United States Dollars)

11. SHARE CAPITAL

(a) Authorized

Authorized share capital is unlimited, 106,955,881 issued and outstanding with no par value.

(b) Issued

	Number of Shares	Amount
Balance, December 31, 2014	**106,955,882**	**$ 67,502,385**
Cancellation	(1)	-
Balance, March 31, 2015	**106,955,881**	**$ 67,502,385**
Balance, December 31, 2015	**106,955,881**	**$ 67,502,385**
Balance, March 31, 2016	**106,955,881**	**$ 67,502,385**

(c) Warrants

The following table shows the continuity of warrants.

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2014	**11,299,824**	**$ 0.92**
Expired	**(738,213)**	CAD$ (0.475)
Balance, March 31, 2015	**10,561,611**	**$ 1.00**
Balance, December 31, 2015	**10,561,611**	**$ 1.00**
Balance, March 31, 2016	**10,561,611**	**$ 1.00**

As at March 31, 2016, the following warrants were outstanding:

Description	Expiry date	Weighted Average Exercise Price	Warrants Outstanding	Value Assigned on Issue Date
Warrants (Note 4)	September 25, 2016	$ 1.00	10,561,611	$316,849

The outstanding warrants as at March 31, 2016 relate to the Warrants issued as part of the 2014 Financing (Note 4).

(Expressed in United States Dollars)

11. SHARE CAPITAL (continued)

(d) Stock options

The Company has a Stock Option Plan (the "Plan") to promote the interests of the Company to assist the Company in attracting, retaining and motivating its directors, officers, employees and consultants by providing greater incentive to further develop and promote the business and financial success of the Company. Pursuant to the Plan, the Company may grant options to purchase common shares of the Company to directors, officers, employees and consultants. As at March 31, 2016, the maximum number of shares that may be issuable pursuant to the options granted under the Plan is 10% of the Company's issued share capital, or 10,695,588 shares (December 31, 2015 – 10,695,588).

The following table shows the continuity of stock options for the three months ended March 31, 2016:

	Number of Stock Options	Weighted Average Exercise Price
Balance, December 31, 2014	**7,573,938**	**CAD $ 0.44**
Issued	1,450,000	CAD $ 0.19
Expired	(955,500)	CAD $ 0.80
Balance, December 31, 2015	**8,068,438**	**CAD $ 0.33**
Expired	(147,000)	CAD $ 1.27
Balance, March 31, 2016	**7,921,438**	**CAD $ 0.31**

The Company granted nil stock options during the three months ended March 31, 2016.

12. GENERAL AND ADMINISTRATIVE

	Three Months ended March 31 2016	Three Months ended March 31 2015
Amortization	**$ 30,174**	$ 11,216
Directors' fees and expenses	**40,984**	41,926
Office and sundry	**108,747**	149,145
Professional fees	**158,117**	190,198
Salaries and benefits	**375,162**	424,966
Shareholder information	**29,175**	68,444
Stock-based compensation	**29,811**	75,894
Transfer and filing	**9,402**	11,407
Travel and promotion	**38,060**	33,354
General and administrative expenses	**$ 819,632**	$ 1,006,550

(Expressed in United States Dollars)

13. RELATED PARTY TRANSACTIONS

Balances and transactions between the Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. Related party transactions include consulting fees, management fees and compensation paid to key management personnel or to companies controlled by such individuals. Key management personnel are defined as officers and directors of the Company.

	Three Months ended March 31 2016	ended March 31 2015
Salaries and benefits [(1)]	**$ 181,597**	$ 181,952
Share based payments	**25,106**	70,597
Total compensation	**$ 206,703**	$ 252,549
Consulting and management fees[(2)]	**178,192**	159,770
Total transactions with key management personnel	**$ 384,895**	$ 412,319

[(1)] Directors do not have employment or service contracts with the Company, but may be entitled to director fees while officers have employment contracts and earn salaries and benefits for their services. Both directors and officers are also eligible for share-based payments.
[(2)] These amounts represent consulting fees paid or payable to company owned by a director of the Company.

Amounts owed to key management personnel were $7,614 as at March 31, 2016 (December 31, 2015 - $16,337).

14. ENVIRONMENTAL REHABILITATION

The Company's asset retirement obligations ("ARO") are based on management's estimates of costs to abandon and reclaim mineral properties and facilities, as well as an estimate of the future timing of costs to be incurred.

As at March 31, 2016, the aggregate carrying amount of the ARO associated with the retirement of the Company's Yenipazar property is $37,812 (December 31, 2015 - $35,549). This obligation pertains to the exploration shaft on the Yenipazar Property in Turkey.

(Expressed in United States Dollars)

15. SEGMENTED INFORMATION

Segmented information is provided on the basis of geographical segments as the Company operates in one industry, exploration and evaluation of mineral properties and manages its business and exploration activities in one geographical region, namely Turkey. The business segments presented reflect the management structure of the Company and the way in which the Company's Board of Directors review business performance. The Company evaluates performance of its operating and reportable segments as noted below:

Three months ended March 31, 2016	**Corporate**	**Turkey**	**Total**
General and administrative	**608,724**	**210,908**	**819,632**
	$ (608,724)	**$ (210,908)**	**$ (819,632)**
Interest expense	**(77,646)**	**-**	**(77,646)**
Interest income	**5,053**	**19,037**	**24,090**
Other income	-	**11,720**	**11,720**
Other expenses	-	**(382)**	**(382)**
Foreign exchange gain/(loss)	**95,168**	**29,977**	**125,145**
Net loss – Three months ended March 31, 2016	**$ (586,149)**	**$ (150,556)**	**$ (736,705)**

Three months ended March 31, 2015	**Corporate**	**Turkey**	**Total**
General and administrative	647,555	358,995	1,006,550
	$ (647,555)	$ (358,995)	$ (1,006,550)
Interest expense	(168,704)	-	(168,704)
Interest income	46	64,601	64,647
Other income	22,318	9,607	31,925
Other expenses	-	-	-
Foreign exchange gain/(loss)	23,415	(449,714)	(426,299)
Net loss – Three months ended March 31, 2015	$ (770,480)	$ (734,501)	$ (1,504,981)

	Corporate	**Turkey**	**Total**
Mineral property under development	**$ -**	**$ 12,258,465**	**$ 12,258,465**
Corporate and other assets	**7,449,158**	**11,003,998**	**18,453,156**
Total assets –As at March 31, 2016	**$ 7,449,158**	**$ 23,262,463**	**$ 30,711,621**

	Corporate	**Turkey**	**Total**
Mineral property under development	$ -	$ 11,433,524	$ 11,433,524
Corporate and other assets	7,696,484	11,684,025	19,380,509
Total assets – As at December 31, 2015	$ 7,696,484	$ 23,117,549	$ 30,814,033

(Expressed in United States Dollars)

15. SEGMENTED INFORMATION (continued)

	Corporate	Turkey	Total
Borrowings	**$ 19,069,939**	**$ -**	**$ 19,069,939**
Other liabilities	**424,230**	**2,391,127**	**2,815,357**
Total liabilities – As at March 31, 2016	**$ 19,494,169**	**$ 2,391,127**	**$ 21,885,296**

	Corporate	Turkey	Total
Borrowings	$ 18,346,881	$ -	$ 18,346,881
Other liabilities	1,909,147	1,023,784	2,932,931
Total liabilities – As at December 31, 2015	$ 20,256,028	$ 1,023,784	$ 21,279,812

Geographic Information

	Canada	Turkey	Total
Exploration license deposits	**$ -**	**$ 42,570**	**$ 42,570**
Mineral property under development	**-**	**12,258,465**	**12,258,465**
Property and equipment	**2,359,599**	**9,406,350**	**11,765,949**
Other assets	**23,207**	**-**	**23,207**
Total non-current assets – As at March 31, 2016	**$ 2,382,806**	**$ 21,707,385**	**$24,090,191**

	Canada	Turkey	Total
Exploration license deposits	$ -	$ 34,697	$ 34,697
Mineral property under development	-	11,433,524	11,433,524
Property and equipment	1,993,494	8,333,662	10,327,156
Other assets	21,814	-	21,814
Total non-current assets – As at December 31, 2015	$ 2,015,308	$ 19,801,883	$ 21,817,191

16. CHANGES IN NON-CASH OPERATING ASSETS AND LIABILITIES

	Three Months ended March 31, 2016	ended March 31, 2015
Changes in non-cash operating assets and liabilities:		
Other receivables	**$ (112,290)**	$ (58,527)
Prepaid expenses	**13,044**	(4,199)
Accounts payable, accrued liabilities, and other liabilities	**(126,990)**	(340,898)
Due to related parties	**8,723**	11,846
	$ (217,513)	$ (391,778)

17. SUBSEQUENT EVENTS

1. On April 15, 2016, the Company entered into a sub-lease agreement to share its existing head office premises in order to realize cost savings on rental payments. The new sub-lease agreement is effective from May 1, 2016 to February 27, 2018. The sub-lease agreement for the gross rent, including operating costs and realty taxes is estimated at $3,453 per month plus applicable sales tax.