ALDRIDGE
MINERALS INC.

Condensed Consolidated Interim Financial Statements
For the Three and Nine Months Ended September 30, 2018
(Expressed in United States Dollars)

Notice:

The following unaudited interim condensed consolidated 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 reviewed these interim financial statements.

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

	As at September 30, 2018	As at December 31, 2017
ASSETS		
Current		
Cash and cash equivalents	**$ 317,954**	$ 2,551,079
Other receivables (Note 5)	**42,409**	45,912
Prepaid Expenses	**35,668**	157,949
Restricted Cash (Note 8(a))	**-**	200,000
	396,031	2,954,940
Non-Current		
License deposits (Note 6(b))	**26,591**	35,243
Mineral property under development (Note 6(a))	**18,446,090**	16,957,407
Property and equipment (Note 7)	**42,297,889**	39,115,641
Restricted cash (Note 8(b))	**129,658**	171,850
	$ 61,296,259	$ 59,235,081
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Note 10 (a))	**$ 12,539,167**	$ 11,002,227
Due to related parties (Note 13)	**9,996**	13,846
Borrowings (Note 4 (a))	**40,120,203**	37,046,317
	52,669,366	48,062,390
Non-Current		
Deferred revenue (Note 4 (b))	**2,114,617**	2,114,617
Environmental rehabilitation provision (Note 14)	**37,859**	39,290
Other liabilities (Note 10 (b))	**162,377**	1,112,873
	54,984,219	51,329,170
SHAREHOLDER'S EQUITY		
Share capital (Note 11(b))	**72,267,825**	72,267,825
Contributed surplus	**14,135,830**	14,085,987
Deficit	**(78,245,453)**	(76,534,067)
Accumulated other comprehensive loss	**(1,845,162)**	(1,913,834)
	6,312,040	7,905,911
	$ 61,296,259	$ 59,235,081

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

Approved by the Board of Directors: *"Jeremy South"* Jeremy South, Director *"Gage Jull"* Gage Jull, Director

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

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

	Three Months ended September 30, 2018	Three Months ended September 30, 2017	Nine Months ended September 30, 2018	Nine Months ended September 30, 2017
EXPENSES				
General and administrative (Note 12)	**$ 609,273**	$ 470,937	**$ 1,890,081**	$ 1,768,145
	(609,273)	(470,937)	**(1,890,081)**	(1,768,145)
OTHER INCOME (EXPENSE)				
Interest income	**8,303**	12,729	**29,922**	22,981
Other Income	**10,185**	21,386	**20,617**	75,584
Other Expense	**(8,408)**	-	**(66,430)**	-
Foreign exchange gain/(loss)	**122,749**	38,574	**194,586**	81,084
	132,829	72,689	**178,695**	179,649
Net loss for the period before income tax	**$ (476,444)**	$ (398,248)	**$ (1,711,386)**	$ (1,588,496)
Net loss for the period	**$ (476,444)**	$ (398,248)	**$ (1,711,386)**	$ (1,588,496)
Items that may be reclassified to net loss:				
Change in unrealized foreign currency translation gains/(losses) on foreign operations	**(8,617)**	(8,403)	**1,386**	(26,752)
Items that will not be subsequently reclassified to net loss:				
Changes in gains/(losses) on employment termination benefits	**40,880**	-	**66,286**	17,395
Comprehensive loss for the period	**$ (444,181)**	$ (406,651)	**$ (1,643,714)**	$ (1,597,853)
Basic and diluted net loss per share	**$ (0.01)**	$ (0.01)	**$ (0.01)**	$ (0.01)
Weighted average number of shares outstanding – basic and diluted	**140,459,214**	140,459,214	**140,459,214**	119,614,006

Aldridge Minerals Inc.
Consolidated 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, 2016	**$ 67,502,385**	**$ 13,845,972**	**$ (1,877,975)**	**$ (74,225,652)**	**$ 5,244,730**
Net loss for the period	-	-	-	(1,588,496)	(1,588,496)
Change in unrealized foreign currency translation gain/(loss) on foreign operations	-	-	(26,752)	-	(26,752)
Change in gain/(loss) on Employment termination benefits			17,395		17,395
Comprehensive income/(loss) for the period	-	-	(9,357)	(1,588,496)	(1,597,853)
Share issuance cost	4,765,440	(19,099)	-	-	4,746,341
Stock based compensation	-	217,396	-	-	217,396
Balance, September 30, 2017	**$ 72,267,825**	**$ 14,044,269**	**$ (1,887,332)**	**$ (75,814,148)**	**$ 8,610,614**
Net loss for the period	-	-	-	(719,919)	(719,919)
Change in unrealized foreign currency translation gain/(loss) on foreign operations	-	-	(4,362)	-	(4,362)
Change in gain/(loss) on Employment termination benefits	-	-	(22,140)	-	(22,140)
Comprehensive income/(loss) for the period	-	-	(26,502)	(719,919)	(746,421)
Share issuance cost		-	-	-	-
Stock based compensation	-	41,718	-	-	41,718
Balance, December 31, 2017	**$ 72,267,825**	**$ 14,085,987**	**$ (1,913,834)**	**$ (76,534,067)**	**$ 7,905,911**
Net loss for the period	-	-	-	(1,711,386)	(1,711,386)
Change in unrealized foreign currency translation gain/(loss) on foreign operations	-	-	1,386	-	1,386
Change in gain/(loss) on Employment termination benefits	-	-	66,286	-	66,286
Comprehensive income/(loss) for the period	-	-	67,672	(1,711,386)	(1,643,714)
Stock based compensation	-	49,843	-	-	37,437
Balance, September 30, 2018	**$ 72,267,825**	**$ 14,135,830**	**$ (1,846,162)**	**$ (78,245,453)**	**$ 6,312,040**

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

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

	Nine Months Ended	
	September 30, 2018	**September 30, 2017**
Cash Flows from (used in) Operating Activities		
Net loss from operations	**$ (1,711,386)**	$ (1,588,496)
Add (deduct) items not affecting cash:		
Amortization	**41,383**	64,989
Stock-based compensation	**29,179**	142,592
Loss on assets write-off	**52,197**	-
Foreign exchange loss/(gain)	**158,028**	(60,200)
	(1,430,599)	(1,441,115)
Changes in non-cash operating assets and liabilities (Note 16)	**274,430**	(17,573)
	(1,156,169)	(1,458,688)
Cash Flows from Financing Activities		
Proceeds from issuance of common shares, net of share issuance cost	**-**	4,746,341
	-	4,746,341
Cash Flows used in Investing Activities		
Investment in mineral property under development	**(618,827)**	(1,084,487)
License deposits	**8,652**	(6,191)
Purchase of property and equipment	**(539,040)**	(2,974,029)
Restricted cash	**241,321**	(4,378)
	(907,894)	$ (4,069,085)
Impact of foreign exchange on cash balances	**(169,062)**	11,866
Net change in cash and cash equivalents	**(2,233,125)**	(769,566)
Cash and cash equivalents, beginning of period	**2,551,079**	4,289,055
Cash and cash equivalents, end of period	**$ 317,954**	$ 3,519,489
Total interest paid	**$ -**	$ -
Total income taxes paid	**$ -**	$ 1,768

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). The Company's principal business activities are the exploration and development of mineral properties owned by its wholly-owned subsidiary Aldridge Mineral Madencilik Ltd. Sti. ('Aldridge Turkey') in Turkey. The Company is incorporated under the Canadian Business Corporations Act and its mailing address is 100-2 Toronto Street, Suite 215, Toronto, ON M5C 2B5

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 nine months period of $1,711,386 (nine months ended September 30, 2017 - $1,588,496) and has an accumulated deficit of $78,245,453 (December 31, 2017 - $76,534,067). The Company has no immediate source of liquidity other than its cash and cash equivalents on hand and needs to secure additional financing to satisfy its projected expenses after September 30, 2018 and to repay its secured borrowings (Note 4 (a)), which was due, including additional 2018 interest costs, on September 16, 2018. The Company did not repay the BKT Credit Facility at maturity. In addition to the BKT loan, a portion of deferred land purchase price commitments (Note 11) are due on or before September 30, 2019. If the Company is unsuccessful in raising funds or renegotiating the terms of the Banka Kombetare Tregtare sh.a. loan prior to maturity, the bank may exercise its right to take possession of the assets subject to the security terms described in Note 4. However, BKT has not yet given the Company written notice of default pursuant to the BKT Credit Facility. Upon receipt of such notice, the Company would have 15 business days to remedy such default before BKT would be entitled to demand repayment of the BKT Credit Facility and enforce its rights under security granted for Aldridge's obligations under the BKT Credit Facility. Furthermore, the Company requires financing to keep its mineral claims in good standing and advance the mine towards production. The Company's cash and cash equivalents at September 30, 2018 are not sufficient to meet its 2018 obligations. On September 18, 2018, the Company entered into an agreement (the "Arrangement Agreement") pursuant to which Virtus Mining Ltd. ("Virtus") will acquire all of the issued and outstanding common shares of Aldridge (the "Aldridge Shares") not already owned by Virtus. Under the Agreement, shareholders of Aldridge will receive CDN $0.10 in cash for each Aldridge Share. Virtus also agreed to loan Aldridge up to US$700,000 in order to permit Aldridge to fund its near-term working capital requirements pending closing of the transaction (Note 17). There can be no assurance of the success or sufficiency of refinancing the Company's secured borrowings or obtaining the additional financing required to realize the economic value of the Yenipazar Project. 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 unaudited condensed consolidated interim financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and consolidated 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 (continued)

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 unaudited 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, 2017, which have been prepared in accordance with IFRS. The Board of Directors approved the unaudited condensed consolidated interim financial statements for issuance on November 29, 2018.

A summary of significant accounting policies is included in Note 2 of the Company's annual financial statements for the year ended December 31, 2017. The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of new and amended standards as set out below.

(b) Accounting standards and amendments issued and 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, but 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 has evaluated the impact of applying IFRS 9, and has concluded that the adoption of the standard did not have a material impact on the condensed consolidated interim financial statements.

The following are the Company's new accounting policies for its financial instruments under IFRS 9:

The Company recognizes a financial asset when the Company becomes a party to the contractual provisions of the instruments. Financial assets are initially measured at fair value and subsequently re-measured either at (i) amortized cost or (ii) fair value either through profit or loss ("FVPL") or through comprehensive income ("FVOCI") based on the classification of the financial asset. The classification of the financial assets within each measurement category is based on the business model and cash flow characteristics of the instrument.

Gains and losses in respect to equity investments that have been irrevocably designated at FVOCI based on eligibility and the Company's election are recognized in other comprehensive income or loss in the consolidated statements and are not transferred to profit or loss upon disposition. Gains and losses in respect to equity investments not designated as FVOCI are recognized as other expense (income) in the consolidated statements.

Financial assets are derecognized when the Company has transferred substantially all the risks and rewards of ownership of the financial asset or when the cash flows expire.

For financial liabilities, IFRS 9 retains most of the IAS 39 requirements. The adoption of IFRS 9 did not impact the Company accounting policies for financial liabilities as disclosed in the annual consolidated financial statements for the year ended December 31, 2017.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Accounting standards and amendments issued and adopted (continued)

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. In September 2015, an amendment to IFRS 15 was issued to defer the effective date to annual periods beginning on or after January 1, 2018. In April 2017, the IASB issued amendments to IFRS 15, clarifying the application of certain of its underlying principles, including the identification of a performance obligation, and the determination of whether a company is a principal or is acting as an agent in the provision of a good or service. The amendments became effective concurrent with the effective date of IFRS 15 on January 1, 2018. The Company has evaluated the impact of applying IFRS 15, and has concluded that the adoption of the standard did not have a material impact on the condensed consolidated interim financial statements.

iii) In June 2016, the IASB issued amendments to IFRS 2, clarifying how to account for certain types of share-based payment transactions, including the accounting for the effects of vesting and non-vesting conditions on the measurement of cash-settled share-based payments, accounting for share-based payment transactions with a net settlement feature for withholding tax obligations, and accounting for modifications to the terms and conditions of a share-based payment that changes the classification of the share-based payment transaction from cash-settled to equity-settled. The IFRS 2 amendments are effective for annual periods beginning on or after January 1, 2018. The Company has evaluated the potential impact of applying IFRS 2 amendments, and has concluded that the adoption of the standard will not have a material impact on the condensed consolidated interim financial statements.

iv) IFRIC Interpretation 22, Foreign Currency Transactions and Advance Consideration, clarifies which date should be used for translation when a foreign currency transaction involves an advance payment or receipt. The Interpretation is applicable for annual periods beginning on or after January 1, 2018. The Company intends to adopt the Interpretation in its financial statements for the annual period beginning on January 1, 2018. The Company has evaluated the potential impact of applying IFRIC 22, and has concluded that the adoption of the standard will not have a material impact on the condensed consolidated interim financial statements.

(b) Accounting standards and amendments issued but not yet adopted

i) In January 2017, 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 has not yet determined the potential the impact of the adoption of this standard on the condensed consolidated interim financial statements.

i) IFRIC 23, Uncertainty over Income Tax Treatments, provides guidance on the accounting for current and deferred tax liabilities and assets in circumstances in which there is uncertainty over income tax treatments. The Interpretation is applicable for annual periods beginning on or after January 1, 2019. Earlier application is permitted. The Interpretation requires: (a) an entity to contemplate whether uncertain tax treatments should be considered separately, or together as a group, based on which approach provides better predictions of the resolution; (b) an entity to determine if it is probable that the tax authorities will accept the uncertain tax treatment; and (c) if it is not probable that the uncertain tax treatment will be accepted, measure the tax uncertainty based on the most likely amount or expected value, depending on whichever method better predicts the resolution of the uncertainty. The Company intends to adopt the Interpretation in its financial statements for the annual period beginning on January 1, 2019. The Company has not yet determined the potential the impact of the adoption of this standard on the consolidated financial statements.

(Expressed in United States Dollars)

3. CAPITAL MANAGEMENT

The Company's capital management objectives, policies and processes have remained unchanged during the three and nine months ended September 30, 2018.

4. BORROWINGS

a) 2016 Financing

		As at September 30, 2018		As at December 31, 2017
Carrying value of borrowings	**$**	**40,120,203**	**$**	**37,046,317**

On September 16, 2016, the Company entered into a Loan Agreement with Banka Kombetare Tregtare sh.a. ("BKT") pursuant to which BKT agreed to make available to the Company a secured credit facility (the "Credit Facility") in the amount of up to $40,000,000 including interest to be capitalized over the 24-month term of the Credit Facility.

BKT is a bank based in Albania and is headquartered in Tirana, the country's capital. BKT is a wholly-owned subsidiary of Calik Holding A.S., a conglomerate in Turkey.

Additional details of the 2016 Financing are as follows:

- The Credit Facility provides for total borrowings of up to $40,000,000 (including interest to be capitalized).
- The Company is entitled to prepay outstanding advances under the Credit Facility, in whole or in part, prior to the maturity date without penalty or premium.
- The Company's obligation in relation to the Credit Facility is guaranteed by Aldridge Turkey.
- BKT will have a first priority security interest in certain material assets of the Company, including its shares in its wholly-owned subsidiary, Aldridge Turkey and the mining licences owned by Aldridge Turkey. Such security will be released following full repayment of the Credit Facility plus all accrued interest.

The $40,000,000 Borrowings including interest carries an interest rate of 6% per annum plus twelve months USD LIBOR, subject to a minimum aggregate interest rate of 9%. In the event the borrowings are not paid by the due date of September 16, 2018, a 50% premium is applied to the aggregate interest rate. The financing costs will be amortized over the term of the borrowings using the effective interest rate method. Total borrowing cost recognized during the nine month period ended September 30, 2018 before capitalization was $3,066,706 (September 30, 2017 - $2,843,895). The Company's borrowings were due but not paid as at September 16, 2018.

(Expressed in United States Dollars)

4. BORROWINGS (continues)

b) 2014 Financing

As a part of September 25, 2014 borrowings, an Orion Mine Finance affiliate ('Orion') 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 or about July 31, 2017, Orion sold its interest in the gold offtakes to Osisko Gold Royalties Ltd.

5. OTHER RECEIVABLES

	As at September 30, 2018	As at December 31, 2017
Interest receivable	$ 56	$ 69
Sales taxes receivable	42,353	45,843
	$ 42,409	$ 45,912

(Expressed in United States Dollars)

6. MINERAL PROPERTY UNDER DEVELOPMENT

a) Yenipazar Project, Turkey

Mineral Property Under Development	Yenipazar Project
Balance, December 31, 2016	**$ 14,587,294**
Additions	1,836,027
Balance, September 30, 2017	**$ 16,423,321**
Additions	534,086
Balance, December 31, 2017	**$ 16,957,407**
Additions	**1,488,683**
Balance, September 30, 2018	**$ 18,446,090**

Aldridge 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. As the license period is expiring on May 21, 2019, a time extension application is required to be submitted to the Turkish Mining Bureau prior to this expiry date. The Mining Bureau will assess the application in accordance with the Turkish Mining Regulations and would make a decision whether to grant an extension or not. There can be no assurance of the approval of the Company's extension application for the Yenipazar Project mining license. This 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.

The Company has pledged its mining licenses, which are wholly-owned by its subsidiary, Aldridge Turkey, as collateral for the Company's borrowings.

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, with the current temporary shutdown permit valid until February 19, 2019.

During the period ended September 30, 2018, additions to the mineral property under development mainly related to the employee expenses, engineering consulting and interest capitalization 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 period ended September 30, 2018 and September 30, 2017 in Yenipazar were as follows:

	Three Months ended		Nine Months ended	
	September 30, 2018	**September 30, 2017**	**September 30, 2018**	**September 30, 2017**
Yenipazar Property:				
Amortization	**$ 11,257**	$ 16,185	**$ 35,836**	$ 48,540
Engineering consulting	**17,164**	48,259	**64,083**	141,452
Environmental consulting	**-**	828	**-**	5,983
Land acquisition planning and development	**-**	43,089	**-**	121,399
Permitting	**580**	1,118	**18,569**	17,903
Employee costs	**124,026**	280,088	**469,077**	738,055
Community relations	**2,544**	6,389	**14,904**	29,085
Travel	**521**	4,383	**9,542**	20,542
Vehicles and equipment maintenance	**11,308**	13,559	**44,227**	41,544
Interest capitalization	**302,226**	216,390	**811,906**	628,194
Camp costs	**3,797**	10,387	**18,409**	31,294
Other	**551**	3,416	**2,130**	12,036
	$ 473,974	$ 644,541	**$ 1,488,683**	$ 1,836,027

As at September 30, 2018, the Company capitalized cumulative borrowing costs amounting to $3,694,870 on qualifying assets ($2,882,963 cumulative as at December 31, 2017). A period-to-date capitalization rate of 7.9% (December 31, 2017 – 10.9%) representing the weighted average cost of general borrowing, was applied.

b) License Deposits, Turkey

License deposits	
Balance, December 31, 2016	**$ 31,233**
Addition	6,052
Impact of foreign exchange	139
Balance, September 30, 2017	**$ 37,424**
Addition	-
Impact of foreign exchange	(2,181)
Balance, December 31, 2017	**$ 35,243**
Addition	6,052
Impact of foreign exchange	(14,704)
Balance, September 30, 2018	**$ 26,591**

(Expressed in United States Dollars)

7. PROPERTY AND EQUIPMENT

Cost	Furniture And Equipment	Computer & Software Equipment	Land	Leasehold Improvements	Building	Total
Balance, December 31, 2016	**$ 634,445**	**$ 426,849**	**$ 30,522,951**	**$ 16,965**	**$ 376,009**	**$ 31,977,219**
Additions	5,614	-	8,122,770	-	-	8,128,384
Balance, December 31, 2017	**$ 640,059**	**$ 426,849**	**$ 38,645,721**	**$ 16,965**	**$ 376,009**	**$ 40,105,603**
Additions	1,089	1,004	3,309,029	-	-	3,311,122
Disposal	(113,524)	(37,385)	-	(8,370)	(80,572)	(239,851)
Balance, September 30, 2018	**$ 527,624**	**$ 390,468**	**$ 41,954,750**	**$ 8,595**	**$ 295,437**	**$ 43,176,874**

Accumulated Amortization	Furniture And Equipment	Computer & Software Equipment	Land	Leasehold Improvements	Building	Total
Balance, December 31, 2016	**$ 427,144**	**$ 227,485**	**$ -**	**$ 12,340**	**$ 110,336**	**$ 777,305**
Additions	81,183	91,263	-	4,617	35,594	212,657
Balance, December 31, 2017	**$ 508,327**	**$ 318,748**	**$ -**	**$ 16,957**	**$ 145,930**	**$ 989,962**
Additions	18,220	35,728		538	22,733	77,219
Disposal	(109,683)	(32,153)	-	(9,148)	(37,212)	(188,196)
Balance, September 30, 2018	**$ 416,864**	**$ 322,323**	**$ -**	**$ 8,347**	**$ 131,451**	**$ 878,985**

Net	Furniture And Equipment	Computer & Software Equipment	Land	Leasehold Improvements	Building	Total
Balance, December 31, 2016	$ 207,301	$ 199,364	$ 30,522,951[(1)]	$ 4,625	$ 265,673	$ 31,199,914
Balance, December 31, 2017	$ 131,732	$ 108,101	$ 38,645,721[(1)]	$ 8	$ 230,079	$ 39,115,641
Balance, September 30, 2018	**$ 110,760**	**$ 68,145**	**$ 41,954,750[(1)]**	**$ 248**	**$ 163,986**	**$ 42,297,889**

[(1)] *As at September 30, 2018, the cumulative borrowing costs capitalized by the Company amounted to $9,159,214 (December 31, 2017 - $6,904,414)*

8. RESTRICTED CASH AND OTHER ASSETS

(a) Restricted Cash - Current

	As at September 30, 2018	As at December 31, 2017
Currency hedging	**$ -**	$ 200,000
	$ -	$ 200,000

As at September 30, 2018, the short-term restricted cash held as collateral for the foreign currency hedging transactions was $Nil (December 31, 2017 - $200,000) since the Company cancelled the foreign currency hedging facility effective May 1, 2018.

(b) Restricted Cash – Non-current

	As at September 30, 2018	As at December 31, 2017
Restricted cash	**$ 23,047**	$ 23,918
Bank letter of guarantee	**106,611**	147,932
	$ 129,658	$ 171,850

As at September 30, 2018, the other assets relate to restricted cash of $23,047 (December 31, 2017 - $23,918) held as collateral for the employee's monthly remuneration of Aldridge Mineral Inc. The agreement has no scheduled expiry date. The restricted cash of $106,611 (December 31, 2017 - $147,932) held as a letter of guarantee issued in July 2016 and renewed annually to support the reclamation activities related to pasture land converted to treasury land.

9. FINANCIAL INSTRUMENTS

Financial liabilities

i) The Company had borrowings of $40,120,203 as at September 30, 2018 (December 31, 2017 - $37,046,317). The initial recognition of the Borrowing is classified as a Level 2 fair value measurement. Total borrowing cost recognized during the period ended September 30, 2018 was $3,066,706 (December 31, 2017 - $3,861,641). Of this, $811,906 was capitalized to mineral property under development and $2,254,800 was capitalized to land purchase with respect to the Yenipazar Project.

ii) As of September 30, 2018, the Company has registered pledges with a value of $102,623 (December 31, 2017 - $162,977) on its land, which has a land value of $5,247,196 (December 31, 2017 - $5,247,196) and it has pledged all of its shares in its wholly-owned subsidiary, Aldridge Turkey, as collateral for the Company's borrowings. In addition, the Company has registered pledges for the land purchased since June 2016 related to the US$1.35/m^2 deferred payments with an amount of $2,341,532 (December 31, 2017: $977,924) on its land which has a value of $18,335,976 (December 31, 2017: $6,574,155).

10. LIABILITIES

(a) Accounts payable and accrued liabilities

	As at September 30, 2018	As at December 31, 2017
Other accounts payable and accrued liability	**$ 923,045**	$ 813,449
Deferred land price commitment*(1)*	**11,616,122**	10,188,778
	$ 12,539,167	$ 11,002,227

As at September 30, 2018, the cumulative land price commitment of $11,616,122 deemed payable on or before September 30, 2019 per the land purchase agreements. The Company has started exercising its option to extend payments by 12 months by adding an extension fee of 5% of the purchase price to the balance owing. The deferred land price commitment costs represent the deferred land purchase price (approximately $1.35/m^2) payable under the revised land purchase price offer for all land purchased to date. The Company has the option to extend the payment date of deferred land payments, which become due at the earlier date of the start of construction and 24 months following the land title transfer dates. The Company, in exchange for increasing the deferred payments by TRY 0.455/m^2 or approximately US$0.076/m^2, has the option to extend the deferred payment due dates from 24 months to 36 months following the title transfer dates. The payments due before September 30th 2018 has been extended by notifying the former landowners in writing and due dates have been revised to postpone for 12 month starting from the original due date of the deferred payments. The total deferred land price commitment figure presented includes the accrued cost of the extended liabilities.

(b) Other liabilities

	As at September 30, 2018	As at December 31, 2017
Deferred rent and sales tax	**$ -**	$ 704
Statutory employee termination benefits	**162,377**	202,108
Deferred land price commitment	**-**	910,061
	$ 162,377	$ 1,112,873

(Expressed in United States Dollars)

11. SHARE CAPITAL

(a) Authorized

Authorized share capital is unlimited, 140,459,214 issued and outstanding with no par value.

(b) Issued

	Number of Shares	Amount
Balance, December 31, 2016	**106,955,881**	**$ 67,502,385**
Issued	33,503,333	$ 4,765,440
Balance, December 31, 2017	**140,459,214**	**$ 72,267,825**
Balance, September 30, 2018	**140,459,214**	**$ 72,267,825**

(c) 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. 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 14,045,921 shares (December 31, 2017 – 14,045,921).

The following table shows the continuity of stock options for the nine months Ended September 30, 2018:

	Number of Shares	Weighted Average Exercise Price
Balance, December 31, 2016	**8,018,438**	**CAD $ 0.24**
Exercised	(170,000)	CAD $ 0.20
Issued	3,208,000	CAD $ 0.21
Expired / Forfeited	(1,428,000)	CAD $ 0.33
Balance, December 31, 2017	**9,628,438**	**CAD $ 0.21**
Expired / Forfeited	(3,043,750)	CAD $ 0.21
Balance, September 30, 2018	**6,584,688**	**CAD $ 0.21**

(Expressed in United States Dollars)

12. GENERAL AND ADMINISTRATIVE

	Three Months ended		Nine Months ended	
	September 30, 2018	**September 30, 2017**	**September 30, 2018**	**September 30, 2017**
Amortization	**$ 12,804**	$ 21,443	**$ 41,383**	$ 64,989
Directors' fees and expenses	**202,322**	39,766	**461,352**	134,768
Office and sundry	**69,810**	98,304	**228,577**	284,646
Professional fees	**262,777**	129,437	**418,700**	362,239
Salaries and benefits	**41,243**	11,990	**619,104**	615,798
Shareholder information	**5,250**	34,382	**28,373**	77,368
Stock-based compensation	**7,644**	108,865	**29,179**	142,592
Transfer and filing	**1,910**	5,203	**17,950**	23,509
Travel and promotion	**5,513**	21,547	**45,463**	62,236
General and administrative expenses	**$ 609,273**	$ 470,937	**$ 1,890,081**	$ 1,768,145

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		Nine Months ended	
	September 30, 2018	**September 30, 2017**	**September 30, 2018**	**September 30, 2017**
Salaries and benefits (1)	**$ 321,559**	$ 188,775	**$ 790,080**	$ 556,997
Share based payments	**9,391**	127,154	**47,624**	170,482
Total compensation	**$ 330,950**	$ 315,929	**$ 837,704**	$ 772,479
Consulting and management fees(2)	**77,373**	114,255	**263,367**	345,348
Total transactions with key management personnel	**$ 408,323**	$ 430,184	**$ 1,101,071**	$ 1,072,827

(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 legal fees paid or payable to a company owned by a director of the Company.

As at September 30, 2018, the Company’s net amount owing to key management personnel was $9,996 (December 31, 2017 - $13,846).

(Expressed in United States Dollars)

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 September 30, 2018, the aggregate carrying amount of the ARO associated with the retirement of the Company's Yenipazar property was $37,859 (December 31, 2017 - $39,290). This obligation pertains to the exploration shaft on the Yenipazar Property in Turkey.

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 September 30, 2018	**Corporate**	**Turkey**	**Total**
General and administrative	**$ 415,187**	**$ 194,086**	**$ 609,273**
	$ (415,187)	**$ (194,086)**	**$ (609,273)**
Interest income	**3,225**	**5,078**	**8,303**
Other income	**-**	**10,185**	**10,185**
Other expenses	**(8,398)**	**(10)**	**(8,408)**
Foreign exchange gain/(loss)	**4,050**	**118,699**	**122,749**
Net loss – Three Months ended September 30, 2018	**$ (416,310)**	**$ (60,134)**	**$ (476,444)**

Three Months ended September 30, 2017	**Corporate**	**Turkey**	**Total**
General and administrative	**$ 222,299**	**$ 248,638**	**$ 470,937**
	$ (222,299)	**$ (248,638)**	**$ (470,937)**
Interest income	**8,691**	**4,038**	**12,729**
Other income	**-**	**21,386**	**21,386**
Foreign exchange gain/(loss)	**28,191**	**10,383**	**38,574**
Net loss – Three Months ended September 30, 2017	**$ (185,417)**	**$ (212,831)**	**$ (398,248)**

Nine Months ended September 30, 2018	**Corporate**	**Turkey**	**Total**
General and administrative	**$ 1,279,822**	**$ 610,259**	**$ 1,890,081**
	$ (1,279,822)	**$ (610,259)**	**$ (1,890,081)**
Interest income	**14,348**	**15,574**	**29,922**
Other income	**-**	**20,617**	**20,617**
Other expenses	**(17,236)**	**(49,194)**	**(66,430)**
Foreign exchange gain/(loss)	**(2,215)**	**196,801**	**194,586**
Net loss – Nine Months ended September 30, 2018	**$ (1,284,925)**	**$ (426,461)**	**$ (1,711,386)**

(Expressed in United States Dollars)

15. SEGMENTED INFORMATION (continued)

Nine Months ended September 30, 2017	**Corporate**	**Turkey**	**Total**
General and administrative	$ 1,031,970	$ 736,175	$ 1,768,145
	$ (1,031,970)	$ (736,175)	$ (1,768,145)
Interest income	11,389	11,592	22,981
Other income	1,652	73,932	75,584
Foreign exchange gain/(loss)	58,605	22,479	81,084
Net loss – Nine Months ended September 30, 2017	$ (960,324)	$ (628,172)	$ (1,588,496)

	Corporate	**Turkey**	**Total**
Mineral property under development	$ -	**$ 18,446,090**	**$ 18,446,090**
Corporate and other assets	**9,522,964**	**33,327,205**	**42,850,169**
Total Assets – As at September 30, 2018	**$ 9,522,964**	**$ 51,773,295**	**$ 61,296,259**

	Corporate	**Turkey**	**Total**
Mineral property under development	$ -	$ 16,957,407	$ 16,957,4077
Corporate and other assets	9,644,655	32,633,019	42,277,674
Total Assets – As at December 31, 2017	$ 9,644,655	$ 49,590,426	$ 59,235,081

	Corporate	**Turkey**	**Total**
Borrowings	**$ 40,120,203**	**$ -**	**$ 40,120,203**
Other liabilities	**332,648**	**14,531,367**	**14,864,015**
Total liabilities – As at September 30, 2018	**$ 40,452,851**	**$ 14,531,367**	**$ 54,984,218**

	Corporate	**Turkey**	**Total**
Borrowings	$ 37,046,317	$ -	$ 37,046,317
Other liabilities	329,607	13,953,246	14,282,853
Total liabilities – As at December 31, 2017	$ 37,375,924	$ 13,953,246	$ 51,329,170

(Expressed in United States Dollars)

15. SEGMENTED INFORMATION (continued)

Geographic Information	**Corporate**	**Turkey**	**Total**
Exploration license deposits	**$ -**	**$ 26,591**	**$ 26,591**
Mineral property under development	**-**	**18,446,090**	**18,446,090**
Property and equipment	**9,246,156**	**33,051,733**	**42,297,889**
Other assets	**23,047**	**106,611**	**129,658**
Total non-current assets – As at September 30, 2018	**$ 9,269,203**	**$ 51,631,025**	**$ 60,900,228**

Geographic Information	**Corporate**	**Turkey**	**Total**
Exploration license deposits	$ -	$ 35,243	$ 35,243
Mineral property under development	-	16,957,407	16,957,407
Property and equipment	7,034,112	32,081,529	39,115,641
Other assets	23,918	147,932	171,850
Total non-current assets – As at December 31, 2017	$ 7,058,030	$ 49,222,111	$ 56,280,141

16. CHANGES IN NON-CASH OPERATING ASSETS AND LIABILITIES

	Nine months Ended	
	September 30, 2018	**September 30, 2017**
Changes in non-cash operating assets and liabilities:		
Other receivables	**$ 3,503**	$ 146,001
Prepaid expenses	**122,281**	110,117
Accounts payable, accrued liabilities, and other liabilities	**152,496**	(276,687)
Due to related parties	**(3,850)**	2,996
	$ 274,430	$ (17,573)

17. SUBSEQUENT EVENT

On September 18, 2018, the Company announced that it had entered into an agreement (the "Arrangement Agreement") pursuant to which Virtus Mining Ltd. ("Virtus") will acquire all of the issued and outstanding common shares of Aldridge (the "Aldridge Shares") not already owned by Virtus. Virtus is controlled by Mr. Ahmet Taçyildiz, a director and the largest shareholder of Aldridge. Under the Agreement, shareholders of Aldridge will receive CAD $0.10 in cash for each Aldridge Share. Virtus has also agreed to loan Aldridge up to US$700,000 in order to permit Aldridge to fund its near-term working capital requirements pending closing of the transaction with an interest rate of 4% per annum.

The transaction details and subsequent events include the following:

i) The transaction is being carried out by way of a court-approved plan of arrangement under the Canada Business Corporations Act (the "Arrangement") and will require the approval of the holders of at least 66⅔% of the Aldridge Shares present in person or represented by proxy at a special meeting of Aldridge shareholders (the "Aldridge Meeting") that was held on November 12, 2018 to consider the Arrangement. On November 12, 2018, the Arrangement received support from 89,052,134 of the votes cast (or 100%) by shareholders present in person or by proxy. On November 15, 2016 the court approved the plan of arrangement.

ii) The Arrangement required the approval of a simple majority of votes cast on such resolution, after excluding for this purpose the votes attaching to the Aldridge shares held by Vitus, Mr. Ahmet Taçyildiz, or certain other parties. On November 12, 2018, the Arrangement received support from 26,774,081 of the votes cast (or 100%) by the Company's "minority" shareholders present in person or by proxy at the meeting fulfilling the majority of the minority approval requirements of Multilateral Instrument 61-101.

iii) Virtus holds approximately 44.30% of the issued and outstanding Aldridge Shares.

iv) In addition to shareholder and court approvals, which have been received, and other customary conditions, closing of the Arrangement is conditional upon the Company refinancing, extending or otherwise making commercial arrangements with BKT in respect of the BKT Credit Facility which are acceptable to the Company and Virtus, each acting reasonably. Discussions with BKT are ongoing.

v) The Arrangement Agreement also includes a non-solicitation covenant on the part of Aldridge, subject to a right to match provision and customary fiduciary out provisions, and provides for the payment of a termination fee of Cdn.$200,000 to Virtus in certain circumstances.

vi) Under the Arrangement, each Aldridge Share (other than Aldridge Shares then held by Virtus) will be transferred for a payment of CAD $0.10 in cash and each outstanding stock option of Aldridge will be cancelled at the effective time of the Arrangement in exchange for a cash payment equal to CDN $0.005.

vii) In addition, Virtus agreed to loan (the "Loan") to the Company up to US$700,000. The Loan bears interest at 4% per annum and will be due and payable by the Company on demand, provided that that no demand may be made prior to the earlier of December 31, 2018 and the occurrence of an event of default under the Loan agreement. Pursuant to the Loan, the Company received US$330,000 and US$370,000 on October 9, 2018 and November 2, 2018, respectively. Virtus also provided an additional demand loan facility of up to $850,000 that may be used only to pay certain post-closing costs.