ALDERSHOT RESOURCES LTD.

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the three and six months ended July 31, 2018

BASIS OF PRESENTATION

This Management's Discussion and Analysis ("MD&A") of Aldershot Resources Ltd. ("Aldershot" or the "Company") has been prepared by management as of September 24, 2018 and provides a comparison of the performance of the Company for the three and six months ended July 31, 2018 with the three and six months ended July 31, 2017. This discussion should be read in conjunction with the consolidated interim financial statements for the three and six months ended July 31, 2018 and 2017 (the "interim financial statements"), the audited financial statements for the years ended January 31, 2018 and 2017 and the annual MD&A for the year ended January 31, 2018 each of which is filed on SEDAR at www.sedar.com. The information in this MD&A is current to September 24, 2018, unless otherwise noted.

In this MD&A, unless the context otherwise requires, all references to "we", "us", "our", "Aldershot", "Solo Growth" or "the Company" refer to Aldershot Resources Ltd, or its subsidiaries, and all references to "Management" refer to the directors and executive officers of the Company.

Unless otherwise stated, financial information in this MD&A is expressed in Canadian dollars and has been prepared in accordance with International Financial Reporting Standards ("IFRS"), as set out in the Handbook of the Chartered Professional Accountants – Part I, for financial statements. Certain dollar amounts have been rounded to the nearest million dollars, hundred thousand dollars or thousand dollars, as noted.

Additional information relating to Aldershot can be found at www.aldershotresources.com. The Company's continuous disclosure materials, including its annual and quarterly MD&A, audited annual and interim financial statements, Information Circulars, and various news releases issued by the Company are also available through SEDAR at www.sedar.com.

BUSINESS UPDATE AND OUTLOOK

During the quarter, the Company commenced a transformative process that included a corporate recapitalization, the appointment of a new board of directors and management team and shareholder approval of a new name. The Company's new vision is to become a premiere retailer and the trusted destination for adult-use cannabis, initially in Alberta and expanding to Ontario in 2019.

Q2 2018 Financial and Operating Highlights

- Closed a private placement on June 28, 2018 for gross proceeds of $25.6 million through the issuance of 511,999,400 common shares and 116,980,000 performance warrants (the "Private Placement"). Proceeds from the Private Placement will be used to fund the build-out and opening of retail stores branded as "YSS by Solo" ("YSS").
- Exited the quarter with $23.5 million in cash on the balance sheet.
- Incurred cash operating expenses of $137,385 during Q2/18 compared to $85,493 in Q2/17. The increase is attributable to the change in the Company's strategic direction and the start-up of the retail cannabis operations.
- Total general and administrative expenses were $126,823 during Q2/18 compared to $36,346 in Q2/17. The increase is related to start-up expenses associated with advancing the Company's new cannabis retail business, offset by decreased expenditures pertaining to the previous operations.
- The write-off of the exploration and evaluation assets in the previous business as all associated rights were terminated on June 4, 2018, resulting in a $160,000 expense.
- Recorded a net loss for the three months ended July 31, 2018 of $13.6 million ($0.06 per share), driven by non-cash stock-based compensation expense of $13.3 million which is predominantly related to recognizing the derivative value of performance warrants issued to the new management and board in conjunction with the Private Placement, as well as the write-off of the exploration and evaluation assets. Excluding these expenses, the net loss would have been $0.1 million for the period.

Achievements Subsequent to Quarter End

- Secured more than 50 retail locations in 20 Alberta communities while concurrently applying for development permits in each of those communities.
- Received 15 development permits in 13 communities.
- Commenced construction on the first three retail YSS stores.
- Entered into an exclusive agreement with Avison Young, a leading commercial real estate firm, to secure over 100 retail locations in Ontario.
- Unveiled Solo Growth's retail brand, YSS by Solo, featuring iconic brand elements rooted in direction and discovery to support our objective to become the trusted destination for adult-use retail cannabis. YSS brand elements and store design renderings can be viewed in the

September 25, 2018 corporate presentation, now available on our website www.aldershotresources.com.

- Held an Annual and Special Meeting on September 5, 2018, at which shareholders approved the name change of the Company to Solo Growth Corp.™, among other matters, and elected all six of the nominated directors. The Company's new name and new ticker symbol (TSX-V: SOLO) will be implemented concurrent with acceptance of the Company's change of business filing with the TSX Venture Exchange.

Operational Update and Outlook

A key differentiator for Solo Growth is the Company's ability to leverage our existing real estate expertise and operational acumen to become a premiere retailer and the trusted destination for adult-use cannabis across the country. The Company's experienced and committed management team brings over 22 years in the controlled substance retail business as the principals of Solo Liquor Stores Ltd. ("Solo Liquor"), Canada's largest private liquor retailer, including collaborative relationships with municipalities and regulators across Alberta and landlords across Canada.

In the near term, the development and launch of our YSS retail locations will be the priority, including building an engaged and highly-trained retail team that supports our commitment to deliver a welcoming and comfortable retail experience to our customers.

The Company has a commitment to quality within an efficient capital cost and operating model that is complemented with access to an administrative services agreement with Solo Liquor pursuant to which Solo Liquor has agreed to provide real estate office functions, accounting staff, computer equipment and networks as well as an office sublet.

Alberta: Subject to applicable provincial licensing and municipal regulations, we are targeting to open 60+ cannabis retail locations in Alberta between October 2018 and the end of 2020 at an aggregate capital cost of $20 to $25 million, plus associated inventory investments of $8 to $12 million. From June 28, 2018 to present, we have successfully secured over 50 locations with approximately 50 additional locations under negotiation across Alberta. The Company will incur approximately $3.0 million to build out and stock five locations before December 31, 2018, as well as increase head office capabilities.

Ontario: Subject to applicable provincial licensing and municipal regulations, we are focused on securing and opening at least 100 cannabis retail locations in Ontario between April 1, 2019 and December 31, 2021.

Solo Growth will work towards gaining market share in the legal cannabis industry by creating a positive, trusted destination where the retail experience promotes loyal, repeat customers. We will continue to make substantial investments in our human capital with ongoing, specialized training of retail sales associates and management. Solo Growth plans to offer an array of products with a consumer-focused strategy designed to deliver a value-driven experience for all customers.

Solo Growth intends to generate returns for shareholders by leveraging its ability to apply a repeatable and sustainable model of operational excellence across varying geographic locations, initially targeting Alberta and Ontario.

PERFORMANCE OVERVIEW

Evaluation and exploration ("E&E") expenses

The E&E expenses for the three months ended July 31, 2018 were $10,562 down $38,585 over for the same period in 2017 as a result of exiting the mining business during the second quarter of 2018.

For the six months ended July 31, 2018, the E&E expenses of $5,032 were $241,005 lower than the six months ended 2017. In 2017 significant expenditures related to the former mining operations were undertaken but activities were wound down in 2018.

General and administrative ("G&A") expenses

Total G&A expenses of $126,823 for the three months ended July 31, 2018 were up $90,477 over the same period in 2017. For the three months ending July 31, 2018, G&A expenses were comprised of audit and legal fees of $57,885; wages and consulting costs of $40,780; insurance costs of $22,698 and other general costs of $5,460 (compared to $3,257; $13,500; $nil; $19,589 respectively for the period ending July 31, 2017). The increase is attributable to start up expenses associated with investments regarding the Company's new cannabis retail business, commencing June 28, 2018, as well as a decrease in expenditures as the mining business wound down.

For the six months ended July 31, 2018, the G&A expenses of $139,852 were $67,393 higher than the six months ended 2017. For the six months ending July 31, 2018, G&A expenses were comprised of audit and legal fees of $59,476; wages and consulting costs of $50,530; insurance costs of $22,698 and other general costs of $7,148 (compared to $12,037; $30,000; $nil; $30,422 respectively for the period ending July 31, 2017). The increase is attributable to start up expenses associated with investments regarding the Company's new cannabis retail business, commencing June 28, 2018, as well as a decrease in expenditures as the mining business wound down.

Stock-based compensation

Stock-based compensation of $13,326,480 for the three and six months ended July 31, 2018 ($nil for the three and six months ended July 31, 2017) relates to the value of the performance warrants issued to the new management and board in conjunction with the June 28, 2018 private placement. The value was determined based on the share value on the date of closing of $0.18 per share compared to the exercise price of $0.05 per share using the *Black-Scholes Option Pricing Model* with the following assumptions: risk-free interest rate 1.80%; volatility 60%; dividend yield 0% and approximate expected lives of 5 years, including the incremental value of the Performance Incentive. The resultant value of $16,669,500 attributable to the warrants has been fully recognized as a warrant reserve, as the Market Price vesting conditions have been met, with the portion related to the issuance to the new management team and board recorded as stock-based compensation and the remainder as an adjustment to accumulated deficit in equity.

Operating loss

The operating loss of $13,463,865 for the three months ended July 31, 2018 is attributable to the stock-based compensation expense of $13,326,480 and start up expenses associated with investments regarding the Company's new cannabis retail business, commencing June 28, 2018, as well as a decrease in expenditures as the mining business wound down. Excluding the impact of the stock-based compensation expense, the net loss would have been $137,385 for the three months ended July 31, 2018 compared to $85,492 for the three months ended July 31, 2017.

The operating loss of $13,471,364 for the six months ended July 31, 2018 is attributable to the stock-based compensation expense of $13,326,480 and start up expenses associated with investments regarding the Company's new cannabis retail business, commencing June 28, 2018, as well as a decrease in expenditures as the mining business wound down. Excluding the impact of the stock-based compensation expense, the net loss would have been $144,884 for the six months ended July 31, 2018 compared to $318,496 for the six months ended July 31, 2017.

Finance Costs

Finance costs of $836 for the three months ended July 31, 2018 were comparable to $986 finance costs for the same period in 2017. The loan to Ragged Range Mining Pty Ltd was paid in full on June 28, 2018, concurrent with the closing of the private placement.

For the six months ended July 31, 2018, the finance costs of $2,672 were $733 higher than the six months ended 2017, representing interest on incremental loan advances during the last half of 2017 and first quarter of 2018.

Write off of exploration and evaluation ("E&E") assets

During the three and six months ended July 31, 2018, the Company wrote off the E&E assets as a result of terminating the license agreement with Transition Metal Corp on June 4, 2018. Consequently, $160,000 was expensed compared to $nil during the same period in 2017.

Net loss and comprehensive loss

The net loss and comprehensive loss of $13,624,701 for the three months ended July 31, 2018 is attributable to the stock-based compensation expense of $13,326,480 as well as the write off of the E&E assets of $160,000 and start up expenses associated with investments regarding the Company's new cannabis retail business, commencing June 28, 2018, as well as a decrease in expenditures as the mining business wound down. Excluding the impact of the stock-based compensation expense and the write off of the E&E assets, the net loss and comprehensive loss would have been $138,221 for the three months ended July 31, 2018 compared to $86,478 for the three months ended July 31, 2017.

The net loss and comprehensive loss of $13,624,036 for the six months ended July 31, 2018 is attributable to the stock-based compensation expense of $13,326,480 as well as the write off of the E&E assets of $160,000 and start up expenses associated with investments regarding the Company's new cannabis retail business, commencing June 28, 2018, as well as a decrease in expenditures as the mining business wound down. Excluding the impact of the stock-based compensation expense and the write off of the E&E assets, the net loss and comprehensive loss would have been $147,556 for the six months ended July 31, 2018 compared to $320,400 for the six months ended July 31, 2017. The six months ended July 31, 2017 had exploration and evaluation expenses of $246,037 related to the former mining activities.

LIQUIDITY AND CAPITAL RESOURCES

The Company held cash of $23.5 million as at July 31, 2018 compared to $11,610 as at January 31, 2018.

The Company used cash of $348,315 in its operations for the three months ended July 31, 2018 compared to used cash of $48,455 for the same period ended 2017. During the six months ended July 31, 2018, the Company used cash of $365,039 in its operations compared to used cash of $100,619 for the same period in 2017.

The Company used cash of $52,061 in investing activities during the three and six months ended July 31, 2018 as it incurred costs related to design and licensing of multiple retail store locations compared to $nil for the same periods in 2017.

The Company generated cash of $23,907,522, in its financing activities for the three and six months ended July 31, 2018, compared to generating cash of $nil for the same periods in 2017 from its financing activities. The cash generated was raised pursuant to the private placement which closed on June 28, 2018.

Ragged Range Mining Pty Ltd. ("Ragged Range")

On May 18, 2015, the Company entered into a loan agreement with Ragged Range, a company related by a former director in common with the Company. The loan is unsecured, due on demand and bears interest at 6% per annum. The Company received advances of $20,061 during the three months ended April 30, 2018 and further advances of $15,000 during the three months ended July 31, 2018.

Interest of $836 related to the amounts due to Ragged Range has been expensed in finance costs for the three months ended July 31, 2018 ($986 for the three months ended July 31, 2017). Interest of $2,672 related to the amounts due to Ragged Range has been expensed in finance costs for the six months ended July 31, 2018 ($1,939 for the six months ended July 31, 2017).

On June 28, 2018, concurrent with the closing of the private placement and the announced plan to change the business of the Company from mining to a retail cannabis business, the full amount of the loan and accrued interest, in the aggregate of $144,606 was repaid and the balance at July 31, 2018 was $nil ($106,874 as at January 31, 2018).

During the year ended January 31, 2018, the Company issued 4,000,000 common shares to satisfy the requirements of the Agreement for the Gowganda Gold Project. Share issue costs of $3,350 were paid in conjunction with this share issue.

ANALYSIS OF CONSOLIDATED FINANCIAL POSITION

Financial Performance

The Company spent $80,319 on retail store front design and permitting during the three months ended July 31, 2018 compared to $nil in the same period during 2017, due to the change in business during the quarter. Additionally, the Company spent $nil on its exploration work on the Gowganda Gold Project for the three months ended July 31, 2018 and 2017.

The Company spent $80,319 on retail store front design and permitting during the six months ended July 31, 2018 compared to $nil in the same period during 2017, due to the change in business during the current quarter. Additionally, the Company spent $nil on its exploration work on the Gowganda Gold Project for the six months ended July 31, 2018 and 2017.

The Company's operating costs for the three months ended July 31, 2018, including stock-based compensation expense, were $13,463,865 compared to $85,492 for the same period in 2017. Excluding the impact of stock-based compensation expense, the operating costs were $137,385 compared to $85,492 for the same period in 2017.

The Company's operating costs for the six months ended July 31, 2018, including stock-based compensation expense, were $13,471,364 compared to $318,496 for the same period in 2017. Excluding the impact of stock-based compensation expense, the operating costs were $144,884 compared to $318,496 for the same period in 2017. The six months ended July 31, 2017 had exploration and evaluation expenses of $246,037 related to the former mining activities.

At July 31, 2018, the Company had cash on hand of $23.5 million compared to $11,610 on January 31, 2018. The Company believes it is currently fully funded for the forecasted capital and initial inventory expenditures in Alberta.

CONSOLIDATED QUARTERLY INFORMATION

	Note	July 31 2018	April 30 2018	January 31 2018	October 31 2017	July 31 2018	April 30 2018	January 31 2017	October 31 2016
Exploration and evaluation expenses	5	$ 10,562	$ (5,530)	$ 5,297	$ -	$ 49,147	$ 196,891	$ 187,194	$ 11,377
Property investigation costs		-	-	16,176	-	-	-	-	-
General and administrative		126,823	13,029	9,646	21,509	36,346	36,113	32,488	50,788
Stock based compensation		13,326,480	-	(1,595)	20,351	-	-	37,584	125,055
OPERATING LOSS		$(13,463,865)	$ (7,498)	$ (29,525)	$ (41,860)	$ (85,492)	$ (233,004)	$ (257,266)	$ (187,220)
OTHER ITEMS									
Finance costs	11	835	1,836	1,575	1,285	986	953	972	1,714
Derecognition of exploration and evaluation assets	5	160,000	-	-	-	-	-		-
Loss on debt settlements on sale of assets		-	-	-	-	-	-	42,491	-
Foreign exchange and foreign exchange gain on windup of US subsidiary		-	-	-	-	-	-	(82,348)	-
Interest and other income		-	-	-	-	-	(35)	(804)	-
		$ (160,835)	$ (1,836)	$ (1,575)	$ (1,285)	$ (986)	$ (919)	$ 39,689	$ (1,714)
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD		**$(13,624,701)**	**$ (9,334)**	**$ (31,100)**	**$ (43,145)**	**$ (86,478)**	**$ (233,922)**	**$ (217,577)**	**$ (188,934)**
LOSS PER SHARE - BASIC AND DILUTED	10	**$ (0.06)**	**$ (0.00)**	**$ (0.00)**	**$ (0.00)**	**$ (0.00)**	**$ (0.00)**	**$ (0.01)**	**$ (0.01)**
Total Assets		$ 23,926,769	$ 182,248	$ 173,178	$ 185,179	$ 85,520	$ 158,982	$ 408,783	$ 555,397
Total Liabilities		$ 390,814	$ 196,031	$ 177,626	$ 155,582	$ 131,129	$ 118,112	$ 133,991	$ 198,328
Total shareholders' equity (deficit)		$ 23,535,955	$ (13,783)	$ (4,448)	$ 29,597	$ (45,609)	$ 40,870	$ 274,792	$ 357,069

Explanation of significant variances between the quarters is provided as follows:

Exploration and evaluation costs relate to the Gowganda Gold Project. Rights to the Gowganda licenses were terminated June 4, 2018 as the Company pursued an adult-use cannabis retail business commencing June 28, 2018.

Property investigation costs relate to the prior mining business and ceased in the quarter ending January 31, 2018.

General and administrative ("G&A) costs for the quarters ending April 30, 2018 and earlier relate to the mining business and fluctuate according to financial reporting requirements, directors' compensation and the Company's level of activity. G&A costs in the quarter July 31, 2018 include the wind down of the mining business and start up costs related to the development of the adult-use cannabis retail business.

Stock-based compensation for the quarter ended July 31, 2018 relates to the value of the performance warrants issued to the new management team and board concurrent with the June 28, 2018 private placement. The Market Price vesting requirements of the performance warrants were met during the period ending July 31, 2018 and accordingly, the full value under the *Black-Scholes Option Pricing Model* has been expensed immediately. No stock options have been granted under the new stock option plan to the new management team and board. Stock options were declared in the quarters ending October 31, 2017. January 31, 2017 and October 31, 2016 resulting in stock-based compensation expense. All options issued to the former management team and board were exercised or expired prior to the change of business.

Interest was accrued in all quarters reported above related to the Ragged Range loan. The amount of interest fluctuated with the principal outstanding during each period. The principal and all accrued interest were paid in full to Ragged Range on June 28, 2018 and the Company has no debt as at July 31, 2018.

Concurrent with the change of business, the previously capitalized E&E assets of $160,000 were written off when the rights to the Gowganda licenses were terminated on June 4, 2018.

Operations in the USA ceased in 2016 and the Company recorded a gain on the windup of subsidiary in the year ending January 31, 2017. A loss on debt settlement was recorded in the same period.

SHAREHOLDERS' EQUITY

Share Capital

Authorized
An unlimited number of common shares

Issued and outstanding
At July 31, 2018 there were 569,047,133 issued and fully paid common shares outstanding (January 31, 2018 – 53,697,733).

Changes during the three and six months ended July 31, 2018
On June 20, 2018, 3,350,000 common shares were issued on the exercise of stock options for $167,500.

On June 28, 2018 the Company received approval from the Exchange and completed a private placement raising $25.6 million by the issuance of an aggregate 511,999,400 common shares and units at $0.05 each for total proceeds of $25,599,970. A total of 395,019,400 common shares and 116,980,000 units were issued. Each unit consists of one common share and one performance warrant resulting in 511,999,400 common shares and 116,980,000 performance warrants being issued. Each performance warrant entitles the holder to purchase one common share at a price of $0.05 for a period of five years, subject to the vesting requirements as outlined in Note 8 to the consolidated interim financial statements. Share issue costs of $1,919,511 were paid in conjunction with this share issue. The common shares issued have a customary private placement hold of four months plus 1 day, which expires on October 29, 2018, at which point they will be free trading.

Associated with the June 28, 2018 private placement, a Rights Offering was announced for which the Record Date has not been set at the time these financial statements have been published. The Rights Offering is available to all common share and unit holders of record on the future set Record Date and provides for one common share or one unit to be acquired for every four common shares or four units held, respectively, at a price of $0.05 per common share or unit held.

Changes during the year ended January 31, 2018

During the year ended January 31, 2018, the Company issued 4,000,000 common shares to satisfy the requirements of the Agreement for the Gowganda Gold Project (Note 5 to the consolidated interim financial statements). Share issue costs of $3,350 were paid in conjunction with this share issue.

Stock options

The Company had established a Former Stock Option Plan (the "Former Plan") for directors, officers, employees and consultants. The number of common shares that were available for grants of options under the Former Plan were not, at any time, to exceed 10% of the number of outstanding common shares, calculated at the time of grant. Options granted under the Former Plan had a term of five years and vested on the anniversary date of the grant.

A summary of the continuity of the Company's stock options under the Former Plan is as follows:

	July 31, 2018		January 31, 2018	
	Number of Shares Issuable	Weighted Average Exercise Price	Number of Shares Issuable	Weighted Average Exercise Price
		$		$
Options outstanding, beginning of period	4,950,000	0.05	4,800,000	0.05
Granted	-		900,000	0.05
Expired	(1,600,000)	0.05	(750,000)	0.05
Exercised	(3,350,000)	0.05	-	
Options outstanding, end of period	**-**	**-**	**4,950,000**	**0.05**

On June 28, 2018, concurrent with the closing of the Private Placement, all stock options issued pursuant to the Former Plan were either exercised or terminated. At July 31, 2018, no stock options under the Former Plan were outstanding.

On September 5, 2018, the shareholders approved the adoption of the New Stock Option Plan for the new management and board. As at July 31, 2018, no options had been issued pursuant to the new plan.

The number of common shares outstanding as of the date of this report on September 24, 2018 is 569,047,133 shares.

Warrants and Performance Warrants

The warrant reserve comprises the fair value recognized on the date of issue and on the date of modification of outstanding warrants. On exercise, the amount recorded is transferred to share capital. On expiry, the amount recorded is transferred to the share-based payment reserve.

A summary of the continuity of the Company's warrants is as follows:

	July 31, 2018		January 31, 2018	
	Number of Shares Issuable	Weighted Average Exercise Price	Number of Shares Issuable	Weighted Average Exercise Price
		$		$
Warrants outstanding and exercisable, beginning of period	12,000,000	0.06	12,000,000	0.06
Warrants outstanding and exercisable, end of period	**12,000,000**	**0.06**	**12,000,000**	**0.06**

On November 22, 2016 the Company received approval from the Exchange and completed a private placement raising $600,000 by the issuance of 12 million units at $0.05 per unit. Each unit consists of one common share and one share purchase warrant to purchase one additional common share, within 5 years, at an exercise price of $0.06 per share. The Company valued the warrants issued in connection with this private placement using the *Black-Scholes Option Pricing Model* with the following assumptions: risk-free interest rate 0.92%; volatility 120%; dividend yield 0% and approximate expected lives of 5 years. The resultant value of $430,762 attributable to the warrants has been reclassified from share capital and credited to warrant reserve.

The number of warrants outstanding as of the date of this report on September 24, 2018 is 12,000,000 warrants.

A summary of the continuity of the Company's performance warrants is as follows:

	July 31, 2018		January 31, 2018	
	Number of Shares Issuable	Weighted Average Exercise Price	Number of Shares Issuable	Weighted Average Exercise Price
		$		$
Performance warrants outstanding, beginning of period	-	-	-	-
Issued	116,980,000	0.05	-	-
Performance warrants outstanding and exercisable, end of period	**116,980,000**	**0.05**	**-**	**-**

On June 28, 2018 the Company received approval from the Exchange and completed a private placement raising $25.6 million by the issuance of an aggregate 511,999,400 common shares and units at $0.05 each. Each unit consists of one common share and one performance warrant. A total of 395,019,400 common shares and 116,980,000 units were issued. The units were issued to the new management team and board and certain additional subscribers identified by the new management team. The performance warrant entitles the holder to purchase one common share at a price of $0.05 for a period of five years, after certain vesting requirements. The performance warrants vest and become exercisable as to one-third upon the 20-day volume weighted average trading price of the common shares (the "Market Price") equalling or exceeding $0.10, an additional one-third upon the Market Price equalling or exceeding $0.125 and a final one-third upon the Market Price equalling or exceeding $0.15. In addition, in the event the Market Price equals or exceeds $0.175, each performance warrant shall be exercisable for 1.5 common shares, provided that, at the time of exercise in respect of the additional 0.5 of a common share per performance warrant (the "Performance Incentive"), the common shares are listed on the facilities of a recognized stock exchange (other than the Exchange) or the common shares are acquired for cash or for the securities of a company listed on a recognized stock exchange (other than the Exchange). The Company valued the warrants issued in connection with this private placement using the *Black-Scholes Option Pricing Model* with the following assumptions: risk-free interest rate 1.80%; volatility 60%; dividend yield 0% and approximate expected lives of 5 years, inclusive of incremental Performance Incentive. The resultant value of $16,669,500 attributable to the warrants has been fully recognized as a warrant reserve, as the Market Price vesting conditions have been met, with the portion related to the issuance to the new management team and board recorded as stock-based compensation and the remainder as an adjustment to accumulated deficit in equity.

The number of performance warrants outstanding as of the date of this report on September 24, 2018 is 116,980,000 performance warrants.

Share Based Payment Reserve

The Company's share-based payment reserve is comprised of the following:

	July 31, 2018	January 31, 2018
Expired:		
Warrants	5,409,121	5,409,121
Stock options	2,430,338	2,396,558
Unexpired stock options	-	156,613
Total	**7,839,459**	**7,962,292**

RELATED PARTY TRANSACTIONS

Key management personnel compensation

	Three months ended		Six months ended	
	July 31 2018	July 31 2017	July 31 2018	July 31 2017
	$	$	$	$
Compensation of directors				
Short-term benefits	-	3,000	-	9,000
Stock-based compensation	8,407,424	3,000	8,407,424	9,000
Compensation of key management personnel				
Wages	10,713	-	10,713	-
Short-term benefits				
Stock-based compensation	4,919,056	-	4,919,056	-
	4,929,769	-	4,929,769	-
Total remuneration of directors and key management personnel	**13,337,193**	**3,000**	**13,337,193**	**9,000**

Related party transactions

The Company incurred the following transactions with management, directors, officers or companies which have directors in common, or in which the directors have significant influence and interests.

	Three months ended		Six months ended	
	July 31 2018	July 31 2017	July 31 2018	July 31 2017
	$	$	$	$
Finance costs	835	986	2,672	1,939
General and administrative costs	21,501	1,061	21,501	2,054
Share issue costs	619,648	-	619,648	-
Total transactions with related parties	**641,985**	**2,046**	**643,821**	**3,993**

Finance costs were paid to Ragged Range, as described in Note 6. General and administrative costs were paid to Solo Liquor Stores Ltd ("Solo Liquor"), where member of the Company's management are also member of the management of Solo Liquor. The costs were paid pursuant to the Solo Liquor Administrative Services Agreement. and include real estate back office functions, accounting staff costs, computers and networks as well as the head office sublease. It is anticipated that the ongoing costs under this agreement will be $20,000 to $30,000 range per month, depending on activity levels and will assist the company in keeping initial G&A costs low. Share issue costs were paid to McCarthy Tetrault, where the Corporate Secretary is a partner.

Related party balances

	July 31 2018	January 31 2018
	$	$
Trade and other payables	238,028	18,650
Loan Payable (Note 6)	-	106,874
	238,028	**125,524**

The terms of the loan payable are outlined in Note 6 to the consolidated interim financial statements.

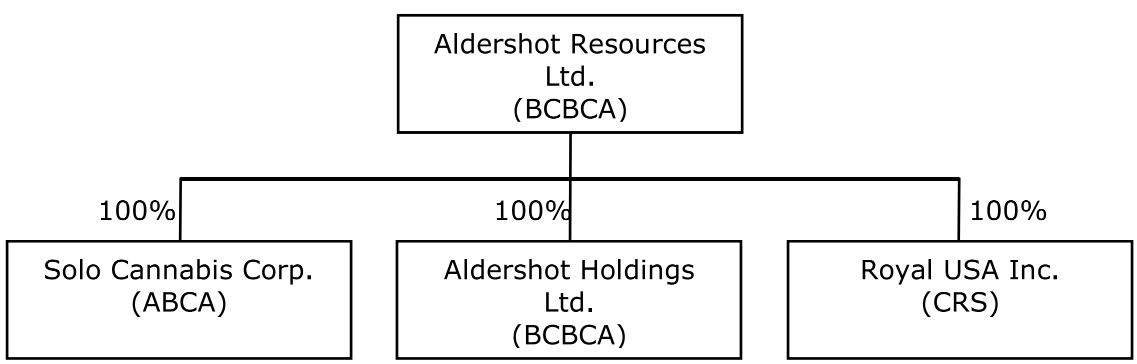
BUSINESS OVERVIEW

Corporate Overview

Aldershot is a publicly traded corporation listed on the TSX Venture Exchange (the "Exchange") under the symbol ALZ. The Company's registered office is located at 1100, 634-6th Avenue SW, Calgary, Alberta, T2P 0S4 and its head office is located at 4000, 421-7th Avenue, SW, Calgary, Alberta, T2P 4K9.

The Company has three wholly-owned subsidiaries: (i) Aldershot Holdings Ltd., incorporated on October 6, 2016 in British Columbia; (ii) Solo Cannabis Corp., incorporated on May 4, 2018 in Alberta; and (iii) Royal USA Inc., incorporated on October 23, 2007 in Colorado. Royal USA Inc. ceased operations in 2016.

The corporate structure is as follows:



CRITICAL ACCOUNTING ESTIMATES AND ACCOUNTING POLICIES

The significant accounting policies that have been used in the preparation of the consolidated interim financial statements are summarized in the Company's annual financial statements for the year ended January 31, 2018. The consolidated interim financial statements have been prepared on an accrual basis and are based on historical costs, modified where applicable.

Changes in Accounting Policies

Financial Instruments

The Company adopted all of the requirements of IFRS 9 Financial Instruments ("IFRS 9") as of February 1, 2018. IFRS 9 replaces IAS 39 Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 utilizes a revised model for recognition and measurement of financial instruments and a single, forward-looking "expected loss" impairment model. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward in IFRS 9, so the Company's accounting policy with respect to financial liabilities is unchanged. As a result of the adoption of IFRS 9, management has changed its accounting policy for financial assets retrospectively, for assets that continued to be recognized at the date of initial application. The change did not impact the carrying value of any of the financial assets or financial liabilities on the transition date.

The following is the Company's new accounting policy for financial instruments under IFRS 9:

i) Classification

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing financial assets and their contractual cash flow characteristics. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL or if the Company has opted to measure them at FVTPL.

The Company completed a detailed assessment of its financial assets and liabilities as at February 1, 2018. The following table shows the original classification under IAS 39 and the new classification under IFRS 9:

Financial assets/liabilities	Original classification IAS 39	New classification IFRS 9
Cash	Amortized cost	Amortized cost
Receivables	Amortized cost	Amortized cost
Deposits	Amortized cost	Amortized cost
Trade and other payables	Amortized cost	Amortized cost
Loans payable	Amortized cost	Amortized cost

ii) Measurement

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statements of net loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the statements of net loss in the period in which they arise.

iii) Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If, at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the statements of loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

iv) Derecognition of financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in the statements of loss.

Revenue from Contracts with Customers

Effective February 1, 2018, the Company adopted IFRS 15, Revenue from Contracts with Customers ("IFRS 15") replacing IAS 11, Construction Contracts, IAS 18, Revenue, and several revenue related interpretations. The standard establishes a framework based on transfer of control for determining how much and when revenue is recognized and includes expanded disclosure requirements for annual financial statements.
The Company had no previous revenue from its mining operations, which ceased in June 2018 and had no sales of cannabis recorded in the period as the Company did not have any cannabis retail stores in operation as at July 31, 2018. The Company has adopted IFRS 15 using the modified retrospective approach. The adoption did not have any impact on the Company's interim financial statements. No restatement of the comparative figures have not been restated and continue to be reported under the accounting standards in effect for those periods.

Other narrow scope amendments / interpretations

The Company has adopted narrow scope amendments / interpretations to IFRIC 22, Foreign Currency Translation and Advance Consideration, IFRS 2, Share-Based Payments, and IAS 1, Presentation of Financial Statements, which did not have an impact on the Company's interim financial statements.

Recent accounting pronouncements not yet adopted

In January 2016, the IASB issued IFRS 16, "Leases", which will supersede IFRS IAS 17, "Leases" and IFRIC 4, "Determining whether an Arrangement contains a Lease". IFRS 16 introduces a balance sheet recognition and measurement model for lessees, eliminating the distinction between operating and finance leases. Lessors will continue to classify leases as operating and finance leases. For leases where the Company is the lessee, it has the option of adopting a full retrospective approach or a modified retrospective approach on transition to IFRS 16. The standard is effective for annual periods beginning on or after January 1, 2019. IFRS 16 allows for early adoption for companies that apply IFRS 15 "Revenue from Contracts with Customers", but the Company does not intend to do so at this time. The Company has performed a preliminary assessment of the potential impacts of the adoption of IFRS 16 on the Company's consolidated financial statements.

The Company intends to adopt IFRS 16 in the period beginning January 1, 2019. The precise extent of the impact of the adoption of IFRS 16 has not yet been determined.

RISK FACTORS

The Company's management is currently focused on the development an adult-use retail cannabis business across Canada and faces a number of risks that could adversely affect the Company's operations. These risks include industry risk, credit risk, liquidity risk, interest rate risk, foreign currency risk. Management reviews and develops policies for managing each of these risks which are summarized below.

Credit Risk

Credit risk is the risk of loss associated with a counter-party's ability to fulfil its payment obligations. The Company's primary exposure to credit risk is attributable to its cash, as well as other receivables. This risk relating to cash is considered low since the Company only invests its cash in major banks which are high credit quality financial institutions. Other receivables primarily comprise local sales taxes due from governmental agencies, as such, management considers the collection risk low. Any excess cash is invested in short-term investment certificates for periods less than 90 days and the other receivables are due in less than 90 days.

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting financial obligations as they come due. As well, the degree to which the Company is leveraged may reduce its ability to obtain additional financing for working capital and to finance growth.

To manage liquidity, risk the Company uses a detailed consolidated cash flow forecast model to regularly monitor is near and long-term cash flow requirements. This also assists the Company in optimizing its working capital and evaluating long-term investment and funding strategies.

Interest Rate Risk

Interest rate risk refers to the risk that the fair values of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is exposed to interest rate risk on its cash equivalents which represent excess cash invested in short-term investments and these earn interest at variable market rates. The Company monitors their short-term investments with its need for cash flow and is satisfied with the return on these investments, given the timing of the need for cash in the Company. A modest fluctuation in interest rates would not be significant to the Company.

Industry Risk

The operations and expertise of the Company's management are currently focused on developing an adult-use retail cannabis business across Canada. In the future, the Company may acquire or move into new industries or new geographical areas, may acquire different cannabis related assets, and as a result may face unexpected risks or alternatively, significantly increase the Company's exposure to one or more existing risk factors, which may in turn result in the Company's future operational and financial conditions being adversely affected. A review of these risks can be found below, but may not be exhaustive.

Change in Cannabis Laws, Regulations and Guidelines

Activities in the retail cannabis industry will be subject to a variety of laws, regulations and guidelines relating to the distribution, possession, sale, advertisement, packaging, health, safety, purchasing and consumption of cannabis products under a retail license and the operation, physical structure and security of licensed retail stores.

These laws and regulations are broad in scope, subject to evolving interpretations and may change in ways currently unforeseen by the Company. If any changes to such laws, regulations and guidelines occur, which are matters beyond the control of the Company. The Company's future activities in the industry may incur significant costs in complying with such changes or it may be unable to comply therewith, which in turn may result in a material adverse effect on the Company's business, financial condition and results of operation. In addition, violations of these laws, or allegations of such violations, could disrupt certain aspects of the Company's business strategy and result in a material adverse effect on certain aspects of its planned operations.

The Federal Cannabis Act (the Cannabis Act (Canada) coming into effect on October 17, 2018 and as amended from time to time) and the Federal Regulations (SOR 2018/144: Cannabis Regulations coming into effect on October 17, 2018 and as amended from time to time) are not yet in force, but will prohibit testimonials, lifestyle branding and packaging that is appealing to youth. The restrictions on advertising, marketing and the use of logos and brand names could have a material adverse impact on the Company's proposed business, financial condition and results of operation.

The legislative framework pertaining to the Canadian recreational cannabis market is uncertain. In addition, the governments of every Canadian province and territory have, to varying degrees, announced proposed regulatory regimes for the distribution and sale of cannabis for recreational use within those jurisdictions. There is no guarantee that provincial legislation regulating the distribution and sale of cannabis for recreational use will be enacted according to all the terms announced by such provinces and territories, or at all, or that any such legislation, if enacted, will create the growth opportunities that the Company currently anticipates. While the impact of any new legislative framework for the regulation of the Canadian recreational cannabis market is uncertain, any of the foregoing could result in a material adverse effect on the Company's business, financial condition and results of operations.

Operation Permits and Authorizations

The recreational cannabis industry is in its early development stage and restrictions on sales and marketing activities imposed by Health Canada, various medical associations, other governmental or quasi-governmental bodies or voluntary industry associations may adversely affect the Company's ability to conduct sales and marketing activities and could have a material adverse effect on the Company's business, operating results or financial condition. The Government of Canada has stated that legalization, regulation and restriction with respect to accessing cannabis for recreational use is expected to be implemented on October 17, 2018, however at present, recreational use of cannabis remains illegal in Canada.

The Company may not be able to obtain or maintain the necessary licenses, permits, authorizations or accreditations, or may only be able to do so at great cost, to operate its retail business. In addition, the Company's activities may not be able to comply fully with the wide variety of laws and regulations applicable to the cannabis industry. Failure to comply with or to obtain the necessary licenses, permits, authorizations or accreditations could result in restrictions on the Company's ability to operate in the cannabis industry, which could have a material adverse effect on the Company's business.

Competition

The Company intends to develop a retail cannabis business across Canada through the establishment of licensed retail stores. The Company expects that the cannabis retail industry will be highly competitive, with a large number of potential entrants who will be competing for available real estate locations and retail licenses. The Company will face intense competition from other companies, some of which can be expected to have more financial resources and manufacturing and marketing experience than the Company. Increased competition by larger and better financed competitors could materially and adversely affect the business, financial condition and results of operations of the Company.

To remain competitive, the Company will require a continued high level of investment in hiring, training and retention of marketing, sales and customer service staff. The Company may not have sufficient resources to retain and training of marketing, sales and customer service staff on a competitive basis which could materially and adversely affect the business, financial condition and operating results of the Company.

Cannabis Retail Licenses

The retail and distribution model in each province and territory in Canada will have an impact on the Company's proposed operations. As of the date of this MD&A, no recreational cannabis market exists in Canada. Each of the Canadian provinces and territories will be responsible for implementing its own legislation to regulate the sale of cannabis. Provincial legislation may vary in material respects, including the minimum age to buy cannabis, cannabis products available for sale and whether cannabis will be sold by government boards, licensed private retailers or both. The Company will also face competition from illegal cannabis dispensaries that are selling cannabis to individuals despite not having a valid retail license. Many illegal dispensaries are still in operation, providing the Company with additional competition.

Customer Acquisition and Retention

The Company's success will depend on its ability to attract and retain consumers. There are many factors which could impact the Company's ability to attract and retain consumers, including but not limited to the Company's ability to continually supply and sell desirable and effective product. The Company's failure to acquire and retain consumers would have a material adverse effect on the business, financial condition and operating results of the Company.

Unfavourable Publicity or Consumer Perception

Management of the Company believes the cannabis industry is highly dependent upon consumer perception regarding the safety, efficacy and quality of cannabis sold. Consumer perception of cannabis products may be significantly influenced by scientific research or findings, regulatory investigations, litigation, media attention and other publicity regarding the consumption of cannabis products. There can be no assurance that future scientific research, findings, regulatory proceedings, litigation, media attention or other research findings or publicity will be favourable to the recreational cannabis industry or consistent with earlier publicity. Future research reports, findings, regulatory proceedings, litigation, media attention or other publicity that are perceived as less favourable than, or that question, earlier research reports, findings or publicity could have a material adverse effect on the demand for cannabis products and the business, results of operations, financial condition and cash flows of the Company. The Company's dependence upon consumer perceptions means that adverse scientific research reports, findings, regulatory proceedings, litigation, media attention or other publicity, whether or not accurate or with merit, could have a material adverse effect on the business, results of operations, financial condition and cash flows of the Company. Further, adverse publicity reports or other media attention regarding the safety, efficacy and quality of cannabis products or associating the consumption of cannabis with illness or other negative effects or events, could have such a material adverse effect. Such adverse publicity reports or other media attention could arise even if the adverse effects associated with such products resulted from consumers' failure to consume such products appropriately or as directed.

Further, once the Company enters the retail cannabis industry, the parties with which the Company conducts business may perceive that they are exposed to reputational risk as a result of the Company's cannabis business activities. Affected relationships could include, without limitation, those with real estate personnel, marketers and bankers. For example, the Company may in the future have difficulty establishing or maintaining bank accounts or other business relationships with firms choosing to not invest in the cannabis industry. Failure to establish or maintain business relationships could have a material adverse effect on the Company.

Proprietary Market Research

The Company must rely largely on its own market research to forecast sales as the research relating to the recreational cannabis market is not yet available. A failure in the demand for cannabis products to materialize as a result of competition, technological change or other factors could have a material adverse effect on the Company's business, results of operations and financial condition.

Commodity Taxes and Government Mark-Ups

Changes in tax rates or government mark-ups, and their corresponding effect on product pricing could affect sales and/or earnings. If taxes or government mark-ups increase and the Company increases prices by the full amount of the tax or the mark-up, as the case may be, could adversely impact sales volumes. If the Company is not able to pass the full amount of the tax or mark-up increase on to consumers, then gross margins and earnings could be adversely impacted. There can be no assurance that governments will not change tax or mark-up rates in the future.

Vulnerability to Rising Prices of Key Inputs

The Company's business will be dependent on the supply of cannabis products from licenced producers. The licensed producer's growing operations will be dependent on a number of key inputs and their related costs, including raw materials and supplies. Any significant interruption or negative change in the availability or economics of the supply chain for key inputs could materially impact licensed producers, and in turn, the Company's financial condition and operating results. Any inability of licensed producers to secure required supplies and services or to do so on appropriate terms could have a materially adverse impact on the Company's business, financial condition and operating results.

Operating Risk and Insurance Coverage

The Company plans to purchase insurance to protect its assets, operations and employees. While the Company believes its insurance coverage addresses all material risks to which it is exposed and is adequate and customary in its current state of operations, such insurance is subject to coverage limits and exclusions and may not be available for the risks and hazards to which the Company is exposed. In addition, no assurance can be given that such insurance will be adequate to cover the Company's liabilities or will be generally available in the future or, if available, that premiums will be commercially justifiable. If the Company were to incur substantial liability and such damages were not covered by insurance or were in excess of policy limits, or if the Company were to incur such liability at a time when it is not able to obtain liability insurance, its business, results of operations and financial condition could be materially adversely affected.

Safety and Health Regulations

The Company's cannabis operations will be subject to employee health and safety laws and regulations concerning. The Company will incur ongoing costs and obligations related to compliance with employee health and safety matters. Failure to comply with health and safety laws and regulations may result in additional costs for corrective measures and penalties or in restrictions on the Company's retail operations. In addition, changes in employee health and safety or other laws, more vigorous enforcement thereof or other unanticipated events could require extensive changes to the Company's operations or give rise to material liabilities, which could have a material adverse effect on the Company's business, results of operations and financial condition.

Liability, Enforcement Complaints, etc.

The Company's participation in the cannabis industry may lead to litigation, formal or informal complaints, enforcement actions, and inquiries by various federal, provincial, or local governmental authorities against the Company or its activities. Litigation, complaints, and enforcement actions involving either the Company or its activities could consume considerable amounts of financial and other corporate resources, which could have an adverse effect on the Company's future cash flows, earnings, results of operations and financial condition.

Difficulty Transitioning and Growing a Business

There can be no assurance that the Company will be successful in the implementation of its retail-focused cannabis business strategy. The Company's transition to a cannabis retail business may be subject to growth-related risks including capacity constraints and pressure on the Company's internal systems and controls. The Company's ability to manage growth effectively will require us to continue to implement and improve our operational and financial systems and to expand, train and manage our employee base. The Company's inability to deal with this growth may have a material adverse effect on its business, financial condition, results of operations and prospects.

Available Talent Pool

The implementation of the Company's retail-focused cannabis business strategy will require employing personnel with cannabis expertise. However, experienced talent in the marketing and sales of cannabis may be limited and there can be no assurance that the appropriate individuals will be available or affordable to the Company. Without adequate personnel and expertise, the implementation of the Company's retail cannabis business may suffer.

The Company undertakes its best efforts to mitigate the above risks using the resources at its disposal but believes that uncertainties and risks do exist in its business operations.

ADDITIONAL DISCLOSURE FOR VENTURE ISSUERS WITHOUT SIGNIFICANT REVENUE

Additional information related to the Exploration and evaluation expenses for the three and six months ended July 31, 2018. The Company ceased all mining related activities during the quarter ended July 31, 2018.

	Three months ended		**Three months ended**	
	July 31 2018	**July 31 2017**	**July 31 2018**	**July 31 2017**
Costs incurred during the period				
Drilling	-	-	-	57,671
Field and access costs	-	17,539	-	51,732
Geological consulting	9,613	10,444	4,083	14,604
Geophysical and survey costs	-	-	-	52,263
Lab tests and assays	-	10,098	-	30,115
Materials and field supplies	-	4,877	-	5,686
Meals and lodging	-	263	-	6,858
Project management fees	949	4,468	949	22,367
Travel and transportation	-	1,458	-	4,742
Total Exploration and evalulation expenses	**10,562**	**49,147**	**5,032**	**246,037**

FORWARD LOOKING STATEMENTS

This MD&A contains forward-looking statements or information (collectively "forward-looking statements") within the meaning of applicable Canadian securities legislation. All statements and information, other than statements of historical fact contained in this MD&A, are forward-looking statements. In particular, this MD&A contains forward-looking statements with respect to, without limitation, our future financial position, capital and liquidity, business strategy, the execution and impact of the strategic plan on the Company's business, our ability build, own and operate retail cannabis stores, the receipt of necessary permits and licenses to open stores, the engagement of Avison Young to identify opportunities in Ontario, the shared services administration agreement with Solo Liquor, results of operations and financial condition, adult-use retail cannabis strategy, budgets, government regulation and laws, projected costs, plans and objectives of the Company and the change of the name of the Company. Shareholders and prospective investors can identify many of these statements by looking for words such as "believes", "expects", "will", "intends", "projects", "anticipates", "estimates", "continues" or similar words and the negative thereof.

Forward-looking statements reflect the Company's current plans, intentions and expectations, which are based on Management's perception of historical trends, current conditions and expected future developments, as well as other factors it believes are appropriate in the circumstances. The Company's plans, intentions and expectations are inherently subject to significant business, economic, competitive and other uncertainties and contingencies regarding future events and as such, are subject to change. There is no assurance that the plans, intentions or expectations upon which these forward-looking statements are based will occur. Forward looking statements are subject to risks, uncertainties and assumptions, including, but not limited to, those discussed elsewhere in this MD&A, including under the heading "Risk Factors". Although Management believes that the expectations represented in such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct and such forward-looking statements included in this MD&A should not be unduly relied upon.

Some of the factors that could affect future results and could cause results to differ materially from those expressed in the forward-looking statements contained herein include, but are not limited to: risks relating to government regulation and laws and changes thereto (including with respect to cannabis); permits, licences and regulatory and third party approvals not being obtained in the manner or timing anticipated by the Company; competition; the state of the economy including general economic conditions in Canada (including Alberta and Ontario) and the U.S.; the unpredictability and volatility of the price of the common shares; restrictions on potential growth; availability of sufficient financial resources to fund the Company's capital expenditures; changes in tax rates and government mark-ups; risks relating to future acquisitions, construction and development of new stores; the ability of Management to execute the strategic plan; the Company's ability to locate and secure acceptable store sites and to adapt to changing market conditions; dependence on key personnel; labour costs, shortages and labour relations including the Company's ability to hire and retain staff at current wage levels and the risk of possible future unionization; the availability of cannabis-retail products from licensed producers; supply interruption or delays; dependence on suppliers; reliance on information and control systems; income tax changes; credit risks arising from operations; dilution and future sales of common shares; and the potential lack of an active trading market for the common shares. The information contained in this MD&A, including the information set forth under the heading "Risk Factors", and as disclosed in other filings made by the Company with Canadian securities regulatory authorities and available on SEDAR at www.sedar.com, identifies additional factors that could affect the operating results and performance of the Company. Readers are cautioned that this list of risk factors should not be construed as exhaustive.

The forward-looking statements contained herein are expressly qualified in their entirety by this cautionary statement. The forward-looking statements included in this MD&A are made as of the date of this MD&A and the Company assumes no obligation to update or revise them to reflect new events or circumstances except as expressly required by applicable securities legislation.

Additional disclosures pertaining to Aldershot including material change reports, press releases and other information are available at www.sedar.com.

ALDERSHOT RESOURCES LTD.

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

July 31, 2018 and 2017
Expressed in Canadian Dollars

ALDERSHOT RESOURCES LTD.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars - unaudited)

	Notes	July 31, 2018	January 31, 2018
ASSETS		**$**	**$**
Current assets			
Cash		23,522,091	11,610
Receivables		71,193	568
Prepaid expenses and deposits		253,166	1,000
Total current assets		23,846,450	13,178
Non-current assets			
Property and equipment	4	80,319	-
Exploration and evaluation assets	5	-	160,000
Total non-current assets		80,319	160,000
TOTAL ASSETS		**23,926,769**	**173,178**
LIABILITIES AND EQUITY			
LIABILITIES			
Current liabilities			
Trade and other payables	11	390,814	70,752
Loans payable	6,11	-	106,874
Total current liabilities		390,814	177,626
EQUITY			
Equity attributable to the owners of the Company			
Share capital	7, 11	39,424,044	15,453,252
Warrant reserve	8	17,100,262	430,762
Share-based payment reserve	9	7,839,459	7,962,292
Accumulated deficit	8	(40,827,810)	(23,850,754)
Total shareholders' equity (deficit)		23,535,955	(4,448)
TOTAL LIABILITIES AND EQUITY		**23,926,769**	**173,178**

See accompanying notes to the consolidated interim financial statements

Nature and continuance of operations (Note 1); Commitments & contingencies (Note 12); Subsequent events (Notes 12 & 17)

On behalf of the Board:

"James Miller"	*"Pali Bedi"*
James Miller, Director	Pali Bedi, Director, President & Chief Executive Officer

ALDERSHOT RESOURCES LTD.
CONSOLIDATED STATEMENTS OF NET LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian dollars - unaudited)

		Three months ended		Six months ended	
	Notes	July 31, 2018	July 31, 2017	July 31, 2018	July 31, 2017
		$	$	$	$
EXPENSES					
Exploration and evaluation expenses	5	10,562	49,147	5,032	246,037
General and administrative		126,823	36,346	139,852	72,459
Stock based compensation	8	13,326,480	-	13,326,480	-
OPERATING LOSS		(13,463,865)	(85,492)	(13,471,364)	(318,496)
OTHER ITEMS					
Finance costs	11	(836)	(986)	(2,672)	(1,939)
Write off of exploration and evaluation assets	5	(160,000)	-	(160,000)	-
Interest and other income		-	-	-	35
		(160,836)	(986)	(162,672)	(1,904)
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD		(13,624,701)	(86,478)	(13,634,036)	(320,400)
LOSS PER SHARE - BASIC AND DILUTED	10	$ (0.06)	$ (0.00)	$ (0.09)	$ (0.01)

See accompanying notes to the consolidated interim financial statements

ALDERSHOT RESOURCES LTD.
CONSOLIDATD STATEMENTS OF CHANGES IN EQUITY
(Expressed in Canadian dollars - unaudited)

		Attributable to Owners of the Company					
		Share Capital		Warrant Reserve	Share Based Payment Reserve	Accumulated Deficit	Equity (Deficit)
	Note	Number of Shares	$	$	$	$	$
Balance, January 31, 2017		49,697,733	15,356,602	430,762	7,943,536	(23,456,108)	274,792
Net loss						(320,400)	(320,400)
Balance July 31, 2017		49,697,733	15,356,602	430,762	7,943,536	(23,776,508)	(45,608)
Shares issued for:							
Exploration asset	7	4,000,000	100,000	-			100,000
Share Issue Costs	7		(3,350)				(3,350)
Stock-based compensation					18,756		18,756
Net loss						(74,246)	(74,246)
Balance, January 31, 2018		53,697,733	15,453,252	430,762	7,962,292	(23,850,754)	(4,448)
Shares issued for:							
Stock Options	7	3,350,000	290,333		(122,833)		167,500
Private Placement	7, 8	511,999,400	25,599,970	16,669,500		(3,343,019)	38,926,451
Share Issue Costs	7		(1,919,511)				(1,919,511)
Net loss						(13,634,036)	(13,634,036)
Balance July 31, 2018		569,047,133	39,424,044	17,100,262	7,839,459	(40,827,809)	23,535,955

See accompanying notes to the consolidated interim financial statements

ALDERSHOT RESOURCES LTD.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars - unaudited)

	Three months ended		Six months ended	
	July 31 2018	**July 31 2017**	**July 31 2018**	**July 31 2017**
	$	**$**	**$**	**$**
CASH FLOWS FROM OPERATING ACTIVITIES				
Net loss for the period	(13,624,701)	(86,478)	(13,634,036)	(320,400)
Adjustments to loss for:				
Non-cash finance costs	836	986	2,672	1,939
Stock based compensation	13,326,480	-	13,326,480	-
Write off of exploration and evaluation assets	160,000	-	160,000	-
Net changes in non-cash working capital items:				
Receivables	(70,126)	(998)	(70,625)	4,982
Exploration expenditures cash calls	-	24,260	-	221,151
Prepaid expenses and deposits	(246,932)	1,745	(252,166)	(3,489)
Trade and other payables	106,127	12,030	102,634	(4,802)
Net cash flows used in operating activities	(348,316)	(48,455)	(365,041)	(100,619)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment in property and equipment	(80,319)	-	(80,319)	-
Net changes in non-cash working capital items	28,258	-	28,258	-
Net cash flows used in investing activities	(52,061)	-	(52,061)	-
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in loan from affiliated company	15,000	-	35,061	-
Repayment of loan from affiliated company	(144,606)	-	(144,606)	-
Cash from stock option exercise	167,500	-	167,500	-
Cash from private placement	25,599,970	-	25,599,970	-
Share issue costs	(1,919,511)	-	(1,919,511)	-
Net changes in non-cash working capital items	189,169	-	189,169	-
Net cash flows from financing activities	23,907,522	-	23,927,583	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	23,507,145	(48,455)	23,510,481	(100,619)
CASH AND CASH EQUIVALENTS, BEGINNING	14,946	67,302	11,610	119,466
CASH AND CASH EQUIVALENTS, ENDING	**23,522,091**	**18,847**	**23,522,091**	**18,847**

See accompanying notes to the consolidated interim financial statements

1. NATURE AND CONTINUANCE OF OPERATIONS

The full name of the Company is “Aldershot Resources Ltd.” The Company's head office is located at Suite 1100, 634 – 6th Avenue S.W., Calgary, Alberta T2P 0S4. The registered office of the Company is located at Suite 4000, 421 – 7th Avenue S.W., Calgary, Alberta, T2P 4K9. The Company is a reporting issuer in British Columbia and Alberta.

These consolidated interim financial statements include the results of the Company and its 100% owned subsidiaries Solo Cannabis Corp. and Aldershot Holdings Ltd.

The Company was incorporated under the British Columbia Business Corporations Act (“BCBCA”) on September 8, 1987 as “Quattro Resources Ltd.”. The Company changed its name to “Aldershot Resources Ltd.” on July 31, 2001. The Company received shareholder approval to change its name from Aldershot Resources Ltd to Solo Growth Corp on September 5, 2018 at the Annual and Special Shareholders Meeting. The common shares are listed on the TSX-V Exchange (the “Exchange”) under the trading symbol “ALZ”. From February 22, 2016 to November 23, 2016, the common shares were listed on the NEX, a separate board of the Exchange that provides a trading forum for listed companies that have fallen below the Exchange's ongoing listing standards. Upon approval of the Change of Business by the Exchange and the Company name has been registered as Solo Growth Corp and the common shares will be listed under a new trading symbol, “SOLO”.

Prior to 2011, the Company held exploration licenses and interests in uranium properties in Western Australia, the Northern Territory of Australia, Zambia, Quebec and British Columbia and interests in copper properties in Chile.

In October 2016, the Company entered into the Option Agreement with Transition Metals Corp. to acquire an interest in a gold discovery project in Ontario. The Company conducted an exploration program on this property until the summer of 2017, after which all operations ceased.

In June 2018, the Company and Transition Metal Corp. entered into an agreement to terminate the Option Agreement and the Company no longer has any rights with respect to the gold discovery project.

On June 28, 2018, the former Management and Board of Directors of Aldershot Resources Ltd resigned concurrent with the closing of a Private Placement for gross proceeds of $25.6 million. At that time, a new management team and Board of Directors was appointed in order to change the business from that of acquisition and exploration of mining properties to that of retail operations, focusing on the adult-use cannabis market concurrent with the enactment of Bill C-45, the Cannabis Act, which received Royal Assent on June 7, 2018 and will come into force on or about October 17, 2018.

2. STATEMENT OF COMPLIANCE

The consolidated interim financial statements of the Company, including comparatives, have been prepared in accordance with IFRS issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

These consolidated interim financial statements comply with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting*. These consolidated interim financial statements do not include all of the information required of a complete set of financial statements and are intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and the performance of the Company since the end of its last annual reporting period. It is therefore recommended that these consolidated interim financial statements be read in conjunction with the annual financial statements of the Company for the year ended January 31, 2018, which were prepared in accordance with IFRS as issued by the IASB.

The consolidated interim financial statements were authorized for issue on September 24, 2018 by the Board of Directors of the Company.

3. BASIS OF PRESENTATION

The significant accounting policies that have been used in the preparation of these consolidated interim financial statements are summarized in the Company's annual financial statements for the year ended January 31, 2018. The consolidated interim financial statements have been prepared on an accrual basis and are based on historical costs, modified where applicable. The consolidated interim financial statements are presented in Canadian dollars ("CAD"), unless otherwise indicated.

Changes in Accounting Policies—Financial Instruments

Financial Instruments

The Company adopted all of the requirements of IFRS 9 Financial Instruments ("IFRS 9") as of February 1, 2018. IFRS 9 replaces IAS 39 Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 utilizes a revised model for recognition and measurement of financial instruments and a single, forward-looking "expected loss" impairment model. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward in IFRS 9, so the Company's accounting policy with respect to financial liabilities is unchanged. As a result of the adoption of IFRS 9, management has changed its accounting policy for financial assets retrospectively, for assets that continued to be recognized at the date of initial application. The change did not impact the carrying value of any of the financial assets or financial liabilities on the transition date.

The following is the Company's new accounting policy for financial instruments under IFRS 9:

i) <u>Classification</u>

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing financial assets and their contractual cash flow characteristics. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL or if the Company has opted to measure them at FVTPL.

The Company completed a detailed assessment of its financial assets and liabilities as at February 1, 2018. The following table shows the original classification under IAS 39 and the new classification under IFRS 9:

Financial assets/liabilities	**Original classification IAS 39**	**New classification IFRS 9**
Cash	Amortized cost	Amortized cost
Receivables	Amortized cost	Amortized cost
Deposits	Amortized cost	Amortized cost
Trade and other payables	Amortized cost	Amortized cost
Loans payable	Amortized cost	Amortized cost

ii) Measurement

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statements of net loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the statements of net loss in the period in which they arise.

iii) Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If, at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the statements of loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

iv) Derecognition of financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in the statements of loss.

Revenue from Contracts with Customers

Effective February 1, 2018, the Company adopted IFRS 15, Revenue from Contracts with Customers (“IFRS 15”) replacing IAS 11, Construction Contracts, IAS 18, Revenue, and several revenue related interpretations. The standard establishes a framework based on transfer of control for determining how much and when revenue is recognized and includes expanded disclosure requirements for annual financial statements.

The Company had no previous revenue from its mining operations, which ceased in June 2018 and had no sales of cannabis recorded in the period as the Company did not have any cannabis retail stores in operation as at July 31, 2018. The Company has adopted IFRS 15 using the modified retrospective approach. The adoption did not have any impact on the Company's interim financial statements. Comparative figures have not been restated and continue to be reported under the accounting standards in effect for those periods.

Other narrow scope amendments / interpretations

The Company has adopted narrow scope amendments / interpretations to IFRIC 22, Foreign Currency Translation and Advance Consideration, IFRS 2, Share-Based Payments, and IAS 1, Presentation of Financial Statements, which did not have an impact on the Company's interim financial statements.

Recent accounting pronouncements not yet adopted

In January 2016, the IASB issued IFRS 16, "Leases", which will supersede IFRS IAS 17, "Leases" and IFRIC 4, "Determining whether an Arrangement contains a Lease". IFRS 16 introduces a financial position recognition and measurement model for lessees, eliminating the distinction between operating and finance leases. Lessors will continue to classify leases as operating and finance leases. For leases where the Company is the lessee, it has the option of adopting a full retrospective approach or a modified retrospective approach on transition to IFRS 16. The standard is effective for annual periods beginning on or after January 1, 2019. IFRS 16 allows for early adoption for companies that apply IFRS 15 "Revenue from Contracts with Customers", but the Company does not intend to do so at this time. The Company has performed a preliminary assessment of the potential impacts of the adoption of IFRS 16 on the Company's consolidated financial statements.

The Company intends to adopt IFRS 16 in the period beginning January 1, 2019. The precise extent of the impact of the adoption of IFRS 16 has not yet been determined.

4. PROPERTY AND EQUIPMENT

Concurrent with the change of business of the Company to an adult recreational cannabis retailer, the Company began securing leases, applying for development permits and Alberta Gaming Liquor & Cannabis licenses. These preliminary costs have been capitalized ($80,319 as at July 31, 2018; $nil as at January 31, 2018). As no retail stores were open at July 31, 2018, the asset is not considered "in use" and no depreciation charge has been taken.

5. EXPLORATION AND EVALUATION ASSETS

Canada

On April 22, 2016 ("Effective Date"), the Company signed a Letter of Intent ("LOI") with Transition Metals Corp. ("Transition") to enter into a binding Option and Joint Venture Agreement ("Agreement") to acquire an interest in 34 claims (with a focus on gold) located in the Haultain and Nicol Townships in Ontario (the "Gowganda Gold Project"). Transition granted the Company an exclusive period to raise funds and complete due diligence before the Agreement was executed. Aldershot completed the conditions required by Transition and was satisfied with the due diligence undertaken, and therefore, on October 31, 2016 Transition and Aldershot executed the Agreement. Significant terms of the Agreement included the following:

(Expressed in Canadian dollars - unaudited)

The Company was able to acquire an initial 51% interest in the Gowganda Gold Project subject to securing financing of not less than $500,000 (completed) and by committing to spend $2,000,000 in exploration expenditures over a three-year period with $400,000 being incurred in the first year. As well, Aldershot would be required to issue 1,500,000 common shares after Exchange approval of the Agreement and to issue common shares valued at $200,000 on or before the first anniversary and common shares valued at $250,000 on or before the second anniversary. Upon acquiring the initial 51%, the Company may acquire an additional 24% (for a total ownership of 75%) by completing a Bankable Feasibility Study within three years. Furthermore, Aldershot agreed to reimburse Transition for costs that it incurred pursuant to a Memorandum of Understanding between Transition and the local First Nations communities.

On November 22, 2016, the Company received final Exchange approval for this transaction and was relisted on the Exchange having met the requirements to graduate from the NEX Board of the Exchange.

On October 31, 2017, the Company issued 4,000,000 common shares at the minimum price allowed by the Exchange of $0.05 per share for a total value of $200,000 to satisfy the requirements of the Agreement.

On June 4, 2018, the Company and Transition Metal Corp. entered into an agreement to terminate the Option Agreement and the Company no longer has any rights with respect to the gold discovery project and the value of the Exploration and Evaluation Assets was written off.

Details of the Company's exploration and evaluation assets are as follows:

	Canada		
	Gowganda Gold Project	**Three months ended July 31, 2018**	**Year ended January 31, 2018**
	$	$	$
Property acquisition costs			
Balance, beginning of period	160,000	160,000	60,000
Additions	-	-	60,000
Write off	(160,000)	(160,000)	-
Balance, end of period	**-**	-	160,000

(Expressed in Canadian dollars - unaudited)

6. LOANS PAYABLE

Payable to Ragged Range Mining Pty Ltd	Principal	Interest	Total Payable
Balance, January 31, 2017	61,339	4,559	65,898
Accrued interest	-	1,939	1,939
Balance, July 31, 2017	**61,339**	**6,498**	**67,837**
Increases in debt	36,176	-	36,176
Accrued interest	-	2,860	2,860
Balance, January 31, 2018	**97,515**	**9,358**	**106,874**
Increases in debt	35,061	-	35,061
Accrued Interest	-	2,672	2,672
Repayment	(132,576)	(12,030)	(144,606)
Balance, July 31, 2018	**-**	**-**	**-**

Ragged Range Mining Pty Ltd. (“Ragged Range”)

On May 18, 2015, the Company entered into a loan agreement with Ragged Range, a company with common directors and considered a related party. The loan is unsecured, due on demand and bears interest at 6% per annum.

During the first six months of 2018, the Company was advanced an additional $35,061 to fund ongoing exploration and evaluation expenses.

Interest of $836 related to the amounts due to Ragged Range has been expensed in finance costs for the three months ended July 31, 2018 ($2,672 for the six months ended July 31, 2018 and $986 and $1,939 for the three and six months ended July 2017, respectively).

Concurrent with the closing of the Private Placement on June 28, 2018, the principal and unpaid accrued interest of $132,577 and $12,030, respectively was paid to Ragged Range.

As at July 31, 2018 the total amount of unpaid accrued interest owing to Ragged Ranges is nil (January 31, 2018 - $9,358)

7. SHARE CAPITAL

Authorized
An unlimited number of common shares

Issued and outstanding
At July 31, 2018 there were 569,047,133 issued and fully paid common shares outstanding (January 31, 2018 – 53,697,733).

Changes during the three and six months ended July 31, 2018
On June 20, 2018, 3,350,000 common shares were issued on the exercise of stock options for $167,500.

(Expressed in Canadian dollars - unaudited)

On June 28, 2018 the Company received approval from Exchange and completed a private placement raising $25.6 million by the issuance of an aggregate 511,999,400 common shares and units at $0.05 each for total proceeds of $25,599,970. A total of 395,019,400 common shares and 116,980,000 units were issued. Each unit consists of one common share and one performance warrant resulting in 511,999,400 common shares and 116,980,000 performance warrants being issued. Each performance warrant entitles the holder to purchase one common share at a price of $0.05 for a period of five years, subject to the vesting requirements as outlined in Note 8. Share issue costs of $1,919,511 were paid in conjunction with this share issue. The common shares issued have a customary private placement hold of four months plus 1 day, which expires on October 29, 2018, at which point they will be free trading.

Associated with the June 28, 2018 private placement, a Rights Offering was announced for which the Record Date has not been set at the time these financial statements have been published. The Rights Offering is available to all common share and unit holders of record on the future set Record Date and provides for one common share or one unit to be acquired for every four common shares or four units held, respectively, at a price of $0.05 per common share or unit held.

Changes during the year ended January 31, 2018

During the year ended January 31, 2018, the Company issued 4,000,000 common shares to satisfy the requirements of the Agreement for the Gowganda Gold Project (Note 5). Share issue costs of $3,350 were paid in conjunction with this share issue.

Stock options

The Company had established a Former Stock Option Plan (the “Former Plan”) for directors, officers, employees and consultants. The number of common shares that were available for grants of options under the Former Plan were not, at any time, to exceed 10% of the number of outstanding common shares, calculated at the time of grant. Options granted under the Former Plan had a term of five years and vested on the anniversary date of the grant.

A summary of the continuity of the Company’s stock options under the Former Plan is as follows:

	July 31, 2018		**January 31, 2018**	
	Number of Shares Issuable	Weighted Average Exercise Price	Number of Shares Issuable	Weighted Average Exercise Price
		$		$
Options outstanding, beginning of period	4,950,000	0.05	4,800,000	0.05
Granted	-		900,000	0.05
Expired	(1,600,000)	0.05	(750,000)	0.05
Exercised	(3,350,000)	0.05	-	
Options outstanding, end of period	**-**	**-**	**4,950,000**	**0.05**

On June 28, 2018, concurrent with the closing of the Private Placement, all stock options issued pursuant to the Former Plan were either exercised or terminated. At July 31, 2018, no stock options under the Former Plan were outstanding.

On September 5, 2018, the shareholders approved the adoption of the New Stock Option Plan for the new management and board. As at July 31, 2018, no options had been issued pursuant to the new plan.

(Expressed in Canadian dollars - unaudited)

8. WARRANTS AND PERFORMANCE WARRANTS

The warrant reserve comprises the fair value recognized on the date of issue and on the date of modification of outstanding warrants. On exercise, the amount recorded is transferred to share capital. On expiry, the amount recorded is transferred to the share-based payment reserve.

A summary of the continuity of the Company's warrants is as follows:

	July 31, 2018		**January 31, 2018**	
	Number of Shares Issuable	Weighted Average Exercise Price	Number of Shares Issuable	Weighted Average Exercise Price
		$		$
Warrants outstanding and exercisable, beginning of period	12,000,000	0.06	12,000,000	0.06
Warrants outstanding and exercisable, end of period	**12,000,000**	**0.06**	**12,000,000**	**0.06**

On November 22, 2016 the Company received approval from Exchange and completed a private placement raising $600,000 by the issuance of 12 million units at $0.05 per unit. Each unit consists of one common share and one share purchase warrant to purchase one additional common share, within 5 years, at an exercise price of $0.06 per share. The Company valued the warrants issued in connection with this private placement using the *Black-Scholes Option Pricing Model* with the following assumptions: risk-free interest rate 0.92%; volatility 120%; dividend yield 0% and approximate expected lives of 5 years. The resultant value of $430,762 attributable to the warrants has been reclassified from share capital and credited to warrant reserve.

A summary of the continuity of the Company's performance warrants is as follows:

	July 31, 2018		**January 31, 2018**	
	Number of Shares Issuable	Weighted Average Exercise Price	Number of Shares Issuable	Weighted Average Exercise Price
		$		$
Performance warrants outstanding, beginning of period	-	-	-	-
Issued	116,980,000	0.05	-	-
Performance warrants outstanding and exercisable, end of period	**116,980,000**	**0.05**	**-**	**-**

On June 28, 2018 the Company received approval from the Exchange and completed a private placement raising $25.6 million by the issuance of an aggregate 511,999,400 common shares and units at $0.05 each. Each unit consists of one common share and one performance warrant. A total of 395,019,400 common shares and 116,980,000 units were issued. The units were issued to the new management team and board and certain additional subscribers identified by the new management team. The performance warrant entitles the holder to purchase one common share at a price of $0.05 for a period of five years, after certain vesting requirements. The performance warrants vest and become exercisable as to one-third upon the 20-day volume weighted average trading price of the common shares (the "Market Price") equalling or exceeding $0.10, an additional one-third upon the Market Price equalling or exceeding $0.125 and a final one-third upon the Market Price equalling or exceeding $0.15. In addition, in the event the Market Price equals or exceeds $0.175, each performance warrant shall be exercisable for 1.5 common shares, provided that, at the time of exercise in respect of the additional 0.5 of a common share per performance warrant (the "Performance Incentive"), the common shares are listed on the facilities of a recognized stock exchange (other than the Exchange) or the common shares are acquired for cash or for the securities of a company listed on a recognized stock exchange (other than the Exchange). The Company valued the warrants issued in connection with this private placement using the *Black-Scholes Option Pricing Model* with the following assumptions: risk-free interest rate 1.80%; volatility 60%; dividend yield 0% and approximate expected lives of 5 years, inclusive of incremental Performance Incentive. The resultant value of $16,669,500 attributable to the warrants has been fully recognized as a warrant reserve, as the Market Price vesting conditions have been met, with the portion related to the issuance to the new management team and board recorded as stock-based compensation and the remainder as an adjustment to accumulated deficit in equity.

(Expressed in Canadian dollars - unaudited)

9. SHARE-BASED PAYMENT RESERVE

The Company's share-based payment reserve is comprised of the following:

	July 31, 2018	January 31, 2018
Expired:		
Warrants	5,409,121	5,409,121
Stock options	2,430,338	2,396,558
Unexpired stock options	-	156,613
Total	**7,839,459**	**7,962,292**

10. LOSS PER SHARE

Basic loss per share amounts are calculated by dividing the net loss for the year by the weighted average number of ordinary shares outstanding during the year. The basic and diluted loss per share are the same since the Company reported a loss for the period.

	Three months ended		Six months ended	
	July 31 2018	July 31 2017	July 31 2018	July 31 2017
Net loss attributable to equity holders of the Company	$ (13,624,701)	$ (86,478)	$ (13,634,036)	$ (320,400)
Weighted average number of ordinary shares outstanding - basic and diluted	237,630,126	49,697,733	147,188,231	49,697,733
Basic and diluted loss per share	**$ (0.06)**	**$ (0.00)**	**$ (0.09)**	**$ (0.01)**

(Expressed in Canadian dollars - unaudited)

11. RELATED PARTY TRANSACTIONS

Key management personnel compensation

	Three months ended		Six months ended	
	July 31 2018	**July 31 2017**	**July 31 2018**	**July 31 2017**
	$	**$**	**$**	**$**
Compensation of directors				
Short-term benefits	-	3,000	-	9,000
Stock-based compensation	8,407,424	3,000	8,407,424	9,000
Compensation of key management personnel				
Wages	10,713	-	10,713	-
Short-term benefits				
Stock-based compensation	4,919,056	-	4,919,056	-
	4,929,769	-	4,929,769	-
Total remuneration of directors and key management personnel	**13,337,193**	**3,000**	**13,337,193**	**9,000**

Related party transactions

The Company incurred the following transactions with management, directors, officers or companies which had former directors in common, or in which the directors have significant influence and interests.

	Three months ended		Six months ended	
	July 31 2018	**July 31 2017**	**July 31 2018**	**July 31 2017**
	$	**$**	**$**	**$**
Finance costs	835	986	2,672	1,939
General and administrative costs	21,501	1,061	21,501	2,054
Share issue costs	619,648	-	619,648	-
Total transactions with related parties	**641,985**	**2,046**	**643,821**	**3,993**

Finance costs were paid to Ragged Range, as described in Note 6. General and administrative costs were paid to Solo Liquor Stores Ltd ("Solo Liquor"), where member of the Company's management are also member of the management of Solo Liquor. The costs were paid pursuant to the Solo Liquor Administrative Services Agreement. and include real estate back office functions, accounting staff costs, computers and networks as well as the head office sublease. Share issue costs were paid to McCarthy Tetrault, where the Corporate Secretary is a partner.

(Expressed in Canadian dollars - unaudited)

Related party balances

The following amounts due to and from related parties are as follows:

	July 31 2018	January 31 2018
	$	$
Trade and other payables	238,028	18,650
Loan Payable (Note 6)	-	106,874
	238,028	**125,524**

The terms of the loan payable are outlined in Note 6.

12. COMMITMENTS AND CONTINGENCIES

	July 31 2018	January 31 2018
	$	$
Lease commitments	1,721,300	-
As at July 31, 2018	**1,721,300**	**-**
Lease commitments entered subsequent to period end	5,080,012	-
As at reporting date	**6,801,312**	**-**

13. SEGMENTED INFORMATION

Subsequent to the change of business on June 28, 2018, the Company is organized by geographic area and as such, its reportable geographic segments are located in Canada and therefore, all of the Company's non-current property and equipment totaling $80,319 (January 31, 2018 - $nil) are located in Canada.

Prior to the change of business, the Company was organized by geographic area and as such, its reportable geographic segments were located in Canada and therefore, all of the Company's non-current exploration and evaluation assets totaling $nil (January 31, 2018 - $160,000) were located in Canada.

14. NON-CASH TRANSACTIONS

There were no non-cash transactions not reflected in the statement of cash flows for the three months ended July 31, 2018. During the year ended January 31, 2018, the following non-cash transaction took place which is not reflected in the statement of cash flows: the Company issued 4,000,000 common shares valued at $100,000 to Transition for the Gowganda Gold Project in accordance with the terms of the Agreement.

15. CAPITAL MANAGEMENT

The Company manages its capital to ensure that it will be able to continue as a going concern, while supporting the Company's business and maximizing the return to its stakeholders. The Company's capital structure is adjusted based on management's decisions to issue debt or equity instruments to fund expenditures. In order to maximize ongoing retail store development efforts, the Company does not pay dividends. The Company's Board of Directors does not establish quantitative return on capital criteria, but rather relies on the expertise of management and other professionals to sustain future development of the business. The capital of the Company consists of equity comprised of share capital, stock options, warrants and performance warrants.

The Company's principle activities are in the development of an adult-use retail cannabis business across Canada, focusing in Alberta and moving into Ontario in 2019. The Company currently has no operating cash flow which is expected to continue until the enactment of Bill C-45 and the opening of retail stores on or about October 17, 2018.

Management forecasts its financing requirements in advance and they review their capital management approach on an ongoing basis and believe that this approach is reasonable, given the relative size of the Company. The Company's investment policy is to hold cash in interest-bearing accounts at high credit quality financial institutions to minimize risk and maximize liquidity.

16. RISK MANAGEMENT

The Company's management is currently focused on the development an adult-use retail cannabis business across Canada and faces a number of risks that could adversely affect the Company's operations. These risks include credit risk, liquidity risk and interest rate risk. Management reviews and develops policies for managing each of these risks which are summarized below.

Credit Risk

Credit risk is the risk of loss associated with a counter-party's ability to fulfil its payment obligations. The Company's primary exposure to credit risk is attributable to its cash, as well as other receivables. This risk relating to cash is considered low since the Company only invests its cash in major banks which are high credit quality financial institutions. Other receivables primarily comprise local sales taxes due from governmental agencies, as such, management considers the collection risk low. Any excess cash is invested in short-term investment certificates for periods less than 90 days and the other receivables are due in less than 90 days.

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting financial obligations as they come due. To manage liquidity, risk the Company uses a detailed consolidated cash flow forecast model to regularly monitor is near and long-term cash flow requirements. This also assists the Company in optimizing its working capital and evaluating long-term investment and funding strategies.

Interest Rate Risk

Interest rate risk refers to the risk that the fair values of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. As at July 31, 2018, the Company has no debt or investments and therefore is not exposed to this risk at the balance sheet date.

17. SUBSEQUENT EVENTS

The meeting of shareholders of the Company was held in Calgary on September 5, 2018, where shareholders approved all resolutions listed in the management information circular dated August 6, 2018, including the election of each of the six nominees proposed as directors. All other resolutions provided for in the information circular were duly passed, including the name change from Aldershot Resources Ltd to Solo Growth Corp. The name change will be registered after the acceptance of the Change of Business filings by the Exchange.