



December 31, 2015 Annual Financial Statements with
Company Information and Disclosure Statement
for
Greenbelt Resources Corporation

Submitted on:
March 14, 2016

For review by:



Submitted pursuant to and in accordance with
OTC Pink Basic Disclosure Guidelines
(v1.1 April 25, 2013)

Forward-Looking Statements: The statements contained in this document include certain statements, predictions and projections that may be considered forward-looking statements under securities law. These statements involve a number of important risks and uncertainties that could cause actual results to differ materially including, but not limited to, the supply and demand for biofuels, our ability to remain technologically competitive and other economic, competitive and technological factors involving the Company's operations, markets, services, products and prices.

December 31, 2015 Annual Financial Statements with Company Information and Disclosure Statement

Prepared and submitted in accordance with OTC Pink® Basic Disclosure Guidelines

OTC Basic Disclosure

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

Greenbelt Resources Corporation (formerly Originally New York, Inc. until June 4, 2007)

2) Address of the issuer's principal executive offices

Company Headquarters

Address 1: 3500 Dry Creek Road, Unit 6
 Address 2: Paso Robles, CA 93446
 Address 3:
 Phone: (888) 995-4726
 Email: info@greenbeltresources.com
 Website(s): www.greenbeltresources.com

IR Contact

Address 1: 3500 Dry Creek Road Unit 6
 Address 2: Paso Robles, CA 93446
 Address 3:
 Phone: (888) 995 -4726
 Email: ir@greenbeltresources.com
 Website(s): www.greenbeltresources.com/investors

3) Security Information

Trading Symbol:	GRCO	
Exact title and class of securities outstanding:	Common Stock	
CUSIP:	910226109	
Par or Stated Value:	\$0.001	
Total shares authorized:	500,000,000	as of: December 31, 2015
Total shares outstanding:	281,530,717	as of: December 31, 2015

Additional class of securities (if necessary):

Trading Symbol:	N/A	
Exact title and class of securities outstanding:	Series B Convertible Preferred Stock	
CUSIP:	None	
Par or Stated Value:	\$0.001	
Total shares authorized:	5,000,000	as of: December 31, 2015
Total shares outstanding:	5,000,000	as of: December 31, 2015

Trading Symbol:	N/A	
Exact title and class of securities outstanding:	Series C Preferred Stock	
CUSIP:	None	
Par or Stated Value:	\$0.001	
Total shares authorized:	5,000,000	as of: December 31, 2015
Total shares outstanding:	5,000,000	as of: December 31, 2015



Transfer Agent

Name: Pacific Stock Transfer Company
Address 1: 4045 South Spencer Street, Suite 403
Address 2: Las Vegas, NV 89119
Address 3:
Phone: (702) 361-3033

Is the Transfer Agent registered under the Exchange Act? Yes: No:

List any restrictions on the transfer of securities: None.

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

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

4) Issuance History

Year Ended December 31, 2014

The Company issued \$22,500 of unsecured convertible notes during the period January 1, 2014 through December 31, 2014. The notes are due within one year, have an interest rate of 10% per annum and are convertible into Company common shares at a price of \$ 0.018 per share.

The unsecured convertible notes were not registered in any jurisdictions where they were sold and were sold in reliance on an exemption from registration under the Securities Act of 1933, as amended (the "Securities Act") under Section 4(2) (now Section 4(a)(2)).

During the period January 1 through December 31, 2014, the Company issued a total of 31,258,915 shares of its common stock, of which: 500,000 shares represented equity based compensation to employees valued at \$7,500; 4,933,333 shares represented payment for services rendered to the Company valued at \$84,800; and 25,825,582 shares valued at \$0.018.

These shares were not registered in any jurisdictions where they were issued and were issued in reliance on an exemption from registration under the Securities Act under Sections 4(a)(2) or 3(a)(9). The certificates representing these shares contained a legend stating that the shares were not registered under the Securities Act and referred to the restrictions on transferability and sale of the shares under the Securities Act.

Year Ended December 31, 2015

In 2011, the Company entered into an agreement to issue 20.0 million shares of common stock at \$0.005 per share, as consideration for a commitment to guarantee a performance bond related to one of the Company's projects. The agreement also contained other contingent terms and conditions. .

These shares were not registered in any jurisdictions where they were issued and were issued in reliance on an exemption from registration under Section 4(a) (2) or 3(a) (9) of the Securities Act. The certificates representing these shares contained a legend stating that the shares were not registered under the Securities Act and referred to the restrictions on transferability and sale of the shares under the Securities Act.

The Company issued \$90,000 of unsecured convertible notes during the period January 1, 2015 through December 31, 2015. The notes are due within one year, have an interest rate of 10% per annum and are convertible into Company common shares at a price of \$ 0.028 per share.

The unsecured convertible notes were not registered in any jurisdictions where they were sold and were sold in reliance on an exemption from registration under the Securities Act of 1933, as amended (the "Securities Act") under Section 4(2) (now Section 4(a)(2)).

During the period January 1, 2015 through December 31, 2015 the Company issued 31,206,652 shares of its common stock to investors - 15.0 million shares at a price of \$0.005 as consideration for the performance bond guarantee described above, 3,700,000 shares valued at \$0.015 per share to an officer of the Company and 12,506,652 shares at an average price of \$0.028 per share.

These shares were not registered in any jurisdictions where they were issued and were issued in reliance on an exemption from registration under Section 4(a) (2) or 3(a) (9) of the Securities Act. The certificates representing these shares contained a legend stating that the shares were not registered under the Securities Act and referred to the restrictions on transferability and sale of the shares under the Securities Act.

5) Financial Statements

The following financial statements have been posted through the OTC Disclosure & News Service (otciq.com):

Annual Report which includes Consolidated Financial Statements for the years ended December 31, 2015 and 2014, posted to otciq.com on March 14, 2016 and incorporated herein by reference.

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

A. Description of the issuer’s business operations:

Our Business & Systems

Greenbelt Resources Corporation was organized in 2001 under the laws of the State of Nevada as “Originally New York, Inc.” We are an early stage, revenue-producing operating company that emerged from the development stage in December 2012. The Company’s headquarters are located in Paso Robles, California. The Company is a green technology company and its common stock is quoted on the OTC Pink tier of the OTC Markets Group under the symbol “GRCO.”

Greenbelt designs, manufactures, operates and sells modular systems that recycle food wastes and beverage wastes into sellable products. Products produced include advanced biofuel, fertilizer, animal feed, electricity and filtered and distilled water.



The innovative advantages of our technology allow our unique approach: the economy of “small” scale. Our technology and stated approach make it cost-effective to process applicable wastes in quantities available locally. The local-scale approach has several benefits:

- It reduces or eliminates extensive transportation of wastes to a large regional facility.
- It allows for maximizing efficiencies for converting unique types of waste by adjusting system settings, and
- It allows for sale of end products directly to end users at prices benefitting both seller and buyer.

Each system is an assemblage of individual automated modules. The modules per system depend on a number of factors, including:

- Location.
- Feedstock (the incoming raw product, which are the wastes from food or beverage products or other cellulosic wastes; these may include a variety of solid and liquid feedstocks, including beer waste, waste wine, dairy products waste, agricultural waste, energy crops, miscellaneous food waste, surplus grains and other cellulosic material), and
- Local demand and value of the products produced.

Each module performs a different step in the process. The process for our systems can be broken out into four stages:

- **Feedstock pretreatment:** The *feedstock pretreatment step* (if necessary) prepares the feedstock for fermentation by making simple sugars available. Feedstock processing may include grinding or mashing up solid, and/or adding water, heat, and/or enzymes to break down starches or cellulose into simple sugars available in a uniformly viscous solution.
- **Fermentation:** The *fermentation step* is the process of adding yeast to a uniformly viscous liquid in which the yeast will consume the sugars and convert them into ethanol.
- **Distillation:** The *distillation step* is the process of separating out the ethanol by boiling the liquid to turn the ethanol, and some of the water into a vapor and then capturing the ethanol through a condensation process. The Company's ethanol plant distillation modules are built around the Butterfield Closed Cycle System™, which is owned by the Company.
- **End-product production:** The *end-product production step* depends on the specific products being produced. For example, ethanol may require dehydration, for which we use our membrane dehydration module. Stillage may be sold “as is” for use as fertilizer or fortified animal beverage, or customers may request certain components be filtered out for such uses. For example, water may be filtered out and repurposed via additional treatment for sale as distilled or filtered water while the remainder is sold as a high-value high-protein animal feed. In urban deployments, stillage is fed into an anaerobic digester for conversion into biogas (methane). The biogas can be injected into natural gas pipelines where it qualifies for incentive credits, or consumed in an electrical generator to make renewable energy. Where a generator is involved, the heat from its exhaust can be used to replace heat source for the other modules, most notably distillation, thus greatly increasing overall efficiency.

Our systems can be built to our customers' specifications, and can include any or all of the four steps in the process. As a result, the cost of our system can vary widely, depending on the needs of the customer. In 2012, we sold our first system to the University of Florida for an aggregate amount of approximately \$593,000. In 2013, we sold our second system to a group of farmers doing business as Standard Ethanol Pty Ltd. for an aggregate amount of approximately \$1.8 million.

We also operate our own system in a facility in Paso Robles, California that provides a feedstock processing service. In 2006, we acquired technology in a business transaction which was incorporated into a small-scale biomass/waste-to-ethanol pilot plant. This plant was a research and development facility which supported our business model in the biomass/waste-to-energy markets until 2014. During 2014, we transitioned the Paso Robles plant from a research and development facility to an operating plant. It has been used for revenue-

producing projects since that time. We have multiple customers at this facility, which produces ethanol and various other products. Assuming that all of the securities offered by us in this offering are sold, we intend to expand our onsite feedstock processing capacity by building a second system in Paso Robles for our own use to both process feedstock and sell the end products produced. We expect that the second system would be operational within nine months of the start of manufacturing.

In addition, in 2015, we began providing contract manufacturing services to third parties. For example, we built a passive alcohol system, a pollution control device that captures and transforms gaseous ethanol emissions into quality spirit products, based on the contracting party's design and specifications. We have also been contracted to manufacture the manifold system used to aggregate and deliver the exhaust gases containing the ethanol vapor stream to the passive alcohol system. We have expanded the contract manufacturing portion of our business in 2016.

Each year, The New Economy magazine announces awards in the areas of cleantech, healthcare, logistics, social responsibility, strategy and technology. In December 2014, The New Economy magazine named our modular small-scale organic waste recycling technology as "**Best Biofuels and Biochemicals Solutions**" in its cleantech category. We are not affiliated with The New Economy magazine in any way, and we paid no fee to be considered for this award.

Revenue Model

Since 2012, we have generated revenue from the sale of our systems and from annual maintenance fees, and since 2014, we have generated revenue from our feedstock processing services at our Paso Robles facility. We have sold two systems, and are in negotiations to sell additional systems. In the future, we hope to expand our onsite feedstock processing capacity by building a second system in California for our own use to both process feedstock and sell the end products produced. In addition, we provide our customers with ongoing technical support and monitoring services for an annual fee. In the future, we plan to own or partially own complete systems operated either as leased or jointly owned and operated business ventures. We are in negotiations to secure the necessary feedstock and off-take agreements to support such ventures. Other potential revenue streams include sales of ethanol, fertilizer, animal feed, distilled water and electricity, and payments from a variety of incentive programs.

We also recently launched a new, innovative service in California which allows for the use of our operating commercial facility by third party customers for feedstock feasibility testing. This fee based service allows customers and potential partners to introduce new feedstocks, new feedstock processing techniques or both to evaluate the efficacy of a particular feedstock input to produce ethanol and other outputs.

Beginning in 2015, we also have generated revenue from contract manufacturing services. We hope to expand the contract manufacturing portion of our business in 2016.

Manufacturing Our Systems

We lease space in Paso Robles, CA where we manufacture and assemble, directly and through a third party vendor, the product to be delivered to the customer. Materials generally consist of steel and aluminum piping, various types of electrical components and protective cabling. Labor is obtained on a contract basis and consists primarily of welders and unskilled laborers. There are multiple sources of materials and labor available to us, and the loss of any materials or labor supplier would not have a material adverse effect on our business.

The shipping and delivery of the product to the customer is outsourced to third parties.

Once delivered a modest amount of set up work and testing at the customer's site.

Our Customers and Markets

A February 2015 report by The Waste & Resources Action Programme and the Global Commission on the Economy and Climate concluded that annually, about 60.0 million metric tons of food is wasted in the United States alone, with an estimated value of \$162.0 billion. In addition, about 32.0 million metric tons of this waste ends up in localized municipal landfills, at a cost of about \$1.5 billion a year to local governments. The report also indicated that the annual global cost of food waste could be as high as \$400.0 billion.

In addition, in the United States, a rapidly growing body of regulation of waste disposal has increased disposal costs, in turn increasing demand for cost effective, environmentally sound alternative solutions for disposal. Food waste landfill bans are increasing. As these initiatives likely will continue to increase for the foreseeable future, our current and potential target markets will continue to establish themselves and expand and grow.

As our system is able to process multiple feedstocks as input, we segment our potential industry target markets by industry/feedstock type. The second level of segmentation is geographic.

Target industry/feedstocks include:

- separated municipal food wastes - food and beverage industry wastes, including brewery waste;
- agriculture and food industry wastes – crop residuals, Greek yogurt production (acid whey), beet tailings, wheat screenings;
- dedicated energy crops and advanced biofuel crops;
- public and institutional food industry waste - hospitals, casinos, prisons, bases, restaurants; and
- other inputs suitable for recycling into ethanol, fertilizer, filtered water and animal feed.

Domestic and international target markets include cities, counties, universities, food producers, beverage makers/distributors, remote rural areas, island communities and developing countries.

As owner or co-owner of a network of deployed systems, we expect our target markets to expand to include not only the waste generators indicated above, but consumers of the outputs, e.g., farmers who are able to utilize outputs as cheaper alternative fuel, animal feed and fertilizer. The latter was the basis of our last system sale to a customer engaged in farming.

Competition & Barriers to Entry

Initial system deployments are expected to be in the United States, likely in the states of California, Iowa, Massachusetts and New York. Management is exploring options in foreign countries, as well.

Our system is unique with respect to its application of our technology and small scale and footprint and in this respect has no direct competitors. Larger building systems that provide hundreds of millions of gallons of ethanol for a different set of target markets have little interest in investing in our scale of operation. However, our products and services may compete with well established businesses in other industries which provide complementary services. For example, we provide an environmentally sound, cost-effective alternative for certain customers to dispose of the organic waste material and feedstocks we use as a raw material input in our processes in lieu of the current conventional disposal method of arranging for hauling that waste by truck or other mode of transportation.

Competition in our markets will not likely be direct competition from systems producing ethanol and other saleable products, but rather other technological innovations currently not foreseeable.

Unique Value Proposition

We differentiate ourselves by contributing both economic and societal benefits to our customers in local communities, improving local economies and utilizing local resources. Our systems and services can:

- Lower waste disposal costs
- Reduce waste going to landfills
- Reduce feed/fertilizer cost
- Lower local fuel cost
- Lower local energy cost

- Reduce footprint of hauling wastes away and trucking products in
- Mitigate transportation issues in rural communities
- Improve local sanitation (EtOH and distilled water)

Challenges

The fundamental challenge for the Company, which dwarfs all others by far, is to acquire capital to fund our operations, infrastructure requirements and the development of sales in our initial target markets. In concert with this is the need to anticipate the market and commence building a system in anticipation of either a future third party sale or for our own use as 8 – 12 months are required to build out. We are, however, cash poor.

The primary segment of our business has been and is capital intensive and requires us to incur significant up front cash outlays prior to matching future cash inflows, analogous to most construction companies. Other revenue streams at times have required customized modification to our processes which again tend to be “up front” costs.

In addition, the sales cycle for our primary system requires a lead time of several months due to the complexity of the product and customer education required.

In summary, the Company, with experienced management and a product line with proven technology evidenced by sales, and with a myriad of potential markets to penetrate, needs capital.

Intellectual Property

There is currently a patent pending on our technology (U.S. Patent Application: 14/263,687), and we believe that we hold certain patent protections and common law trademark and trade name rights. In the future, we may make applications to seek patent protections using best efforts to ensure the rights to all intellectual property potentially held are adequately protected. However, our business is not, and in the future, we do not expect our business to be, dependent on intellectual property, including patents.

Property

The Company leases a 4,800 square foot manufacturing and assembly facility located at 3500 Dry Creek Road, Paso Robles, CA for \$800 per month pursuant to an occupancy agreement by and between Buena Vista Ranch LLC (“Buena Vista”) and Greenbelt dated September 4, 2013, as amended on January 1, 2015. Buena Vista is owned by Mr. Butterfield, our Chief Technology Officer, Treasurer and Secretary and a member of our board of directors. The lease has a term of 36 months and will continue thereafter until such time as either party gives the other at least 90 days’ written notice of termination. The facility is used to assemble and test systems prior to customer delivery.

The Company leases a 3,500 square foot premises used as an operations facility at 3500 Dry Creek Road, Paso Robles, CA for \$1,925 per month. This facility contains the Company’s own biomass/feedstock to ethanol system and is a month-to-month-tenancy.

The Company owned system was developed and constructed at an approximate cost of \$1.0 million and approximately \$13,000 remains on the Company’s unaudited financial statements as of December 31, 2015.

We believe our current space is adequate for our operations at this time.

Regulation

Our business, products and properties are not subject to any material regulation by federal, state or local governmental agencies.

Employees

We presently have two full-time employees, Messrs. Darren Eng and Floyd Butterfield. We are dependent upon each employee for implementation of our business plans.

B. Date and State (or Jurisdiction) of Incorporation:

March 12, 2001 (Nevada)

C. The issuer's primary and secondary SIC Codes:

9511

D. The issuer's fiscal year end date:

December 31

E. Principal products or services, and their markets:

See Item 6(A) above.



7) Describe the Issuer's Facilities

See Item 6(A) above.

8) Officers, Directors, and Control Persons

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

The following table sets forth the names and ages of each of the persons who are members of our Board of Directors and Executive Officers as of the date of this report:

<u>Name</u>	<u>Age</u>	<u>Positions and Offices to be Held</u>
Darren Eng	44	Director, Chief Executive Officer and President
Joseph Pivinski	68	Chief Financial Officer
Floyd S. Butterfield	60	Chief Technology Officer, Director, Secretary and Treasurer

Darren Eng
Chief Executive Officer & President
darren@greenbeltresources.com
(888) 995-4726

Darren Eng has served as Chief Executive Officer and President of Greenbelt since October 2009 and as a director since December 2008. Prior to his appointment to CEO, he served as Secretary for the Board from April 2009 to September 2009.

Mr. Eng has over 20 years of experience in executive leadership roles and entrepreneurial endeavors. As founder and President of The Sponsorship Group, he has been titled Executive Director or Senior Vice President of a number of professional organizations operated and managed by The Sponsorship Group. Past senior management positions include Operational Director of Los Angeles Venture Association and Executive Vice President of the Digital Evolution Center. Prior to leading various startup companies and organizations throughout Southern California, Mr. Eng worked for nearly a decade in the environmental industry. From 1994 to 1998, he led teams of scientists and engineers at AECOM (formerly ENSR) as a project and team manager and served as a Level III associate scientist. His work included regulatory compliance and liability assessments of Southern Natural Gas facilities and other large bank-financed industrial properties in the eastern U.S. from Maine to Louisiana.

Mr. Eng earned a Bachelor of Science degree in biology (environmental tract) from Yale University in New Haven, Connecticut. Mr. Eng is Chairperson of the Green LAVA SIG for LAVA.org. He is also a current member of both the Men's Guild for Children's Hospital Los Angeles and the Yale Science and Engineering Association.

Joseph Pivinski
Chief Financial Officer
joe@greenbeltresources.com
(561) 251-1893

Joe Pivinski has served as our Chief Financial Officer since September 2013 and as our interim Chief Financial Officer from July 2012 to August 2013. Mr. Pivinski was founder and CEO of Business Advisory Services, a company providing financial advisory services, from August 2011 to March 2014. He also served as Chief Financial Officer for Brace Shop, an online internet business to consumer medical device retailer, from January 2014 to May 2014, and as Director of Finance and Human Resources for JKG Group, a marketing communications company, from December 2012 to July 2013. In addition, he served as Executive Vice President and Chief Financial Officer for NV 5, Inc., a professional services firm providing infrastructure testing and compliance and civil engineering services to multiple business sectors, from October 2010 to July 2011, and as a Principal of Alda & Associates Int'l., Inc., a financial consulting company providing services to small and medium sized public companies. Since April 2014, Mr. Pivinski has served as Principal of Nperspective, LLC, through which he provides interim and part-time C-level financial consulting to public and private, small and medium-sized companies.

He possesses broad financial management expertise and exposure to a diverse range of industry sectors over a 35+ year career, including consulting, real estate, construction, manufacturing and staffing and engineering services. He has served in leadership positions in public companies as Senior Vice President and CFO of Consolidated Water Co., Ltd., Vice President - Finance and CFO of Oriole Homes Corp. and CFO of the U.S. subsidiary of Adecco, S.A.

In addition, Mr. Pivinski has held C-level and board positions with other public and private organizations, from development stage to \$1.0 billion in revenues, often with direct responsibility for multiple business functions, including human resources, facilities, investor relations and information technology. He has significant experience in regulatory reporting and compliance and accomplishments with international and U.S. capital market transactions and acquisition integration.

Mr. Pivinski holds an MBA – Finance from Fordham University and is a CPA. He is a member of Financial Executives International and the National Association of Corporate Directors in Florida.

Floyd Butterfield
Chief Technology Officer, Treasurer and Secretary
Floydb@greenbeltresources.com
(888) 995-4726

Floyd S. Butterfield has served as the Company's Chief Technology Officer since January 2010. In addition, he has served as our Secretary since November 2010, Treasurer since October 2008 and as a director since April 2007.

Mr. Butterfield has over 25+ years of experience in the biofuel industry and is the designer of the Butterfield Closed Cycle System™ ethanol plant. With his significant experience in ethanol production from a wide variety of conventional and alternative feedstock's and resource inputs, Mr. Butterfield's innovative approach to alternative fuel production earned him the top award from the California Department of Food & Agriculture and the California Waste Management's Fuel Alcohol Plant Design Competition in the early 1980's.

Previously, he founded FSB Energy, a provider of design, construction and operational consulting services to the biofuel and geothermal industries. Mr. Butterfield also founded and served as COO of Curbside Container Company, where he developed six patents related to recycling containers. He also serves as CEO of FSB Farming, founded in 1983, a diversified farming operation and grower of carrots, spinach and tomatoes for large packing operations.

Mr. Butterfield holds a Bachelor of Arts degree in geophysics from Occidental College and attended the Colorado School of Mines Geophysics master's degree program.

See additional information provided below in Item 8C.

Intelligent modular system



B. Legal/Disciplinary History. Please identify whether any of the foregoing persons have, in the last five years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

None.

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

None.

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

None.

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities.

None.

C. Beneficial Shareholders. Security Ownership of Certain Beneficial Owners and Management

The following tables set forth certain information, as of December 31, 2015 with respect to the beneficial ownership of our outstanding common stock and preferred stock by (i) any holder of more than five percent, (ii) each of our executive officers and directors, and (iii) our directors and executive officers as a group.

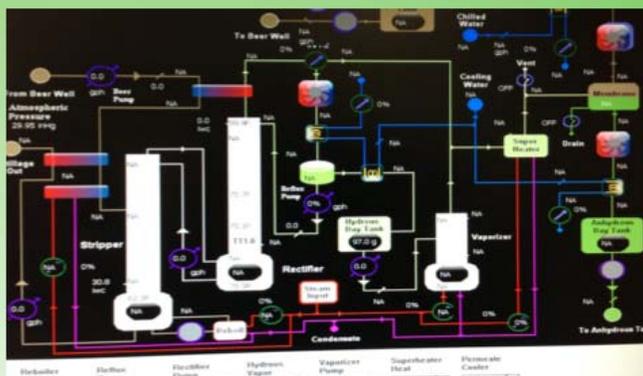
Unless otherwise indicated, the business address of each person listed is in care of Greenbelt Resources Corporation, 3500 Dry Creek Road, Unit 6, Paso Robles, CA 93446. The information provided herein is based upon a list of our shareholders and our records with respect to the ownership of warrants and options to purchase securities in our company. The percentages in the table have been calculated on the basis of treating as outstanding for a particular person, all shares of our common stock outstanding on that date and all shares of our common stock issuable to that holder in the event of exercise of outstanding options, warrants, rights or conversion privileges owned by that person at that date which are exercisable within 60 days of that date. Except as otherwise indicated, the persons listed below have sole voting and investment power with respect to all shares of our common stock owned by them, except to the extent that power may be shared with a spouse.

Series B Convertible Preferred Stock⁽¹⁾

<u>Name and Address of Stockholder</u>	<u>Amount and Nature of Beneficial Ownership</u>	<u>Percentage of Class</u>
Darren Eng ⁽²⁾	-	%
Joseph Pivinski ⁽³⁾	-	
Floyd S. Butterfield ⁽⁴⁾	<u>5,000,000</u>	<u>100.0%</u>
All executive officers and directors as a group (three people)	<u>5,000,000</u>	<u>100.0%</u>

- (1) Series B Convertible Preferred Stock can only be issued to Company directors. Each share of Series B Convertible Preferred Stock is entitled to one vote per share at the time of each vote and ordinary dividends only if declared simultaneously with dividends on common shares and can be converted into one share of the Company's Common Stock.
- (2) Mr. Eng is a Director and our Chief Executive Officer and President.
- (3) Mr. Pivinski is our Chief Financial Officer.
- (4) Mr. Butterfield is Chief Technology Officer, Director and our Secretary and Treasurer. Mr. Butterfield is the trustee of a voting trust which has the sole voting and dispositive control over these securities.

Highly Complex Process Control System with Intelligently Simple User Interface



Series C Preferred Stock⁽¹⁾

<u>Name and Address of Stockholder</u>	<u>Amount and Nature of Beneficial Ownership</u>	<u>Percentage of Class</u>
Darren Eng ⁽²⁾	2,500,000(1)	50.0%
Joseph Pivinski ⁽³⁾	-	-
Floyd S. Butterfield ⁽⁴⁾	2,500,000 (1)	50.0%
All executive officers and directors as a group (three people)	5,000,000	100.0%

(1) The Series C Preferred Stock divide voting rights equally among the Board of Directors at the time of each vote and have either (a) a 100-to-1 voting right per share or (b) have a 51% voting right in the event 100-to-1 is no longer a majority vote. The Series C Preferred Stock is entitled to ordinary dividends only if declared simultaneously with dividends on common shares, are non-convertible, non-cumulative, have no liquidation value, no put option and are redeemable only by the Company.

(2) Mr. Eng is a Director and our Chief Executive Officer and President.

(3) Mr. Pivinski is our Chief Financial Officer.

(4) Mr. Butterfield is Chief Technology Officer, Director and our Secretary and Treasurer.

Common Stock

<u>Name and Address of Stockholder</u>	<u>Amount and Nature of Beneficial Ownership</u>	<u>Percentage of Class⁽¹⁾</u>
Darren Eng ⁽²⁾	36,500,000	13.0%
Joseph Pivinski ⁽³⁾	3,700,000	1.3
Floyd S. Butterfield ⁽⁴⁾	57,500,000	20.1
All executive officers and directors as a group (three people)	97,700,000	34.4%
I Lenders, LLC	38,764,708	13.8%

(1) Based on 281,530,717 shares of common stock currently outstanding.

(2) Mr. Eng is a Director and our Chief Executive Officer and President.

(3) Mr. Pivinski is our Chief Financial Officer.

(4) Mr. Butterfield is a Director and our Chief Technology Officer, Secretary and Treasurer. Includes 52,500,000 shares owned directly and 5,000,000 issuable upon conversion of the Series B Convertible Preferred Stock.

9) Third Party Providers

Legal Counsel

Name: Laura E. Anthony, Esq.
Firm: Legal & Compliance, LLC
Address 1: 330 Clematis Street, Suite 217
Address 2: West Palm Beach, FL 33401
Phone: (561) 514-0936
Email: lanthony@legalandcompliance.com

Accountant or Auditor

Name: Joseph Pivinski, Chief Financial Officer
Firm:
Address 1: 3500 Dry Creek Road, Unit 6
Address 2: Paso Robles, CA 93446
Phone: (561) 251-1893
Email: joe@greenbeltresources.com

Investor Relations – Company Contact

Name: Darren Eng
Firm:
Address 1: 3500 Dry Creek Road, Unit 6
Address 2: Paso Robles, CA 93446
Phone: (888) 995-4726
Email: ir@greenbeltresources.com

10) Issuer Certification

I, Darren Eng and Joseph Pivinski certify that:

1. I have reviewed this Annual Disclosure Statement for the three months ended December 31, 2015 of Greenbelt Resources Corporation;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and,
3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

March 13, 2016

/s/ Darren Eng

Darren Eng, Chief Executive Officer

/s/ Joseph Pivinski

Joseph Pivinski, Chief Financial Officer

ADDENDUM
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Greenbelt Resources Corporation
Consolidated Financial Statements

December 31, 2015
(unaudited)

CONSOLIDATED BALANCE SHEETS

(unaudited)

	December 31, <u>2015</u>	December 31, <u>2014</u>
<u>ASSETS</u>		
Current assets		
Cash	\$ 45,201	\$ 28,717
Accounts receivable	110,180	121,285
Advances and prepaid expenses	<u>21,000</u>	<u>21,000</u>
Total current assets	176,381	171,002
Deposits	-	-
Property, plant & equipment, net	13,127	16,876
Patent	-	-
Total assets	<u>\$189,508</u>	<u>\$187,878</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current liabilities		
Convertible notes	126,600	36,600
Billings in excess of costs and estimated earnings on uncompleted contracts	-----	
Accounts payable	265,454	217,752
Accrued expenses	<u>112,201</u>	<u>185,146</u>
Total current liabilities	504,255	439,498
Commitments and contingencies	-	-
Stockholders' equity (deficit)		
Series B Convertible preferred stock, par value \$0.001, 5,000,000 shares authorized, issued and outstanding	5,000	5,000
Series C Preferred stock, par value \$0.001, 5,000,000 shares authorized, issued and outstanding	5,000	5,000
Common stock, par value \$0.001, 500,000,000 shares authorized, 251,501,096 shares issued and 250,324,065 outstanding 2014; 282,707,748 shares issued and 281,530,717 outstanding 2015	281,531	250,324
Additional paid in capital	3,948,806	3,598,960
Stock subscriptions payable	51,000	-
Deficit	<u>(4,606,084)</u>	<u>(4,110,904)</u>
Total stockholders' equity (deficit)	<u>(314,747)</u>	<u>(251,620)</u>
Total liabilities & stockholders' deficit	<u>\$189,508</u>	<u>\$187,878</u>

See accompanying notes to consolidated financial statements.

CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)

	<u>Year Ended</u> <u>December 31, 2015</u>	<u>Year Ended</u> <u>December 31, 2014</u>
NET REVENUES	\$177,559	\$464,795
Cost of revenues earned	<u>219,835</u>	<u>828,171</u>
Gross profit (loss)	(42,276)	(363,376)
EXPENSES		
Selling, general and administrative		
Compensation	245,668	125,582
Other	174,052	141,131
Research and development	-	80,318
Depreciation	15,428	53,711
Interest	<u>17,756</u>	<u>-</u>
Total expenses	<u>452,904</u>	<u>400,742</u>
Operating (loss)	<u>(495,180)</u>	<u>(764,118)</u>
NET (LOSS) BEFORE INCOME TAXES	<u>(495,180)</u>	<u>(764,118)</u>
Provision for income taxes	-	-
NET(LOSS)	<u>(\$495,180)</u>	<u>(\$764,118)</u>
NET(LOSS) PER SHARE - BASIC	*	*
Weighted Average Number of Common Shares Outstanding	281,530,717	250,324,065

* less than (\$0.01) per share

See accompanying notes to consolidated financial statements.

CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited)

	<u>Year ended December 31, 2015</u>	<u>Year ended December 31, 2014</u>
OPERATING ACTIVITIES		
Net income (loss)	(\$495,180)	(\$764,118)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:		
Depreciation	15,428	53,711
Common stock issued for services	105,500	84,800
Changes in operating assets and liabilities:		
Accounts receivable	11,105	42,650
Advances, deposits and prepaid expenses	-	34,750
Accounts payable	47,702	107,850
Accrued expenses, including interest	(72,945)	14,946
Billings in excess of costs and earnings on uncompleted contracts	-	<u>(89,200)</u>
NET CASH (USED IN) OPERATING ACTIVITIES	<u>(388,390)</u>	<u>(514,611)</u>
INVESTING ACTIVITIES		
Purchase of equipment	<u>(11,679)</u>	<u>(17,448)</u>
NET CASH USED IN INVESTING ACTIVITIES	<u>(11,679)</u>	<u>(17,448)</u>
FINANCING ACTIVITIES		
Convertible notes	90,000	22,500
Payments on convertible notes	-	-
Common stock issued for stock subscriptions	275,553	492,949
Proceeds from stock subscriptions	<u>51,000</u>	-
NET CASH (USED IN) PROVIDED BY FINANCING ACTIVITIES	<u>404,874</u>	<u>515,449</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	16,484	<u>(16,610)</u>
CASH AND CASH EQUIVALENTS - BEGINNING OF PERIOD	<u>28,717</u>	<u>45,327</u>
CASH AND CASH EQUIVALENTS - END OF PERIOD	<u>\$45,201</u>	<u>\$28,717</u>
SUPPLEMENTAL CASH FLOW INFORMATION:		
	<u>2015</u>	<u>2014</u>
Stock issued for stock subscriptions	\$275,553	492,949
Proceeds from stock subscriptions	51,000	235,250

See accompanying notes to consolidated financial statements.

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CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
(unaudited)

	<u>Preferred Stock</u>		<u>Common Stock</u>		<u>Paid-in Capital</u>	<u>Stock Subscriptions</u>	<u>Accumulated (Deficit)</u>	<u>Stockholders' Equity</u>
	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>				
Balance - January 1, 2015	<u>10,000,000</u>	<u>\$10,000</u>	<u>250,324,065</u>	<u>\$250,324</u>	<u>\$3,598,960</u>	<u>\$ -</u>	<u>(\$4,110,904)</u>	<u>(\$251,620)</u>
Common stock issued for subscriptions				12,507	238,046			250,553
Common stock issued for services			12,506,652	<u>18,700,000</u>	<u>111,800</u>			130,500
Common stock subscriptions payable						<u>51,000</u>		51,000
Net (loss)							<u>(495,180)</u>	<u>(495,180)</u>
Balance - December 31, 2015	<u>10,000,000</u>	<u>\$10,000</u>	<u>281,530,717</u>	<u>\$281,531</u>	<u>\$3,948,806</u>	<u>\$51,000</u>	<u>(\$4,606,084)</u>	<u>(\$314,747)</u>

See accompanying notes to consolidated financial statements.

Notes to Consolidated Financial Statements

Note 1. Business and Organization

[Greenbelt Resources Corporation](#) (the "Company" or "Greenbelt") was organized in 2001 under the laws of the State of Nevada as "Originally New York, Inc." The Company's headquarters are located in Paso Robles, California.

The Company's fiscal year end is December 31.

In 2006, the Company's acquired technology in a business transaction which was incorporated into a small-scale biomass/waste-to-ethanol pilot plant. This plant was a research and development facility which supported the Company's business model in the biomass/waste-to-energy markets until 2013. During 2013, the plant became operational and can be used for revenue producing projects. The amount paid in excess of the tangible identifiable value of the technology acquired resulted in Goodwill of \$248,906, which was written off in the year ended December 31, 2013 (Notes 2 & 11)

The Company's business model is to design, develop, construct and implement technology that makes the production of advanced biofuel reliable, practical, and efficient through the deployment of a network of innovative, cost effective, sustainable energy production systems. The Company is focused on delivering modular solutions designed for localized processing of locally available resources into sellable products.

The small, commercial scale, end-to-end modular systems engineered and constructed by the Company enable the production of commercially-viable advanced biofuel (bio-ethanol) from beverage waste, food waste, energy crops and other cellulosic material with a minimal impact on the environment through energy efficient technology and narrow footprint deployments.

The Company sells its products and services to third parties as well as establishing projects for self-deployment of its technology to address needs for local waste recycling and local energy.

The Company provides end-to-end resource-to-ethanol technology solutions designed for localized processing of locally generated resources (such as waste or energy crops) into locally consumed ethanol, fertilizer and filtered and distilled water. The ethanol dehydration modules are proprietary energy efficient molecular separation systems built around a patent pending module design housing zeolite ceramic membrane tubes.

The Company is a green technology company and its common stock is quoted on the OTC Pink tier of the OTC Markets Group, Inc.'s marketplace under the symbol, "[GRCO.](#)"

Note 2. Summary of Significant Accounting Policies

During the year ended December 31, 2012 the Company emerged from the development stage and became a revenue producing operational company.

Principles of Consolidation

The consolidated financial statements as of and for the periods ended December 31, 2015 and December 31, 2014 include the accounts of Greenbelt Resources Corporation and its wholly-owned subsidiary Diversified Ethanol Corporation. All inter-company accounts and transactions have been eliminated.

Cash and Cash Equivalents

The Company maintains cash balances which do not exceed federally insured limits. The Company considers highly liquid investments with an original maturity of three months or less cash equivalents. There were no cash equivalents as of December 31, 2015 and December 31, 2014.

Property, Plant and Equipment

Property consisting of office furnishings, the Company's ethanol facility and related property and equipment is stated at cost, less accumulated depreciation.

Depreciation is calculated using the straight-line method over an estimated useful life of 5 years (Note 10).

Revenue and Cost Recognition

Revenue from long-term contracts is recognized on the percentage-of-completion method, measured by the percentage of costs incurred to date to estimated total costs for each contract. This method is used because management considers total costs to be the best available measure of progress on these contracts. Because of inherent uncertainties in estimating costs, it is at least reasonably possible that the estimates used will change within the near term.

Contract costs include all direct materials, labor and indirect costs (such as: contract labor, tools and equipment rentals) related to contract performance. General and administrative costs are charged to expense as incurred. Provisions for estimated losses on uncompleted contracts are made in the period in which such losses are determined.

Changes in estimated profitability resulting from performance, conditions, contract penalty provisions, claims, change orders and settlements are accounted for as changes in estimates in the current period.

The asset "Costs and estimated earnings in excess of billings on uncompleted contracts" represents revenue recognized in excess of amounts billed. The liability "Billings in excess of costs and estimated earnings on uncompleted contracts" represents billings in excess of revenue recognized.

Revenue from contract manufacturing and feedstock testing services is recognized when billed to a customer.

Net Income (Loss) per Share

Basic earnings (loss) per share ("EPS") is computed by dividing the net loss attributable to the Company that is available to common stockholders by the weighted average number of common shares outstanding. Diluted EPS gives effect to all potentially dilutive instruments which affect common stock, including stock warrants, convertible debt and convertible preferred stock, using the if converted method. Diluted EPS excludes all dilutive potential shares of common stock if their effect is anti-dilutive.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. Such estimates and assumptions impact, among others, the valuation and potential impairment associated with intangible assets, revenue recognition and estimates pertaining to the valuation allowance for deferred tax assets.

These estimates require management to exercise significant judgment and it is reasonably possible that conditions or circumstances considered in formulating an estimate could change. Accordingly, actual results could differ from estimates.

Intangible Assets

Goodwill

The Company's initial intangible asset consisted of research and development technology acquired in a business transaction and incorporated into its products and services.

Goodwill, which represents the excess of purchase price over the fair value of net assets acquired, is not amortized but tested annually for impairment or on an interim basis if an event occurs or circumstances change that would reduce the fair value of the asset below its carrying value.

We completed the required review for the fiscal years ended 2010 through 2012 and concluded that there was no impairment. The required review for the year ended December 31, 2013 resulted in a reduction in the carrying value of Goodwill to \$0.

Intellectual Property

The Company currently anticipates certain services and products to be sold under patents, trademarks, trade names and perhaps copyrights.

The Company's business is not, and in the future the Company does not expect its business to be, dependent on intellectual property. However, intellectual property could become significant assets and may provide both product recognition and commercial sale or licensing revenues. The Company intends on seeking patent and other intellectual property protection covering services and products, as appropriate.

The Company believes it holds certain common law trademark and trade name rights. Additionally, as the Company develops and improves technologies, it will make applications to seek patent protections using best efforts to ensure the rights to all intellectual property potentially held are adequately protected.

There can, however, be no assurance that these rights can be successfully asserted in the future or will not be invalidated, circumvented or challenged.

Non-Monetary Transactions

The Company has established a policy related to the methodology to be used to determine the value assigned to each intangible asset acquired and used or licensed by us and for services or products received by us and compensated by common stock. Value is based on the market price of the common stock issued as consideration at the date of the agreement for each transaction or when the service is rendered or product is received, as adjusted for applicable discounts.

The methods, estimates and judgments used in applying this policy may have a significant impact on the financial statements.

Income Taxes

Income taxes are accounted for under the asset and liability method.

We recognize a liability or asset for the deferred tax consequences of temporary differences between the tax basis of assets and liabilities and their reported amounts in the financial statements. These temporary differences will result in taxable or deductible amounts in future years when reported amounts of the assets or liabilities are recovered or settled.

Assessing whether our deferred tax asset is realizable requires significant judgment. The ultimate realization of the deferred tax asset is dependent upon future taxable income.

We are also required to recognize the financial statement effect of an uncertain tax position only if it is more likely than not that the tax position will be sustained upon examination by the taxing authorities, based on the technical merits of the position.

There were no unrecognized tax benefits for the periods ended December 31, 2015 and December 31, 2014, respectively.

Share- Based Payment Arrangements

Generally, all forms of share-based payments, including stock option grants, warrants and stock grants are measured at fair value on the awards' grant date, based on estimated number of awards that are ultimately

expected to vest. Share-based compensation issued for services rendered are recorded at either the fair value of the services rendered or the fair value of the share-based payments, whichever is more readily determinable. Expense is recognized over the period the payment is earned.

All share-based payments made to date have vested upon issuance.

Fair Value of Financial Instruments

The Company measures assets and liabilities at fair value based on an expected exit price as defined by the authoritative guidance on fair value measurements, which represents the amount that would be received on the sale of an asset or paid to transfer a liability, as the case may be, in an orderly transaction between market participants. As such, fair value may be based on assumptions that market participants would use in pricing an asset or liability.

The fair value of financial assets and liabilities can be determined based on three levels of inputs, of which the first two are considered observable and the last unobservable, that may be used to measure fair value, as follows:

Level 1 – Observable inputs that reflect quoted market prices in active markets for identical assets or liabilities.

Level 2 – Inputs, reflecting quoted prices for identical assets or liabilities in markets that are not active, that are observable for the assets or liabilities or through corroboration with observable market data.

Level 3 – Unobservable inputs reflecting only the Company's assumptions incorporated in valuation techniques used to determine fair value.

Research and Development

Company sponsored research and development expenses that do not consist of component parts which have a future alternative use are expensed as incurred.

For the periods ended December 31, 2015 and 2014, expense was \$ -0- and \$80,813, respectively.

Advertising

The Company's policy is to expense advertising costs as incurred. Advertising expense for the periods ended December 31, 2015 and 2014 was \$ -0- and \$5,503, respectively.

Recent Accounting Pronouncements

In May 2014, the FASB issued guidance which outlines a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers and supersedes most current revenue recognition guidance, including industry-specific guidance.

The guidance provides that an entity should recognize revenue to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The guidance also requires additional disclosure about the nature, amount, timing and uncertainty of revenue and cash flows arising from customer contracts, including significant judgments and changes in judgments and assets recognized from costs incurred to fulfill a contract. Entities have the option of using either a full retrospective or a modified retrospective approach for the adoption of the new standard.

This guidance is effective for annual reporting periods beginning after December 15, 2016, including interim periods within that reporting period. Early application is not permitted. The Company is currently evaluating the impact this guidance will have on its consolidated financial position, results of operations and cash flows.

Note 3. Stockholders' Equity

Common Stock

The Company is authorized to issue 500,000,000 shares of common stock, par value \$0.001 per share.

The holders of the Company's common stock are entitled to one vote for each share held of record on all matters submitted for a vote of stockholders. Holders of common stock have no pre-emptive rights and no right to convert stock into any other security.

The Company's officers and directors currently own approximately 34.4% of the shares of outstanding common stock.

Preferred Stock

Series A Preferred Stock

No Series A Preferred Stock has been authorized.

Series B Convertible Preferred Stock

As of December 31, 2015, 5,000,000 shares of Series B Convertible Preferred Stock, par value \$0.001, were issued and outstanding and held in a Voting Trust, the sole Trustee of which is an officer and director of the Company. Series B Convertible Preferred Stock can only be issued to Company directors.

Each share of Series B Convertible Preferred Stock is entitled to one vote per share at the time of each vote and ordinary dividends only if declared simultaneously with dividends on common shares.

Each share of Series B Convertible Preferred Stock can be converted into one (1) share of Common Stock.

The Series B Convertible Preferred Stock is non-cumulative, has no liquidation value, no put option and is redeemable only by the Company.

Series C Preferred Stock

As of December 31, 2015, 5,000,000 shares of Series C Preferred Stock, par value \$0.001 per share, were issued and outstanding and held by officers and directors of the Company.

The Series C shares divide voting rights equally among the Board of Directors at the time of each vote and have either (a) a 100-to-1 voting right as a group or (b) have a 51% voting right in the event 100-to-1 is no longer a majority vote.

The Series C Preferred Stock is entitled to ordinary dividends only if declared simultaneously with dividends on common shares.

The Series C Preferred Stock is non-convertible, non-cumulative, has no liquidation value, no put option and is redeemable only by the Company.

Note 4. Going Concern

The Company incurred a net loss of (\$495,180) for the year ended December 31, 2015.

The Company does not yet have a history of financial stability. The principal sources of liquidity have been the issuance of convertible debt, equity securities and officer loans. The Company emerged from the development stage in 2012 with an accumulated deficit of approximately (\$2,900,000).

These factors raise doubt about the Company's ability to continue as a going concern.

The ability of the Company to continue operations is dependent on the success of management's plans, which include the operational business model described at Note 1 and obtaining capital from either funds provided by operations or other sources until such time that total funds are sufficient to provide for working capital requirements.

On May 14, 2015, the Company filed with the Securities and Exchange Commission (the "SEC") an offering statement under Regulation A relating to an offering of the Company's common stock by the Company and certain selling stockholders.

On July 28, 2015, the Company filed Amendment No. 1 to this offering statement in response to SEC comments. Once qualified by the SEC and the relevant state regulators, the Company's shares will be offered to investors in certain states by the executive team and by the selling stockholders in lieu of the services of an underwriter. A share purchase is not limited to accredited investors but will be subject to a minimum purchase amount. The shares offered for sale will be freely trading shares. See Note 15.

The Company will require the funds from the above referenced offering to finance the growth of its current and expected future operations. The Company believes its current available cash along with anticipated cash may be insufficient to meet its cash needs for the long-term future. There can be no assurance that financing, if necessary, will be available in amounts or terms acceptable to the Company, if at all.

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. These financial statements do not include any adjustments relating to the recovery of the recorded assets or the settlement of the liabilities that might be necessary should the Company be unable to continue as a going concern.

Note 5. Costs and Estimated Earnings on Uncompleted Contracts

The following is a summary of costs, estimated earnings and billings on uncompleted contracts, of which there were none accounted for under the percentage of completion method, for the period ended December 31, 2015.

Costs incurred on uncompleted contracts	\$ -0 -
Estimated earnings	-
Less: billings to date	-
	<u>\$ - 0 -</u>

Billings in excess of costs and estimated earnings on uncompleted contracts: \$ -0-.

Note 6. Backlog

The following summarizes changes in backlog on contracts during the period ended December 31, 2015. Backlog represents the amount of revenue the Company expects to realize from work to be performed on uncompleted contracts in process at December 31, 2015 and from contractual agreements on which work has not yet begun.

Backlog at December 31, 2014	\$17,364
Less: Contract revenue earned	<u>-0-</u>
Backlog at December 31, 2015	<u>\$17,364</u>

Note 7. Related Party Transactions

A company in which an officer and director is a cofounder and 10%+ owner provides certain components of Greenbelt's systems. During the period January 1, 2012 through December 31, 2014 Greenbelt committed to pay approximately \$270,000 to this company to incorporate these components into revenue producing products and its research and development facility.

At December 31, 2015, the commitment was fully paid and under the terms of the agreement, Greenbelt will be provided with these same components for its next system at no cost (Note 14).

The Company leases space for manufacturing and assembly from an officer and director. The estimated payments for the lease year cannot exceed \$9,600 (Note 13).

Certain officers of the Company deferred payment of a portion of their cash and other compensation in prior years. In December 2011, the Company issued, non-cash share - based compensation in the form of 86.5 million shares of common stock, valued at \$0.008 per share, partially in settlement of all compensation due.

In July, 2015, the Company issued non-cash share - based compensation in the form of 3.7 million shares of common stock, valued at \$0.015 per share to an officer of the corporation as a performance bonus.

Note 8. Convertible Notes

In 2015, the Company issued \$90,000 in interest bearing unsecured convertible notes which may be repaid in cash or shares of common stock at the option of the Company.

The notes have an interest rate of 10.0%, are due within one year and are convertible into the Company's common stock at prices ranging from \$0.018 to \$0.028 per share.

In 2014, the Company issued \$22,500 in interest bearing unsecured convertible notes which may be repaid in cash or shares of common stock at the option of the Company.

The notes have an interest rate of 10.0%, are due within one year and are convertible into the Company's common stock at \$0.018 per share.

In 2012, the Company issued \$29,100 in interest bearing convertible notes which may be repaid in cash or shares of common stock at the option of the Company. The notes have an interest rate of 10%, are due within one year and are convertible into the Company's common stock at \$0.018 per share (Note 14). At December 31, 2015, \$126,600 of the issues is outstanding.

Note 9. Income Taxes

The Company has net operating loss carry forwards of approximately \$3,580,000 at December 31, 2015 and research and development credit carry forwards of approximately \$120,000, expiring in various periods through 2029. Utilization of the net operating loss carry forwards are and may be limited in the future in the event of ownership changes.

The valuation allowance at December 31, 2015 was approximately \$1,591,833. The increase in the valuation allowance during the year ended December 31, 2015 was approximately \$168,400.

In assessing the realizability of deferred tax assets, management considers whether it is more likely than not that some portion or all of the deferred income tax assets will not be realized. The ultimate realization of deferred income tax assets is dependent upon future taxable income.

Management has determined that enough uncertainty exists relative to the realization of the deferred income tax asset balance to warrant the application of a full (100%) valuation allowance as of December 31, 2014.

There was no income tax expense for the periods ended December 31, 2015 and 2014.

Components of the net deferred tax asset, including a valuation allowance, is approximately as follows:

	<u>Deferred Tax Assets</u>	<u>Valuation Allowance</u>	<u>Balance</u>
Deferred tax assets as of December 31, 2014	\$1,423,433	(\$1,423,433)	\$0
Additions / Reductions	<u>168 400</u>	<u>(168 400)</u>	\$0
Deferred tax assets as of December 31, 2015	<u>\$1,591,833</u>	<u>(\$1,591,833)</u>	

The following is a reconciliation of Federal income tax expense for:

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Expected income tax benefit at Federal statutory tax rate of 34%	\$168,400	\$260,000
Permanent differences		
Valuation allowance	<u>(168,400)</u>	<u>(260,000)</u>
Actual income tax (benefit)	<u>\$ -</u>	<u>\$ -</u>

The tax effects of temporary differences which were computed at a Federal statutory rate of 34% that give rise to deferred tax asset as of December 31, 2015 and December 31, 2014 were as follows:

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Net operating loss carry forwards	\$168,400	\$260,000
Less: valuation allowance	<u>(168,400)</u>	<u>(260,000)</u>
Net deferred tax assets recorded	<u>\$ -</u>	<u>\$ -</u>

Note 10. Property, Plant and Equipment

Property, plant and equipment consist of the following:

	<u>December 31,</u>	
	<u>2015</u>	<u>2014</u>
Resource-to-Ethanol plant	\$204 527	\$192,848
Equipment, furniture & fixtures	3,000	3,000
Less accumulated depreciation	<u>(194,400)</u>	<u>(178,972)</u>
	<u>\$13,127</u>	<u>\$16,876</u>

The Company's resource-to-ethanol plant is deemed to have an alternative future use and the physical component parts of the plant are capitalized and were depreciated over 5 years.

All other research and development costs associated with the design and construction of this plant have been expensed.

Note 11. Goodwill & Other Intangible Assets

The Company's initial Goodwill of \$248,906 consisted of technology acquired and incorporated into the ethanol plant. This plant is currently used in operations.

The Company completed required impairment reviews at the end of fiscal 2012, 2011 and 2010, respectively, and concluded that there were no impairments. Therefore, there were no impairment charges for the periods

ended in these years. The impairment review for the year ended December 31, 2013 resulted in the carrying value of Goodwill being reduced to \$ -0-

The Company obtained a provisional patent for a proprietary low cost highly efficient simplified module design to house ceramic membranes and is currently in the process of applying for a permanent patent.

Note 12. Leases

The Company is obligated under an operating lease agreement for a 4,800 square foot manufacturing and assembly facility. The lease commenced September 4, 2013 and can expire either three (3) months from the date of written notice of termination by either party or thirty six (36) months, whichever comes earlier. The facility is used to assemble and test products prior to delivery to customers.

The Company is obligated under an operating lease agreement for a 3,500 square foot premises which contains the Company's own biomass/feedstock to ethanol system. The lease term is month to month with no penalty for termination.

Rent expense for the periods ended December 31, 2015 and 2014 was \$40,098 and \$53,048, respectively.

At December 31, 2015, minimum future rental commitments are approximately \$34,000.

Note 13. Commitments and Contingencies

Employment Agreements

The Company has annual renewable employment agreements with two executive officers. These agreements provide for minimum salary levels, bonus compensation, change of control and other provisions typical of such agreements.

Performance Bond

In 2011, the Company entered into an agreement to issue 20.0 million shares of common stock at \$0.005 per share, as consideration for a commitment to guarantee a Performance Bond related to one of the Company's projects. The agreement also contained other contingent terms and conditions.

As of December 31, 2015, 15.0 million of these shares were issued and 5.0 million of these shares were not issued and the project expense is accrued and is included in cost of revenues earned. These shares were expected to be issued in the first quarter of 2016.

Commitments for Common Stock

The company entered into several agreements with investors subsequent to December 31, 2015 to issue approximately 1.0 million shares of its common stock at \$0.028 per share.

Purchase Agreement – Contingent Asset

In 2013 the Company entered into a commitment to pay a supplier in which an officer and director is cofounder and 10%+ owner. The supplier is obligated to deliver component parts of the Company's next ethanol plant when construction commences.

Note 14. Subsequent Events

Disclosure and /or adjustment to the financial statements is required for material or significant events affecting the Company through the date subsequent events were evaluated by the Company.

In the first quarter of 2016, the Company executed an agreement to test the viability of converting certain feedstocks into ethanol for a large agricultural company.

On May 14, 2015, the Company filed with the Securities and Exchange Commission (the "SEC") an offering statement under Regulation A relating to an offering of the Company's common stock by the Company and certain selling stockholders.

On July 28, 2015 the Company filed Amendment No. 1 to this offering statement in response to SEC comments. Once qualified by the SEC and the relevant state regulators, the Company's shares will be offered to investors in certain states by the executive team and by the selling stockholders in lieu of the services of an underwriter. A share purchase is not limited to accredited investors but will be subject to a minimum purchase amount. The shares offered for sale will be freely trading shares.

The cost of this offering as of December 31, 2015, which is being borne by the Company, was approximately \$59,000 and is included in expense on the Consolidated Statements of Operations.

The Company plans to use a substantial portion of the proceeds of this offering to build a larger commercial facility located in Paso Robles. The facility is primarily intended for the Company's own use expanding its existing capability to take further advantage of locally available feedstocks. However, since the Company's technology is modular, the Company can also easily sell or lease this system once completed, to a customer requiring rapid delivery. The remaining portion of proceeds will be directed at a strategically targeted expansion of marketing and sales efforts and for working capital requirements.

A preliminary amended offering circular can be viewed and downloaded from our website at www.greenbeltresources.com/reg-a/. Information contained in the preliminary offering circular is subject to completion or further amendment.

These securities may not be sold nor may offers to buy be accepted prior to the time an offering circular which is not designated as a preliminary offering circular is delivered and the offering statement filed with the SEC becomes qualified. The preliminary offering circular shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sales of these securities in any state in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the laws of any such state.