



March 31, 2018 Quarterly Financial Statements with
Company Information and Disclosure Statement
for
Greenbelt Resources Corporation

Submitted on:
June 15, 2018

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.

March 31, 2018 Quarterly 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: March 31, 2018
Total shares outstanding:	316,839,362	as of: March 31, 2018

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: March 31, 2018
Total shares outstanding:	5,000,000	as of: March 31, 2018

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: March 31, 2018

GRCO March 31, 2018

Total shares outstanding: 5,000,000 as of: March 31, 2018



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, 2017

During the period ended December 31, 2017, the Company issued 8,991,616 shares of its common stock at an average price of \$0.045 per share for net proceeds of \$408,200.

During the period ended December 31, 2017, the Company issued 5,500,000 shares of its common stock for services valued at \$145,000. The shares were valued based on the fair value of the services received.

During the period ended December 31, 2017, the Company issued 7,032,719 shares of its common stock at a price of \$0.028 per share for the conversion of a convertible note with accrued interest valued at \$196,916. The shares were valued based on the original principal investment and accrued interest to the date of conversion.

During the period ended December 31, 2017 the Company issued a \$10,000 in interest bearing unsecured convertible note which may be repaid in cash or shares of common stock at the option of the Company.

The unsecured convertible note was not registered in any jurisdictions where 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)).

Quarter Ended March 31, 2018

During the period ended March 31, 2018, the Company issued 900,000 shares of common stock as compensation for a marketing consulting agreement entered into in November, 2017. The term of the agreement was six months.

During the period ended March 31, 2018, the Company issued 150,000 shares of its common stock at \$0.10 per share as compensation for a 2017 marketing agreement with a firm to provide consulting services to introduce the Company to industry related business partners, funding sources and other members of the financial community.

During the period ended March 31, 2018 the company issued 450,000 shares of its common stock at price of \$0.05 per share for proceeds of \$21,000 received in 2017.

During the period ended March 31, 2018, the Company issued 3,390,443 shares of its common stock at a price of \$0.028 per share for the conversion of a convertible note with accrued interest valued at \$94,932.00. The shares were valued based on the original principal investment and accrued interest to the date of conversion.

The unsecured convertible note was not registered in any jurisdictions where 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)).

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, 2017 and 2016, posted to otciq.com on March 30, 2017 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 benefiting 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 third party vendors, 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 to commission the system at the customer's site.

Our Customers and Markets

A 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 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 is fully depreciated on the Company’s unaudited financial statements as of March 31, 2018.

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 U.S. federal, state or local governmental agencies. Sales outside the U.S may be subject to such regulation.

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

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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:

Name	Age	Positions and Offices to be Held
Darren Eng	46	Director, Chief Executive Officer and President
Joseph Pivinski	70	Director, Chief Financial Officer
Floyd S. Butterfield	62	Chief Technology Officer, Director, Secretary and Treasurer
Michael Nakamura	52	Director

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

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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 25 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 an online internet business to consumer medical device retailer and as Director of Finance and Human Resources for a marketing communications company. In addition, he served as Executive Vice President and Chief Financial Officer for NV 5, Inc., a professional services firm providing infrastructure testing 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 a Partner 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 40+ year career, including consulting, real estate, construction, manufacturing and staffing and engineering services and 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 30+ 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, 2017 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.

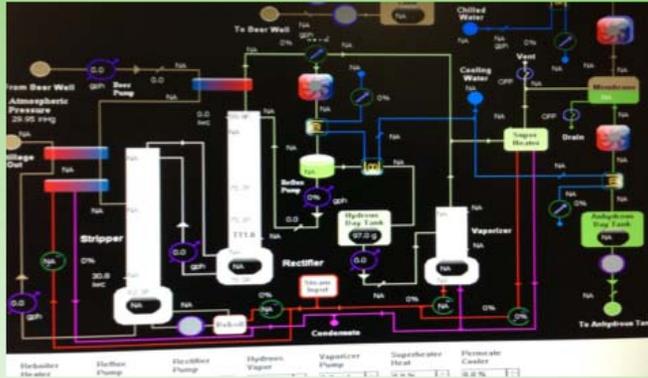
Unless otherwise indicated, the business address of each person listed is in care of Greenbelt Resources Corporation, 3500 Dry Creek Road, Unit 6, Paso Robles, CA 93446. The information provided herein is based upon a list of our shareholders and our records with respect to the ownership of warrants 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 of Stockholder</u>	<u>Amount and Nature of Beneficial Ownership</u>	<u>% of Class</u>
Darren Eng ⁽²⁾	-	
Joseph Pivinski ⁽³⁾	-	—
Michael Nakamura ⁽⁵⁾	-	—
Floyd S. Butterfield ⁽⁴⁾	<u>5,000,000</u>	<u>100.0%</u>
All executive officers and directors as a group (four 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 a Director and 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.
- (5) Mr. Nakamura is a Director.

Highly Complex Process Control System with Intelligently Simple User Interface



Series C Preferred Stock⁽¹⁾

<u>Stockholder Name</u>	<u>Amount and Nature of Beneficial Ownership</u> ⁽¹⁾	<u>%</u>
Darren Eng ⁽²⁾	1,250,000	25.00%
Floyd Butterfield ⁽³⁾	1,250,000	25.00%
Joseph Pivinski ⁽⁴⁾	1,250,000	25.00%
Michael Nakamura ⁽⁵⁾	<u>1,250,000</u>	<u>25.00%</u>
Executive Officers and Directors as a Group (4 persons)	5,000,000	100.00%

- 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.
- 5 Mr. Nakamura is a Director.

Common Stock

<u>Name and Address of Stockholder</u>	<u>Amount and Nature of Beneficial Ownership</u>	<u>Percentage of Class</u> ⁽¹⁾
Darren Eng ⁽²⁾	29,818,657	9.4%
Joseph Pivinski ⁽³⁾	7,400,000	2.3
Floyd S. Butterfield ⁽⁴⁾	<u>55,100,000</u>	<u>17.1</u>
All executive officers and directors as a group (three people)	92,318,657	28.8%
I Lenders, LLC (5)	35,955,238	11.3%

GRCO March 31, 2018

- (1) Based on 316,809,909 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 and a Director.
- (4) Mr. Butterfield is a Director and our Chief Technology Officer, Secretary and Treasurer. Includes 50,100,000 shares owned directly and 5,000,000 issuable upon conversion of the Series B Convertible Preferred Stock.
- (5) No knowledge of Control Person.

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: Cory Fischer
Firm: Weinberg & Company
Address 1: 1925 Century Park East, Suite 1120
Address 2: Los Angeles, CA 90067
Phone: (310) 601-2200
Email: coryf@weinbergla.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 March 31, 2018 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.

June 14, 2018

/s/ Darren Eng

Darren Eng, Chief Executive Officer

/s/ Joseph Pivinski

Joseph Pivinski, Chief Financial Officer

GRCO March 31, 2018

ADDENDUM
Pages 17 – 31

Greenbelt Resources Corporation
Consolidated Financial Statements

March 31, 2018
(unaudited)

CONSOLIDATED BALANCE SHEETS

(unaudited)

	<u>March 31,</u> <u>2018</u>	<u>December 31,</u> <u>2017</u>
<u>ASSETS</u>		
Current assets		
Cash	\$20,688	\$54,369
Accounts receivable	-	-
Advances and prepaid expenses	<u>-</u>	<u>-</u>
Total current assets	20,688	54,369
Property, plant & equipment, net	26,500	29,999
Patent	-	-
Total assets	<u>\$47,188</u>	<u>\$83,369</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current liabilities		
Officer loan	110,270	65,770
Convertible notes	163,600	216,600
Accounts payable	298,457	296,553
Accrued expenses	<u>172,616</u>	<u>151,890</u>
Total current liabilities	744,943	730,813
Deferred revenue	8,061	
Commitments and contingencies	-	-
Stockholders' deficiency		
Series B Convertible preferred stock, \$0.001 par, 5,000,000 shares authorized, issued and outstanding	5,000	5,000
Series C Preferred stock, \$0.001 par, 5,000,000 shares authorized, issued and outstanding	5,000	5,000
Common stock, \$0.001 par, 500,000,000 shares authorized, 317,986,940 shares issued and 316,809,909 outstanding 2018; 313,125,940 shares issued and 311,948,909 outstanding 2017	316,809	311,949
Additional paid in capital	4,898,083	4,771,111
Common stock issuable	-	21,000
Accumulated deficiency	<u>(5,930,708)</u>	<u>(5,783,435)</u>
Total stockholders' deficiency	<u>(705,816)</u>	<u>(669,375)</u>
Total liabilities & stockholders' deficiency	<u>\$47,188</u>	<u>\$83,369</u>

See accompanying notes to consolidated financial statements.

CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)

	Three Months ended <u>March 31, 2018</u>	Three Months ended <u>March 31, 2017</u>
NET REVENUES	\$20,525	\$7,066
Cost of revenues earned	<u>59,023</u>	<u>4,000</u>
Gross profit (loss)	(38,498)	3,066
EXPENSES		
Selling, general and administrative		
Compensation	33,273	55,564
Other	51,943	42,090
Depreciation	2,500	2,663
Interest	<u>21,059</u>	<u>11,694</u>
Total expenses	<u>(108,775)</u>	<u>(112,011)</u>
Operating (loss)	<u>(147,273)</u>	<u>(108,945)</u>
INCOME (LOSS) BEFORE INCOME TAXES	<u>(147,273)</u>	<u>(108,945)</u>
Provision for income taxes	-	-
NET (LOSS)	<u>(\$147,273)</u>	<u>\$108,945)</u>
NET (LOSS) PER SHARE - BASIC	*	*
Weighted Average Number of Common Shares Outstanding	316,809,909	311,949,909

* less than (\$0.01) per share

See accompanying notes to consolidated financial statements.

CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited)

	Three Months ended March 31, 2018	Three Months ended March 31, 2017
OPERATING ACTIVITIES		
Net (loss)	(\$147,273)	(\$108,945)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:		
Depreciation	2,500	2,663
Change in operating assets and liabilities		
Officer loan	44,500	
Accounts receivable	-	6,050
Advances and prepaid expenses	-	21,000
Accounts payable	1,423	(24,906)
Accrued expenses, including interest	<u>20,276</u>	<u>(38,452)</u>
NET CASH (USED IN) OPERATING ACTIVITIES	(78,574)	(142,590)
Deferred revenue	8,061	
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	-	-
NET CASH USED IN INVESTING ACTIVITIES	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Convertible notes	(53,000)	-
Stock subscriptions issuable	(21,000)	130,000
Common stock issued for convertible notes	94,932	-
Common stock issued for services	15,900	-
NET CASH (USED IN) PROVIDED BY FINANCING ACTIVITIES	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(33,681)	(12,590)
CASH AND CASH EQUIVALENTS - BEGINNING OF PERIOD	<u>82,263</u>	<u>82,263</u>
CASH AND CASH EQUIVALENTS - END OF PERIOD	<u>\$20,688</u>	<u>\$69,673</u>

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, 2017	<u>10,000,000</u>	<u>\$10,000</u>	<u>290,423,574</u>	<u>\$290,42431</u>	<u>\$4,042,525</u>	<u>\$-</u>	<u>(5,125,407)</u>	<u>(\$782,458)</u>
Common stock issued for subscriptions								408,200
Common stock issued for services			8,991,616.8	8,992	399,208			145,500
			5,500,000	5,500	<u>139,500</u>			196,916
Common stock issued for convertible notes			7,032,719	7,033	189,883	21,000		21,000
Common stock issuable								
Net (loss)							<u>(658,028)</u>	<u>(658,028)</u>
Balance - December 31, 2017	<u>10,000,000</u>	<u>\$10,000</u>	<u>311,948,909</u>	<u>\$311,949</u>	<u>\$4,771,111</u>	<u>21,000</u>	<u>(\$5,783,435)</u>	<u>(\$669,375)</u>
Common stock issued for services			1,050,000	1,,470	35,430	(21,000)		15,900
Common stock issued for convertible notes			<u>3,390.443</u>	<u>3,390</u>	<u>91,542</u>			94,932
Net (loss)							(147,273)	(147,273)
Balance – March 31, 2018	<u>10,000,000</u>	<u>\$10,000</u>	<u>316,809,909</u>	<u>\$316,809</u>	<u>\$4,898,083</u>	<u>\$ -</u>	<u>(\$5,930,708)</u>	<u>(\$705,816)</u>

See accompanying notes to consolidated financial statements.

Notes to Consolidated Financial Statements

Note 1. Business and Nature of Operations

[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 used for revenue producing projects. The amount paid in excess of the tangible identifiable value of the technology acquired resulted in Goodwill which was written off in the year ended December 31, 2013.

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.

Greenbelt 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.

Greenbelt is a green technology company and its common stock is quoted on 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 revenue producing operational company.

Principles of Consolidation

The consolidated financial statements as of and for the periods ended March 31, 2018 and December 31, 2017 include the accounts of Greenbelt Resources Corporation and its wholly-owned subsidiary Diversified Ethanol Corporation. All inter-company balances and transactions have been eliminated.

Property, Plant and Equipment

Property consisting of office furnishings, the Company’s ethanol facility’s 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.

Management assesses the carrying value of property and equipment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. If there is indication of impairment,

management prepares an estimate of future cash flows expected to result from the use of the asset and its eventual disposition. If these cash flows are less than the carrying amount of the asset, an impairment loss is recognized to write down the asset to its estimated fair value. As of December 31, 2017, there were no indications of impairment based on management's assessment of these assets.

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: (i) persuasive evidence of an arrangement exists, (ii) delivery has occurred and services have been rendered, (iii) the price to the buyer is fixed or determinable, and (iv) collectability is reasonable assured.

Net Income (Loss) per Share and Comprehensive Income (Loss)

Net loss per share 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 earnings (loss) per share 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 earnings per shares exclude all dilutive potential shares of common stock if their effect is anti-dilutive.

There were no potentially-dilutive securities as of March 31, 2018 and December 31, 2017.

Comprehensive income (loss) is equivalent to net income (loss) for all periods presented.

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.

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 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 that rights to all intellectual property potentially held are adequately protected.

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

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 March 31, 2018 and December 31, 2017, 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 and expensed as incurred.

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.

The carrying amount of the Company’s financial assets and liabilities, such as cash, prepaid expenses, and accounts payable and accrued expenses approximate their fair value due to their short term nature. The carrying values of financing obligations approximate their fair values due to the fact that the interest rates on these obligations are based on prevailing market interest rates.

Concentrations

During the period ended March 31, 2018, the Company had one customer who accounted for 91% and 100% of its revenue. No other customer accounted for more than 10% of revenue..

During the year ended December 31, 2017, the Company had two customers whom accounted for 100% of its revenues.

The Company sells its products in the United States and internationally. The Company’s total international revenue for the periods ended March 31, 2018 and December 31, 2017 were \$ -0-.

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 28.8% of the shares of outstanding common stock.

Common shares issued during the period ended December 31, 2017

During the period ended December 31, 2017, the Company issued 8,991,616 shares of its common stock at an average price of \$0.045 per share for net proceeds of \$408,200.

During the period ended December 31, 2017, the Company issued 5,500,000 shares of its common stock for services valued at \$145,000. The shares were valued based on the fair value of the services received.

During the period ended December 31, 2017, the Company issued 7,032,719 shares of its common stock at a price of \$0.028 per share for the conversion of a convertible note with accrued interest valued at \$196,916. The shares were valued based on the original principal investment and accrued interest to the date of conversion.

Common shares issued during year ended March 31, 2018

During the period ended March 31, 2018, the Company issued 900,000 shares of common stock as compensation for a marketing consulting agreement entered into in November, 2017. The term of the agreement was six months.

During the period ended March 31, 2018, the Company issued 150,000 shares of its common stock at \$0.10 per share as compensation for a 2017 marketing agreement with a firm to provide consulting services to introduce the Company to industry related business partners, funding sources and other members of the financial community.

During the period ended March 31, 2018 the company issued 450,000 shares of its common stock at price of \$0.05 per share for proceeds of \$21,000 received in 2017.

During the period ended March 31, 2018, the Company issued 3,390,443 shares of its common stock at a price of \$0.028 per share for the conversion of a convertible note with accrued interest valued at \$94,932.00. The shares were valued based on the original principal investment and accrued interest to the date of conversion.

The unsecured convertible note was not registered in any jurisdictions where 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)).

Preferred Stock

Series A Preferred Stock

No Series A Preferred Stock has been authorized.

Series B Convertible Preferred Stock

As of March 31, 2018, 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 March 31, 2018, 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 accompanying consolidated financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the settlement of liabilities in the normal course of business. As shown in the accompanying financial statements, we have incurred a net loss of \$658,028 and used \$545,980 of cash in our operating activities during the period ended March 31, 2017. As of March 31, 2018, a stockholders' deficiency of \$705,816 and negative working capital of \$697,755. The Company's ability to continue as a going concern is contingent on securing additional debt or equity financing from outside investors. These matters raise substantial doubt about the Company's ability to continue as a going concern. The accompanying financial statements do not include any adjustments that might result should the Company be unable to continue as a going concern.

Management plans to continue to implement its business plan and to fund operations by raising additional capital through the issuance of debt and equity securities. The Company's existence is dependent upon management's ability to implement its business plan and/or obtain additional funding. There can be no assurance that the Company's financing efforts will result in profitable operations or the resolution of the Company's liquidity problems. Even if the Company is able to obtain additional financing, it may include undue restrictions on our operations in the case of debt, or cause substantial dilution for our stockholders in the case of equity financing.

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.

Note 5. Related Party Transactions

In 2017, an officer of the Company advanced \$65,770 under a Promissory Note for working capital purposes (Note 7). In the first fiscal quarter of 2018, an additional \$44,500 was advanced to the Company from the officer referred to in Note 7 under a Promissory Note for working capital purposes.

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 a number of revenue producing systems and its research and development facility, one of which has not yet been commissioned. At March 31, 2018, 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 10).

On March 30, 2017 the Company entered into an agreement with a Director to provide consulting with regard to fundraising and system sales on a contingent commission basis. The agreement provides for initial compensation of 1.5 million shares of the Company's common stock and "claw back provisions" typical in this type of agreement.

Note 6. Convertible Notes

On July 30, 2012, the Company issued \$30,000 in interest bearing convertible notes which may be repaid in cash or shares of common stock at the option of the Company. The note is unsecured, with an interest rate of 10%, is due within one year and is convertible into the Company's common stock at \$0.018 per share. At December 31, 2017, \$14,100 of the note was outstanding.

During the year ended December 31, 2014, the Company issued two promissory notes in the aggregate amount of \$22,500. 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. At December 31, 2017, \$22,500 of the note was outstanding.

During the year ended December 31, 2015, the Company issued three promissory notes in the aggregate amount of \$90,000. The notes are unsecured, 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 \$0.02 to \$0.03 per share. At December 31, 2017, \$90,000 of these notes are outstanding.

During the year ended December 31, 2016, the Company issued two promissory notes in the aggregate amount of \$250,000. The notes are unsecured, have an interest rate of 10.0%, are due within one year and are convertible into the Company's common stock at a price of \$0.028 per share at the option of the Company. At December 31, 2017, \$80,000 of these notes are outstanding (Note 3).

During the year ended December 31, 2017, the Company issued a \$10,000 in interest bearing unsecured convertible notes which may be repaid in cash or shares of common stock at the option of the Company. At December 31, 2017, \$10,000 of this note is outstanding.

During the period ended December 31, 2017, the Company issued 7,032,719 shares of its common stock at a price of \$0.028 per share for the conversion of a convertible note with accrued interest valued at \$196,916. The shares were valued based on the original principal investment and accrued interest to the date of conversion.

During the period ended March 31, 2018, the Company issued 3,390,443 shares of its common stock at a price of \$0.028 per share for the conversion of a convertible note with accrued interest valued at \$94,932.00. The shares were valued based on the original principal investment and accrued interest to the date of conversion.

During the year ended March 31, 2018, the Company issued a \$27,000 in interest bearing unsecured convertible notes which may be repaid in cash or shares of common stock at the option of the Company. These notes are unsecured and have an interest rate of 10% and are convertible into the Company's common stock. At March 31, 2018, \$27,000 of these notes are outstanding.

Note 7. Loan from Officer

In 2017, an officer of the Company personally borrowed and advanced \$65,770 under a Promissory Note for working capital purposes.

In the first fiscal quarter of 2018, an additional \$44,500 was advanced to the Company from the officer referred to in Note 7 under a Promissory Note for working capital purposes.

The Note has an interest rate of 10.0% for amounts borrowed by the Company and provides for the payment of all transaction fees paid by the officer. The outstanding amount of the loan at any given time is subject to a first priority payback relative to other short & long term debt of the Company.

At March 31, 2018, \$110,270 is outstanding.

Note 8. Income Taxes

The Company has net operating loss carry forwards of approximately \$4,132,000 at March 31, 2018 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 March 31, 2018 was approximately \$2,136,966. The increase in the valuation allowance during the period ended March 31, 2018 was approximately \$223,730.

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, 2017.

There was no income tax expense for the periods ended December 31, 2017 and March 31, 2018.

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

	<u>Deferred Tax Assets</u>	<u>Valuation Allowance</u>	<u>Balance</u>
Deferred tax assets as of December 31, 2017	\$1,995,803	(\$1,995,903)	\$0
Additions / Reductions	141,163	141,163	\$0
Deferred tax assets as of March 31, 2018	<u>\$2,136,966</u>	<u>(\$2,136,966)</u>	

The following is a reconciliation of Federal income tax expense for December 31, 2017 and March 31, 2018:

	<u>2018</u>	<u>2017</u>
Expected income tax benefit at Federal statutory tax rates *	\$141,163	\$223,730
Permanent differences	-	
Valuation allowance	<u>(141,163)</u>	<u>(223,730)</u>
Actual income tax (benefit)	<u>\$ -</u>	<u>\$ -</u>

* 34% 2017; 20% 2018

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, 2017 and December 2016 were as follows:

	<u>2017</u>	<u>2016</u>
Net operating loss carry forwards	\$141,163	\$223,730
Less: valuation allowance	<u>(141,163)</u>	<u>(223,730)</u>
Net deferred tax assets recorded	<u>\$ -</u>	<u>\$ -</u>

Note 9. Property, Plant and Equipment

Property, plant and equipment consist of the following:

	<u>March 31, 2018</u>	<u>December 31, 2017</u>
Biorefining & Extraction Plant	\$29,000	-
Resource-to-Ethanol plant	233,527	\$204,527
Equipment, furniture & fixtures	3,000	3,000
Less accumulated depreciation	<u>(2,500)</u>	<u>(204,864)</u>
	<u>\$26,500</u>	<u>\$2,663</u>

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

The Company's biorefining & extraction plant was acquired in December 2017 (Note 11).

Note 10. Goodwill & Other Intangible Assets

The Company's initial Goodwill of \$248,906 was written off in 2013 and consisted of technology acquired and incorporated into the ethanol plant. This plant is currently used in operations.

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 11. Commitments and Contingencies

On May 17, 2017 the Company entered into a Letter of Intent with the Andrew J. Young Foundation to provide the design, technology and construction of a turnkey system to support a Biorefinery program to produce Protein Concentrate & Bio – Ethanol from Duckweed on a Foundation site.

The parties initiated the first phase of this project in the second quarter of 2018. The estimated future total selling price of the system is approximately \$5.0 Million.

On March 1, 2017, the Company entered into a Memorandum of Understanding with PT Jababeka Tbk. This U.S. - Indonesia municipal waste-to-bioproducts alliance is designated JababECO. An initial project, subject to the terms of a definitive agreement, will feature the Company's proprietary technology known as ECOsystem and will process municipal food waste into a myriad of bioproducts. In April, 2017 the Company was registered by the Indonesian government as a certified solution for food waste processing. In June 2017, the company was officially certified in his respect by the Indonesian government.

In December 2017 the Company purchased a bioethanol system for \$29,000 previously sold to a customer at a price of \$600,000 in 2013. The Company intends to use this system in its biorefining and cannabis extraction operations.

On June 15, 2017 the Company entered into a Letter of Intent with Prosys Biorefining Systems, LLC to license it's proprietary ECOsystem biorefining technology to convert lemna (duckweed) and microalgae into renewable products. Plans include the development of a biofinery located in California's Central Valley utilizing a custom ECOsystem technology design from the Company.

In February, 2018 the Company announced Phase 1 of the "California BioEthanol Project," a three-phased initiative that will convert Greenbelt's Commercial Scale Testing Facility into a commercial-scale production biorefinery. Once Phase 1 is completed, the biorefinery will produce approximately 1.37 million pounds of protein concentrate and 75,000 gallons per year of bioethanol. The estimated investment for Phase 1 is approximately \$440,000 and is expected to commence during second quarter 2018.

In March, 2018 Nature Comfort Meds and the Company announced they are entering into a Letter of Intent to jointly develop and operate a cannabis extraction testing service with facilities in California and Oregon. When operational, the facilities are expected to serve the global medical cannabis market.

In March, 2018 New Age Renewable Energy, LLC and the Company announced it is entering into a Letter of Intent to jointly develop and operate an ethanol extraction testing facility in New York State.

Leases

The Company is obligated under an operating lease agreement for 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 March 31, 2018 and December 31, 2017 was \$ \$9,125 and \$36,500, respectively.

At March 31, 2018, minimum future rental commitments are approximately \$3,000.

Employment Agreements

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

Consulting Agreements

On November 1st, 2017 the Company entered into a marketing consulting agreement with a firm to provide services with respect to an investor relations and marketing campaign, including business and financial journalism, to enhance awareness of Company operations and increase visibility in the investment community. The term of the agreement is six months and provides for initial compensation of 900,000 shares of the Company's common stock.

On October 1st, 2017 the Company entered into an agreement with a firm to provide consulting services to introduce the Company to industry related business partners, funding sources and other members of the financial community with whom it has established relationships, and to generally assist the Company in its efforts to enhance its visibility in the financial community. The term of this agreement is three months and provides for initial cash compensation of \$ 3,000.00 bi-weekly as worked and a common stock award of \$5,000.00 per month worked at a 15% discount to an average daily trading price for a certain date range per month.

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.

Commitments for Common Stock

The Company entered into several agreements with investors subsequent to December 31, 2017 to issue approximately 250,000 shares of its common stock at an average price of \$0.04 per share.

Note 12. 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.

On August 19, 2016, the Company filed with the Securities and Exchange Commission ("SEC") an offering statement under Regulation A+ - Tier 2 relating to an offering of the Company's common stock by the Company and certain selling shareholders. In November 2017 the Company withdrew this offer due to the potential of alternative financing options and market pricing. The Company still has the option of renewing and completing this offer under certain circumstances at a future date.

The preliminary amended offering circular can be viewed and downloaded from our website at www.greenbeltresources.com/reg-a/.