

	December 31, 2016	December 31, 2015
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 3,734,526	\$ 587,819
Accounts receivable	270,199	303,782
Value added and other tax receivable	9,280	(5,297)
UK energy tax incentives receivable	227,536	369,485
Inventory	158,833	137,093
Other current assets	233,351	57,152
Total current assets	4,633,725	1,450,034
Property and equipment, net	8,233,773	7,516,262
Other assets, long-term	8,143	11,004
TOTAL ASSETS	\$12,875,641	\$8,977,300
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 388,616	\$ 313,293
Accrued expenses and other current liabilities	213,492	286,814
Due to related party	38,811	98,979
Note payable - bank, short-term	69,933	-
Total current liabilities	710,852	699,086
Long-term liabilities:		
Convertible debentures	305,017	1,585,264
Convertible debentures Due to related parties	-	951,158
Note payable - bank	252,271	-
Note payable - related party	-	2,000,000
Total liabilities	1,268,140	5,235,508
Stockholders' equity:		
Common Stock, \$0.001 par value; 100,000,000 shares authorized; 82,265,056 and 65,747,100 issued and outstanding at December 31, 2016 and 2015, respectively	82,265	65,747
Additional paid-in capital	22,243,742	12,224,064
Accumulated deficit	(10,718,506)	(8,548,019)
Total stockholders' equity	11,607,501	3,741,792
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$12,875,641	\$8,977,300

	Year Ended	
	December 2016	December 2015
Revenues		
Energy revenues	\$ 2,474,447	\$ 2,144,248
Turnkey and other revenues	1,739	54,473
	<u>2,476,186</u>	<u>2,198,721</u>
Cost of sales		
Fuel, maintenance and installation	1,577,326	1,661,880
Site impairments	158,264	246,935
Depreciation expense	453,241	405,710
	<u>2,188,831</u>	<u>2,314,525</u>
Gross profit (loss)	<u>287,355</u>	<u>(115,804)</u>
Operating expenses		
General and administrative	1,496,818	884,021
Selling	535,421	478,808
Engineering	407,799	248,957
	<u>2,440,038</u>	<u>1,611,786</u>
Loss from operations	<u>(2,152,683)</u>	<u>(1,727,590)</u>
Other income (expense)		
Interest income	9,615	5,530
Interest expense, net of debt premium amortization	(36,209)	(42,238)
Debt conversion expense	(224,782)	-
	<u>(251,376)</u>	<u>(36,708)</u>
Loss before income taxes	<u>(2,404,059)</u>	<u>(1,764,298)</u>
Benefit for income taxes	233,572	380,176
Net loss	<u><u>\$(2,170,487)</u></u>	<u><u>\$(1,384,122)</u></u>
Net loss per share - basic and diluted	<u>\$ (0.03)</u>	<u>\$ (0.02)</u>
Weighted-average shares outstanding - basic and diluted	<u>75,788,055</u>	<u>65,757,100</u>

Non-GAAP financial disclosure

Loss from operations	\$(2,152,683)	\$(1,727,590)
Depreciation expense	458,825	409,555
Site Impairments	158,264	246,935
Stock based compensation	370,060	77,059
Adjusted EBITDA	<u><u>\$(1,165,534)</u></u>	<u><u>\$ (994,041)</u></u>

	Year Ended	
	December 2016	December 2015
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$(2,170,487)	\$(1,384,122)
<i>Adjustments to reconcile net loss to net cash used in operating activities:</i>		
Non cash debt conversion expense	224,782	-
Depreciation	458,825	409,555
Non cash interest expense	11,000	-
Non-cash site impairments	-	246,935
Amortization of convertible debt premium	(47,141)	(96,288)
Amortization of deferred financing	-	-
Provision for losses on accounts receivable	-	-
Stock-based compensation	370,060	77,059
Accrued UK tax energy incentives		-
<i>Changes in operating assets and liabilities</i>		
<i>(Increase) decrease in:</i>		
Accounts receivable	33,583	(151,118)
Value added and other tax receivable	(14,577)	77,499
Accrued UK energy tax incentives	141,949	279,432
Inventory	(21,740)	(37,168)
Prepaid and other current assets	(176,199)	(23,497)
Other assets, long term	2,861	5,760
<i>Increase (decrease) in:</i>		
Accounts payable	75,323	74,205
Due to related party	(60,168)	-
Accrued expenses and other current liabilities	(73,322)	156,562
Note payable - bank	69,933	-
Net cash used in operating activities	<u>(1,175,318)</u>	<u>(365,186)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(1,176,336)	(1,823,847)
Net cash used in investing activities	<u>(1,176,336)</u>	<u>(1,823,847)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from sale of Common Stock net of costs	7,246,090	-
Common Stock exchanged for convertibles debentures	-	-
Common Stock buy-back	-	-
Conversion of convertibles to common shares, non-cash	-	-
Payments on note payable - related party	(2,000,000)	(1,000,000)
Proceeds from loan payable - bank	252,271	-
Net cash provided by (used in) financing activities	<u>5,498,361</u>	<u>(1,000,000)</u>
Net increase (decrease) in cash and cash equivalents	3,146,707	(3,189,033)
Cash and cash equivalents, beginning of the period	587,819	3,776,852
Cash and cash equivalents, end of the period	<u>\$ 3,734,526</u>	<u>\$ 587,819</u>
Supplemental disclosures of cash flows information:		
Interest Paid	\$ 89,764	\$ 141,770
Taxes Paid	\$ -	\$ 12,170

Non-cash investing and financing activities:

Common Stock exchanged for convertibles debentures, non-cash	\$ 2,420,046	\$ -
Conversion of convertibles to common shares, non-cash	\$(2,100,000)	\$ -