

# GREAT ROCK DEVELOPMENT CORPORATION

## FINANCIAL STATEMENTS FOR PERIOD ENDING DECEMBER 31, 2012 (unaudited)

[www.greatrockdev.com](http://www.greatrockdev.com)

**February 28, 2013**

Company name:

Grid Cloud Solutions Inc

State of Incorporation:

Florida

### Safe Harbor Statement

Sections of this document contain forward-looking statements, which reflect management's best judgment based on factors currently known but involve significant risks and uncertainties. Actual results could differ materially from those anticipated in these forward-looking statements as a result of a number of factors, including but not limited to risks more fully described in the "Risk factors" of the Company's filings with the OTC Markets. Forward-looking information provided pursuant to the safe harbor established by recent securities legislation should be evaluated in the context of these factors.

Company summary: In 2012 the company's business shifted toward junior mining interests with the goal to use its past expertise in energy solutions toward the mining sector. In the past two years, the company was a service provider in the renewable and energy conservation sectors. It services businesses and homeowners looking to find energy efficient solutions and companies looking to sell their products in the marketplace. The company has no manufacturing facilities, it leverages from the products and investments of others. The company has acquired gold rights in the Cobequid Highlands of Colchester County.

Number of employees: 2 full-time, 3 part-time contingency contractors

## COMPANY HISTORY AND OVERVIEW OF FINANCIAL RESULTS

Great Rock Development Corporation is a publicly traded Florida company with its shares traded on the US OTC (GRDC: PK) ("The Company"). The company operated in various capacities since its inception including phases with little or no business activities. In December 2010 The Company acquired controlling interest of Forest BioProducts Inc, a private consulting company in the renewable energy sector. In March 2011, The Company acquired controlling interest of 932678 Ontario Inc, a private company engaged in the energy conservation and management sector with a significant list of large commercial clients such as Royal Bank (RBC), Wal-Mart, and Canadian Tire. In May 2011, the company retained the services of Meteor Business Solutions Inc (MBS), an Ontario corporation, for the sales and marketing of its services. MBS detached two full time employees to work on behalf of the company in sales. In Q4 2011, the company had 2 full time employees, and 3 part time contractors.

In 2012 we generated revenues resulting directly from activities of Forest BioProducts Inc. and Encompass from the sales of services for tank-less hot water systems, photovoltaic systems and energy retrofits were submitted and paid partially and the management of a sales and marketing agreement with Interlock Structural Panels Inc.

## ACTIVITIES IN 2012

The company has deployed three business branches for the purpose of securing maximum market inroads in the short possible time period in order to generate cash flow, increase share value and mitigate market risks:

### **1. Acquisition of gold mineral rights**

The board of directors approved the acquisition of the gold mineral rights of Byers Brook and Shattter Lake Claims of Colchester County in Nova Scotia for a total of 4200 acres in exchange for 75,000,000 shares of Great Rock Development Corporation. Said transaction has yet to be closed with the emission of shares.

### **2. Energy conservation through demand side conservation from commercial, municipal and residential buildings**

The company has secured a purchase order for energy retrofits (HVAC) for 162 housing units in a cooperative housing program in Mississauga, Ontario. The work was then assigned to a mechanical subcontractor and was completed in Q1 2012.

The company has secured a purchase order for the installation of tank-less hot water systems in a new housing development in Ottawa. The work was assigned to a contractor. Invoicing has yet to be completed. Partial payment was received.

The company has secured the rights to distribute Thermonomics products in Canada in a Dealers Agreement. Furthermore the company is negotiating a second agreement, through a joint venture, to deploy Thermonomics in Jamaica and the Caribbean islands.

For all of these activities, the company plans to make use of the business relationships developed by 932678 Ontario Inc (Encompass) and Forest BioProducts Inc to increase its revenues through the sales of products that increase energy efficiency.

The company has secured distribution rights from Scientific Conservation, a US company with proprietary software for energy conservation monitoring.

### **3. Sales and marketing of services or products that meet conservation/green energy profile**

In July 2011, the company has secured an exclusive sales and marketing agency contract with Interlock Structural Panels Inc for the sales and marketing of 4,500,000 ft<sup>2</sup> of structural steel panels to be used in housing, commercial and industrial developments. Starting in July 2011, the company received a monthly retainer from Interlock Structural Panels Inc. Contingency payment of \$0.20 ft<sup>2</sup> of panel will be claimed as a result of sales managed by the Company. During the reporting period there were no sales made from which contingency payments are expected in the short term. On January 23, 2012 Interlock Structural Panels Inc terminated this agreement for as the technology provider ran into cash flow issues.

In September 2011, the Company secured a Dealers Agreement with Innovative Hydrogen Solutions Inc to sell hydrogen generators to add as energy saving devices in diesel trucks. In September 2012, the Company terminated this agreement.

In February 2012, the Company investigated various HVAC line lubricants for the purpose of assessing the potential for securing distribution rights of various potential lubricants to the residential and commercial markets. Comparative analyses were made.

In February 2012, the Company provided a Letter of Interest to the Receiver of Two Feather Forest Management, a company with access to interconnection rights for 10 mWe from biomass. After diligence work the Company elected not to proceed with the project.

The Company has developed plans to purchase blocks of power at a discount and partitioning these at a discount to small industrial power users who are paying prime rates for their power. No significant progress was made in Q1 2012.

The Company generated revenues by providing consulting services in the renewable energy sector to clients of Forest BioProducts Inc.

### **4. Solar EPC**

We continued business development efforts in this field. In general the photovoltaic industry in Ontario has been slow moving mostly because of the lack of support of the Ontario Government in granting permits for the construction of FIT contracts. Therefore, while this business line offers great potential, management is concerned about the fact that business activities are subjected to government policies and their implementation. One 10kW project spearheaded by the Company saw its completion in March 2012.

The Company has secured a purchase order from a municipality for a 10kW rooftop with potential for addition of a 25mW project. This project was completed in Q1 2012.

**INCOME STATEMENT**  
**12 MONTHS ENDING DECEMBER 31, 2012**  
**(UNAUDITED)**

12 months ending december 31, 2012

(Unaudited)

US-GAAP

	Total 2012	2012-Q4	2012 -Q3	2012 -Q2	2012-Q1
Revenues	\$101,404	\$9,854	\$ 18,081	\$13,246	\$60,223
Cost of Goods Sold					
<b>Gross Profit</b>	<b>\$101,404</b>	<b>\$9,854</b>	<b>\$18,081</b>	<b>\$13,246</b>	<b>\$60,223</b>
Operating Expenses	\$8,358	\$ 3,604	\$850	\$96	\$3,808
Selling, General, and Administrative Expenses	\$77,791	\$10,805	\$8450	\$11,955	\$46,581
Depreciation and Amortization					\$
Other Expenses					
<b>Operating Profit</b>	<b>\$14,934</b>	<b>\$(4,555)</b>	<b>\$8,460</b>	<b>\$ 1,195</b>	<b>\$ 9,834</b>
Interest Expense					
Other Revenues or Gains					
Other Expenses or Losses					
<b>Earnings before Taxes</b>	<b>\$14,934</b>	<b>\$(4,555)</b>	<b>\$8,460</b>	<b>\$1,195</b>	<b>\$ 9,834</b>
Income Taxes					
<b>Net Income</b>	<b>\$14,934</b>	<b>\$(4,555)</b>	<b>\$8,460</b>	<b>\$1,195</b>	<b>\$9,834</b>
Common Shares Outstanding	105,050,183	105,050,183	105,050,183	3,886,000	3,886,000
Earnings Per Share	0.00014	0.00004	0.00008	0.0003	0.0025
Dividends Per Share	0	0	0	0	0

**BALANCE SHEET**  
**12 MONTHS ENDING DECEMBER 31, 2012**  
**(UNAUDITED)**

12 months ending december 31, 2012

(Unaudited)

**Assets**

	Total 2012	2012-Q4	2012 -Q3	2012 -Q2	2012-Q1
Current Assets					
Cash	7209.2	48	594.2	3133	3434
Accounts Receivables	\$1,638,684.00	434671	434671	384671	384671
-Doubtful Accounts	-\$1,538,684.00	-384671	-384671	-384671	-384671
Inventory					
Temporary Investments					
Prepaid Expenses					
Other Current Assets	\$800.00	200	200	200	200
<b>Total Current Assests</b>	<b>\$105,009.00</b>	<b>50248</b>	<b>50794</b>	<b>333</b>	<b>3634</b>
Fixed Assets					
Long Term Investments					
Software					
Incorporation	\$5,532.00	1383	1383	1383	1383
-Accumulative Depreciation	\$292.00	-73	-73	-73	-73
Property, Plant and Equipment	\$7,556.00	1889	1889	1889	1889
-Accumulative Depreciation	-\$2,228.00	-557	-557	-557	-557
Software Lic/Patent Inc.	\$12,692.00	3173	3173	3173	3173
Forest Bio Products Inc.	\$400,000.00	100000	100000	100000	100000
<b>Total Net Fixed Assets</b>	<b>\$523,636.00</b>	<b>155730</b>	<b>156276</b>	<b>105815</b>	<b>105815</b>
<b>Total Assests</b>	<b>\$840,275.20</b>	<b>311793</b>	<b>312885.2</b>	<b>106148</b>	<b>109449</b>

**BALANCE SHEET CONTINUED**  
**12 MONTHS ENDING DECEMBER 31, 2012**  
**(UNAUDITED)**

12 months ending december 31, 2012

(Unaudited)

Liabilities and Shareholders' Equity	Total 2012	Q4	Q3	Q2	Q1
<b>Current Liabilities</b>					
Accounts Payable	\$5,112.00			\$ 308	\$4,804
Short Term Notes	\$450,644.00	\$112,661	\$112,661	\$112,661	\$112,661
Current Portion of Long Term Notes					
Interest Payable		\$	\$	\$	\$
Taxes Payable					
Accrued Payroll	\$923,268.00	\$230,817	\$230,817	\$230,817	\$230,817
Other Current Liabilities/payable to shareholder	\$7,208.00	\$1,802	\$1,802	\$ 1,802	\$ 1,802
<b>Total Liabilities</b>	<b>\$1,382,328.00</b>	<b>\$343,178</b>	<b>\$343,478</b>	<b>\$345,588</b>	<b>\$350,084</b>
<b>Long Term Liabilities</b>					
Long Term Debt					
Deferred Income Taxes					
Other Long Term Liabilities					
<b>Total Long Term Liabilities</b>		\$-	\$-	\$-	\$-
<b>Shareholders' Equity</b>					
Capital Stock, 194,809,180					
Additional Paid in Capital					
Retained Earnings	-\$854,569.00	-\$187,292	-\$187,202	-\$239,440	\$-240,635
<b>Total Shareholders' Equity</b>	<b>\$842,325.00</b>	<b>-\$178,048</b>	<b>-\$187,202</b>	<b>-\$239,440</b>	<b>-\$240,635</b>
<b>Total Liabilities and Equity</b>	<b>\$527,603.00</b>	<b>\$ 155,730</b>	<b>\$ 156,276</b>	<b>\$106,148</b>	<b>\$109,449</b>

**STATEMENT OF SHAREHOLDERS' EQUITY**  
**12 MONTHS ENDING DECEMBER 31, 2012**  
**(UNAUDITED)**

12 months ending december 31, 2012

(Unaudited)

	<b>Number of Shares</b>	<b>Capital Stock</b>	<b>Additional Paid In Capital</b>	<b>Profit (Loss)</b>	<b>Shareholder Equity (Deficiency)</b>
Balance as: Of Dec. 31,2011	3,896,184	26,000,000	65,000		65,000
Investment					
Restricted	101,000,000				
Net (Loss)				14,934	14,934
<b>Balance – Dec. 31, 2012</b>	<b>104,896,184</b>	<b>26,000,000</b>	<b>65,000</b>	<b>14,934</b>	<b>79,934</b>

**STATEMENT OF CASH FLOWS**  
**12 MONTHS ENDING DECEMBER 31, 2012**  
**(UNAUDITED)**

12 months ending december 31, 2012

(Unaudited)

12 months ending June 30 , 2012	2012	2011
<b>Cash Flow from Operating Activities</b>		
Net Income	\$6,217	\$-71,932
Adjustments		
Depreciation Expense		
Amortization Expense		
Gain on Sale of Equipment		
Decrease in Accounts Receivable	- \$ 2,701	\$19,791
Decrease in Unearned Rent Revenue		
Decrease in Inventories		
Decrease in Accounts Payable	- \$ 14,911	\$115,427
Increase in Prepaid Expenses		
Increase in Income Taxes Payable		
<b>Net Cash Provided by Operating Activities</b>	<b>-\$11,495</b>	<b>\$63,286</b>
<b>Cash Flow from Investing Activities</b>		
Purchase of Available for Sale Securities - Debt conversion	\$-	\$
Sale of Equipment		
Purchase of Forest Bio Products		
<b>Net Cash Used in Investing Activities</b>	<b>\$-</b>	<b>\$</b>
<b>Cash Flow from Financing Activities</b>		
Repayment of Debts		
Issuance of Debts	\$-	\$
Payment of Cash Dividends	\$-	\$
Issuance of Common Stock	\$-	\$
Repurchase of Common Stock		
<b>Net Cash Used in Financing Activities</b>	<b>\$-</b>	<b>\$</b>
Net Increase/Decrease in Cash and Equivalents		
Cash and Equivalents, Beginning of Year	\$6,255	\$75,143
<b>Cash and Equivalents, End of Year</b>		

**NOTES TO FINANCIAL STATEMENTS**  
**12 MONTHS ENDING DECEMBER 31, 2012**  
**(UNAUDITED)**

**NOTE 1 - BASIS OF PRESENTATION**

The accompanying unaudited consolidated financial statements of The Company have been prepared in accordance with accounting principles generally accepted in the United States of America. In the opinion of management, all adjustments, consisting of normal recurring adjustments, necessary for a fair presentation of financial position and the results of operations for the interim periods presented have been reflected herein. The results of operations for interim periods are not necessarily indicative of the results to be expected for the full year.

The enclosed financial statements of the company are unaudited and to the knowledge of management are accurate representations of the company's financial conditions.

With the execution of our service contract with the Federation of St Kitts in July 2012 we are now in position to deploy our consulting practices to island economies in the Caribbean region. More particularly we intent to seek ISO 50001 certification as trainers for the purpose of offering ISO 50001 services in energy management globally. In September 2012, the company presented a inception report and since then has been awaiting payment from the Federation of St Kitts.

**Compensatory arrangements**

All payments made to employees and contractors in the reporting period were based on contingency payments.

**Note 2: Subsequent events**

In February 2012, the Company was granted a consulting contract by Nova Scotia Power to assess biomass measurement methodologies for the purpose of supporting a 65MWe biomass burning power plant.

**CERTIFICATION**

Danny Wong

Chief Executive Officer

February 28, 2013