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**BUILDING TURBINES, INC.**  
**F/K/A HYPERBARIC OXYGENATION CORPORATION**

7703 North Lamar Blvd  
Suite 510  
Austin, Texas 78752

**☒ 2011 ANNUAL REPORT**

**UNAUDITED CONSOLIDATED COMPARITIVE FINANCIAL STATEMENTS**  
**MANGEMENT DISCUSSION AND ANALYSIS**

For the twelve month period ended September 30, 2011

TICKER: BLDW  
CUSIP: 120128 103

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**BUILDING TURBINES, INC**

# **F/K/A HYPERBARIC OXYGENATION CORPORATION**

And Subsidiaries  
**Unaudited Comparative  
Financial Statements**

For the Twelve Months Ending  
September 30, 2011 and September 30, 2010

7703 North Lamar Blvd  
Suite 510  
Austin, Texas 78752

120128 103

(CUSIP)

Trading Symbol: BLDW

## **Certification**

The accompanying unaudited consolidated financial statements of Building Turbines, Inc. have been prepared in accordance with accounting principles generally accepted in the United States of America. They do not include all information and footnotes required by generally accepted accounting principles. In the opinion of management, the accompanying financial statements, and the notes thereto, represent a fair presentation of the financial position and results of the Company at September 30, 2011 and September 30, 2010 respectively. The consolidated financial statements notes thereto should be read in conjunction with these financial statements, accordingly these financial statements were not designed to be used without such notes.

/S/ John F. Graham, Sr.

Chief Executive Officer and Chairman

January 4, 2012

**BUILDING TURBINES, INC.**  
**Formerly: Hyperbaric Oxygenation Corporation**  
**(A DEVELOPMENT STAGE COMPANY)**  
**Balance Sheet**  
**(Unaudited)**

	September 30, 2011	September 30, 2010
<b>ASSETS</b>		
Current Assets		
Cash	697	
<u>Other Current Assets</u>		
Inventory- Electrical Equipment	4,190	
Related Party Receivables	3,200	
<b>Total Other Current Assets</b>	<b>7,390</b>	
<b>Total Current Assets</b>	<b>8,087</b>	
Fixed Assets		
Demonstration Wind Turbines	50,000	-
<u>Other Assets</u>		
Goodwill (net of impairment)	1,003,002	
Patents and Other Intellectual Property	125,000	
Syndication Costs	114,000	
Other Intangible & Leaseholds - Note 5	1	1
Investments	1	1
<b>Total Other Assets</b>	<b>1,242,004</b>	<b>2</b>
<b>TOTAL ASSETS</b>	<b>1,300,091</b>	<b>2</b>
<b>LIABILITIES &amp; EQUITY</b>		
Liabilities		
Current Liabilities		
Total Accounts Payable	159,734	40,700
Other Current Liabilities		
A/P-John F Graham, Sr	3,543	
China Mezzanine Loan	7,164	
Due to Shareholders - Note 7	75,000	247,814
<b>Total Other Current Liabilities</b>	<b>85,707</b>	<b>247,814</b>
<b>Total Current Liabilities</b>	<b>245,441</b>	<b>288,514</b>
Long Term Liabilities	236,580	-
Shareholders' Equity		
Common Stock		
500,000,000 Common Shares authorized with a par value of \$.001 each 165,171,727 and 26,451,001 shares issued and outstanding respectively	165,172	26,457
Additional Paid In Capital	5,194,256	3,808,727
<b>Total INVESTMENTS</b>	<b>5,359,427</b>	<b>3,835,184</b>
Donated Capital	115,000	115,100
Accumulated Deficit	(4,656,358)	(4,238,796)
<b>Total Equity</b>	<b>818,070</b>	<b>(288,512)</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>\$ 1,300,091</b>	<b>\$ 2</b>

**BUILDING TURBINES, INC.**  
**Formerly: Hyperbaric Oxygenation Corporation**  
**(A DEVELOPMENT STAGE COMPANY)**  
**Income Statement**  
**(Unaudited)**

	Twelve Months Ended September 30, 2011	Twelve Months Ended September 30, 2010
Sales	\$ 30,000	\$ -
Total Cost of Goods Sold	61,816	
Gross Profit	(31,816)	-
<u>Expense</u>		
Advertising and Promotion	6,252	
Auto Expenses	1,660	
Automobile Expense	71	
Bank Service Charges	347	
Business Licenses and Permits	325	
Contract Labor	29,136	35,000
Dues and Subscriptions	275	
Education & Training	2,167	
Total Insurance Expense	4,796	
Interest Expense	3,866	
Management	141,406	37,500
Materials Expense	41,390	
Meals and Entertainment	4,418	
Miscellaneous Expense	338	
Office Equipment	351	
Office Supplies	849	1,350
Patent expenses	5,802	
Postage and Delivery	76	
Printing and Reproduction	167	
Total Professional Fees	21,328	5,700
Total Project Costs	57,631	
Public Company Related BLDW	1,891	350
Public Relations	1,350	
Rent Expense	10,250	
Repairs and Maintenance	478	
Research & Development	466	
Telephone Expense	835	
Travel Expense	2,493	
Total Expense	340,411	79,900
Net Ordinary Income	(372,227)	(79,900)
Net Other Income	12	
Net Income	\$ (372,215)	\$ (79,900)
Loss Per Common Share	\$ (0.002)	\$ (0.003)
Weighted Average Number of Common Shares	165,171,727	26,457,001

**BUILDING TURBINES, INC.**  
**Formerly: Hyperbaric Oxygenation Corporation**  
**(A DEVELOPMENT STAGE COMPANY)**  
**Statement of Cash Flows**  
**(Unaudited)**

	Year Ended September 30, 2011	Year Ended September 30, 2010
<b>Cash Flow from Operating Activities</b>		
Net Loss for the Period	\$ (417,562)	\$ (79,900)
Add: Non-cash Expenses		
Accounts Payable	119,034	40,700
Other Current Liabilities	(162,107)	
Inventory	(4,190)	
Related Party Receivables	(3,200)	
Goodwill (net of impairment)	(1,003,002)	
Patents and Other Intellectual Property	(125,000)	
Syndication Costs	(114,000)	
Donated Expenses	-	1,700
Management Fee	-	37,500
Other Assets	1,242,002	
<b>Cash Flow From Operating Activities</b>	<b>(468,024)</b>	<b>-</b>
<b>Cash Flow from Investing Activities</b>		
Equipment Purchases	(50,000)	-
<b>Net Cash Used in Investing Activities</b>	<b>(50,000)</b>	<b>-</b>
<b>Cash Flow from Financing Activities</b>		
Related Party Loans	236,580	
Proceed from Common Stock sale	282,141	
<b>Cash Flow from Financing Activities</b>	<b>518,721</b>	<b>-</b>
Increase in Cash Flows	697	-
Cash, beginning of Period	-	-
<b>Cash, End of Period</b>	<b>\$ 697</b>	<b>\$ -</b>

**HYPERBARIC OXYGENATION CORPORATION**  
**(A DEVELOPMENT STAGE COMPANY)**  
**STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY (DEFICIT)**  
For the Period From Inception (November 17, 1997) to September 30, 2011  
(Unaudited)

	Common Stock		Additional Paid - in Capital	Donated Capital	Share Subscriptions Receivable	Accumulated Deficit	Total Stockholders' Equity (deficit)
	Shares	Amount					
Balance, November 17, 1997 (Date of inception)	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Issuance of stock at \$.00025 per share for services	20,000,000	20,000	(15,000)	-	-	-	5,000
Issuance of stock at \$.25 per share for debt	58,000	58	14,442	-	-	-	14,500
Issuance of stock at \$.25 per share for cash	568,000	568	141,432	-	-	-	142,000
Net loss for the year	-	-	-	-	-	(62,955)	(62,955)
Balance, September 30, 1998	20,626,000	20,626	140,874	-	-	(62,955)	98,545
Issuance of stock at \$.25 per share for cash	273,000	273	67,977	-	-	-	68,250
Issuance of stock at \$.25 per share for debt	16,000	16	3,984	-	-	-	4,000
Issuance of stock at \$.375 per share for cash	695,072	695	259,957	-	(10,418)	-	250,234
Issuance of stock at \$.125 per share for cash upon exercise of option	274,000	274	33,976	-	-	-	34,250
Net loss for the year	-	-	-	-	-	(68,338)	(68,338)
Balance, September 30, 1999	21,884,072	21,884	506,768	-	(10,418)	(131,293)	386,941
Share subscriptions received	-	-	-	-	10,418	-	10,418
Issuance of stock at \$.50 per share for cash	447,200	447	223,153	-	-	-	223,600
Balance forward	22,331,272	\$ 22,331	\$ 729,921	\$ -	\$ -	\$ (131,293)	\$ 620,959

## HYPERBARIC OXYGENATION CORPORATION

(A DEVELOPMENT STAGE COMPANY)

### STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY (DEFICIT) - continued

For the Period From Inception (November 17, 1997) to September 30, 2011

(Unaudited)

	Common Stock		Additional Paid - in Capital	Donated Capital	Share Subscriptions Receivable	Accumulated Deficit	Total Stockholders' Equity (deficit)
	Shares	Amount					
Balance forward	22,331,272	\$ 22,331	\$ 729,921	\$ -	\$ -	\$ (131,293)	\$ 620,959
Issuance of stock at \$.50 per share for cash upon exercise of option	113,332	113	56,553	-	-	-	56,666
Issuance of stock at \$.75 per share for cash	836,208	836	626,320	-	-	-	627,156
Issuance of stock at \$.75 per share for cash upon exercise of option	48,000	48	35,952	-	-	-	36,000
Issuance of stock at \$1.125 per share for cash	947,620	948	1,065,125	-	(48,680)	-	1,017,393
Net loss for the year	-	-	-	-	-	(873,695)	(873,695)
Balance, September 30, 2000	24,276,432	24,276	2,513,870	-	(48,680)	(1,004,988)	1,484,479
Share subscriptions received				-	48,680		48,680
Issuance of stock at \$1.125 per share for cash	6,000	6	6,744	-	-	-	6,750
Issuance of stock at \$1.5 per share for cash	74,672	75	111,933	-	-	-	112,008
Issuance of stock at \$.75 per share for services	84,000	84	62,916	-	-	-	63,000
Issuance of stock at \$1.125 per share for cash upon exercise of option	23,600	24	26,526	-	-	-	26,550
Issuance of stock at \$1.50 per share for cash upon exercise of option	106,100	106	159,044	-	-	-	159,150
Issuance of stock at \$2 per share for cash	242,815	243	485,387	-	-	-	485,630
Issuance of stock at \$2.25 per share for cash	174,697	175	392,894	-	(15,700)	-	377,368
Net loss for the year				-	-	(447,744)	(447,744)
Balance, September 30, 2001	24,988,316	\$ 24,988	\$ 3,759,315	\$ -	\$ (15,700)	\$ (1,452,732)	\$ 2,315,871

# HYPERBARIC OXYGENATION CORPORATION

(A DEVELOPMENT STAGE COMPANY)

## STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY (DEFICIT) - continued

For the Period From Inception (November 17, 1997) to September 30, 2011

(Unaudited)

	Common Stock		Additional Paid - in Capital	Donated Capital	Share Subscriptions Receivable	Accumulated Deficit	Total Stockholders' Equity (deficit)
	Shares	Amount					
Balance forward	24,988,316	\$ 24,988	\$ 3,759,315	\$ -	(15,700)	\$ (1,452,732)	\$ 2,315,871
Share subscriptions received				-	15,700		15,700
Issuance of stock at \$.03 per share for cash	1,468,685	1,469	49,412	-	-	-	50,881
Net loss for the year	-	-	-	-	-	(1,927,307)	(1,927,307)
Balance, September 30, 2002	26,457,001	26,457	3,808,727	-	-	(3,380,039)	455,145
Net income for the year	-	-	-	-	-	203,156	203,156
Balance, September 30, 2003	26,457,001	26,457	3,808,727	-	-	(3,176,883)	658,301
Net income for the year	-	-	-	-	-	447,744	447,744
Balance, September 30, 2004	26,457,001	26,457	3,808,727	-	-	(2,729,139)	1,106,045
Net loss for the year	-	-	-	-	-	(1,046,731)	(1,046,731)
Balance, September 30, 2005	26,457,001	\$ 26,457	3,808,727	-	-	(3,775,870)	59,314
Net loss for the year	-	-	-	30,000	-	(261,851)	(231,851)
Balance, September 30, 2006	26,457,001	26,457	3,808,727	30,000	-	(4,037,721)	(172,537)
Net loss for the year	-	-	-	30,000	-	(40,475)	(10,475)
Balance, September 30, 2007	26,457,001	26,457	3,808,727	60,000	-	(4,078,196)	(183,012)
Net loss for the year	-	-	-	30,000	-	(39,910)	(9,910)
Balance, September 30, 2008	26,457,001	26,457	3,808,727	90,000	-	(4,118,106)	(192,922)
Net loss for the year	-	-	-	30,000	-	(40,790)	(10,790)
Balance, September 30, 2009	26,457,001	\$ 26,457	\$ 3,808,727	\$ 120,000	\$ -	\$ (4,158,896)	\$ (203,712)
Net loss for the year	-	-	-	(4,900)	-	(79,900)	(84,800)
Balance, September 30, 2010	26,457,001	\$ 26,457	\$ 3,808,727	\$ 115,100	\$ -	\$ (4,238,796)	\$ (288,512)
Shares Issued for Acquisition	121,699,998	\$ 121,700	\$ 1,095,302				\$ 1,217,002
Net Loss for the Period	-	\$ -	\$ -	\$ -	\$ -	\$ (20,947)	\$ (20,947)
Balance, December 31, 2010	148,156,999	\$ 148,157	\$ 4,904,029	\$ 115,100	\$ -	\$ (4,259,743)	\$ 907,543

**HYPERBARIC OXYGENATION CORPORATION**

**(A DEVELOPMENT STAGE COMPANY)**

**STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY (DEFICIT) - continued**

**For the Period From Inception (November 17, 1997) to September 30, 2011**

**(Unaudited)**

	Common Stock		Additional Paid - in Capital	Donated Capital	Share Subscriptions Receivable	Accumulated Deficit	Total Stockholders' Equity (deficit)
	Shares	Amount					
<b>Balance Forward</b>	148,156,999	\$ 148,157	\$ 4,904,029	\$ 115,100	\$ -	\$ (4,259,743)	\$ 907,543
<b>Issuance of stock for cash at \$.037 per share</b>	2,702,703	\$ 2,703	\$ 97,297				\$ 100,000
<b>Debt Conversion into Common Stock</b>	8,700,000	\$ 8,700	\$ 41,300				\$ 50,000
<b>Other Adjustments</b>				\$ (100)			\$ (100)
<b>Net Loss for the Period</b>	-	\$ -	\$ -	\$ -	\$ -	\$ (114,085)	\$ (114,085)
<b>Balance, March 31, 2011</b>	159,559,702	\$ 159,560	\$ 5,042,626	\$ 115,000	-	(4,373,828)	943,358
<b>Issuance of Stock for Cash at \$.037 per share</b>	3,657,684	\$ 3,658	\$ 111,676				\$ 115,334
<b>Net Loss for the Period</b>	-	\$ -	\$ -	\$ -	\$ -	\$ (168,933)	\$ (168,933)
<b>Balance June 30, 2011</b>	163,217,386	\$ 163,217	\$ 5,154,302	\$ 115,000	\$ -	\$ (4,542,761)	\$ 889,759
<b>Issuance of Stock for Cash at \$.037 per share</b>	1,954,341	\$ 1,954	\$ 63,350				\$ 65,304
<b>Net Loss for the Period</b>	-	\$ -	\$ -	\$ -	\$ -	\$ (136,993)	\$ (136,993)
<b>Balance, September 30, 2011</b>	165,171,727	\$ 165,172	\$ 5,217,652	\$ 115,000	\$ -	\$ (4,679,754)	\$ 818,070

## **Building Turbines, Inc.**

**(A Development Stage Company)**

### **NOTES TO THE FINANCIAL STATEMENTS**

**(UNAUDITED)**

#### **1. ORGANIZATION**

Building Turbines, Inc (the "Company") was incorporated on November 17, 1997 pursuant to the laws of the State of Nevada. The Company changed its name from Hyperbaric Oxygenation Corporation to Building Turbines, Inc. in December 30 of 2010, with an effective date of January 19, 2011. The Company's original planned business was the selling of hyperbaric oxygenation and other health treatments and health products through its own health centres. In 2010 the Company decided to change its business operations to the design, manufacture and sale of roof-top wind turbines when it acquired all of the assets of Building Turbines, LLC for 121,699,998 shares of restricted common stock in December of 2010.

The Company is a Development Stage Enterprises, as defined in the Financial Accounting Standards Board ("SASB") Accounting Standards Codification ("ASC") Topic 205-915, "Development Stage Entities." Since inception, it has devoted substantially all of its efforts to establish its business and its planned principal operations have not yet reached full operation. All losses accumulated since inception has been considered as part of the Company's development stage activities.

The Company was introduced to the principals of Building Turbines, LLC and decided to pursue the acquisition of all of their assets, intellectual property and goodwill in December of 2010. Since this transaction, the Company is in the business of designing, manufacturing and selling roof-top wind turbines for the commercial marketplace. More information about the Company is available at [www.buildingturbines.com](http://www.buildingturbines.com)

#### **2. BASIS OF PRESENTATION**

The accompanying consolidated financial statements have been prepared on a "going concern" basis in accordance with United States generally accepted accounting principles ("GAAP"). The "going concern" basis of presentation assumes that the Company will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. The Company has accumulated operating losses of \$4,607,145 and had only \$30,000 in revenues for the past 4 years. The Company is dependent upon shareholders to provide funding for operations and it has no banking facilities.

These financial statements do not include any adjustments that would be necessary should the Company be unable to continue as a going concern.

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### *Cash and cash equivalents*

The Company considers all highly liquid instruments with a maturity of three months or less at the time of issuance to be cash equivalents.

#### *Revenue Recognition*

Revenue is recognized when services and goods are contracted for, the service is provided or the title to the goods passes hands and collectability is reasonably assured.

#### *Intangible assets and impairment*

The hyperbaric business intangible assets consist of protocols and customer relationship data, and were amortized on a straight-line basis as follows: protocols – 5 years and customer relationship data – 10 years. Protocol costs represent the cost incurred in developing the proprietary database used in the delivery of care and therapy services to patients. The database contains the results of over 100,000 original scientific studies and peer reviewed research articles drawn from over 1,000,000 abstracts related to science-based natural medicine.

In December of 2010 the Company acquired all of the assets and goodwill of Building Turbines, LLC “the Acquired Assets.” The Company acquired these assets for 121,699,998 shares of the Company’s restricted common stock. The last trading price of the stock was \$0.01 (one cent) and as such, the parties agreed to use this as “fair value” for the pricing of the acquired assets. The Company allocated this fair value purchase price for the assets in accordance with the principles of FAS 141R. This allocation of fair value purchase price resulted in the recognition of the following categories of intangible assets:

Goodwill	\$ 1,003,002
Intellectual Property and Patents	\$ 125,000
Syndication Costs	\$ 114,000

U.S. generally accepted accounting principles require that long-lived assets and intangibles to be held and used by the Company, be reviewed for possible impairment, whenever events or changes in circumstances indicated that the carrying amount of an asset may not be recoverable. If changes in circumstances indicate that the carrying amount of an asset that an entity expects to hold and use may not be recoverable, future cash flows expected to result from the use of the asset and its disposition must be estimated. If the undiscounted value of the future cash flows is less than the carrying amount of the asset, impairment is recognized. Effective September 30, 2005, management recognized an impairment charge to reduce the carrying value of the hyperbaric intangible assets to a nominal value of \$1. Management tested the Acquired Assets for impairment and concluded that no impairment exists.

### ***Fair Value Measurements***

The Company follows FASB ASC 820, "Fair Value Measurements and Disclosures," for all financial instruments and non-financial instruments accounted for at fair value on a recurring basis. This accounting standard established a single definition of fair value and a framework for measuring fair value, sets out a fair value hierarchy to be used to classify the source of information used in fair value measurement and expands disclosures about fair value measurements required under other accounting pronouncements. It does not change existing guidance as to whether or not an instrument is carried at fair value. The Company defines fair value as the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. When determining the fair value measurements for assets and liabilities, which are required to be recorded at fair value, the Company considers the principal or most advantageous market in which the Company would transact and the market-based risk measurements or assumptions that market participants would use in pricing the asset or liability, such as inherent risk, transfer restrictions and credit risk. The Company has adopted FASB ASC 825, "Financial Instruments", which allows companies to choose to measure eligible financial instruments and certain other items at fair value that are not required to be measured at fair value. The Company has not elected the fair value option for any eligible financial instruments.

As required by ASC 820, assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

Due to related parties is reflected in the balance sheets at carrying value, which approximates fair value due to its short-term nature.

### ***Foreign Currency Translation***

The Company's functional currency is U.S. Dollars. Foreign currency balances are translated into U.S. dollars as follows:

Monetary assets and liabilities are translated at the period-end exchange rate. Non-monetary assets are translated at the rate of exchange in effect at their acquisition, unless such assets are carried at market or nominal value, in which case they are translated at the period-end exchange rate. Revenue and expense items are translated at the average exchange rate for the period. Foreign exchange gains and losses in the period are included in operations.

### ***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### **3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - *Continued***

#### ***Basic and Diluted Net Income (Loss) Per Share***

The Company computes net loss per share in accordance with FASB ASC Topic 260, "Earnings per Share". This topic requires presentation of both basic and diluted earnings per share ("EPS") on the face of the income statement. Basic loss per share is computed by dividing net loss available to common shareholders by the weighted average number of common shares outstanding during the year. Diluted EPS gives effect to all dilutive potential common shares outstanding during the year including stock options, using the treasury stock method, and convertible preferred stock, using the if-converted method. In computing diluted EPS, the average stock price for the year is used in determining the number of shares assumed to be purchased from the exercise of stock options or warrants. Diluted EPS excludes all dilutive potential common shares if their effect is anti dilutive.

#### ***Income taxes***

The Company follows FASB ASC Topic 820, "Income Taxes" which requires the use of the asset and liability method of accounting for income taxes. Under this method, deferred tax assets and liabilities are recognized for future tax consequences attributable to temporary differences between the financial statements carrying amounts of existing assets and liabilities and loss carry forwards and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the year in which those temporary differences are expected to be recovered or settled.

#### ***Recent accounting pronouncements***

The Company adopts new pronouncements relating to generally accepted accounting principles applicable to the Company as they are issued, which may be in advance of their effective date. Management does not believe that any recently issued, but not yet effective, accounting standards if currently adopted would have a material effect on the accompanying financial statements.

#### 4. INTANGIBLE ASSETS – Consist of

	Cost	Accumulated Amortization	Net Book Value	Charge for Impairment	Net Book Value	Net Book Value
Intangible Assets						
Protocols	\$ 268,682	\$ 228,091	\$ 40,591	\$ (40,590)	\$ 1	\$ 1
Customer data	20,000	4,667	15,333	(15,333)	-	-
Goodwill	1,003,002	-	1,003,002	-	1,003,002	-
Patents and Other Intellectual Property	125,000	-	125,000	-	125,000	-
Syndication Costs	114,000	-	114,000	-	114,000	-
Total	\$ 1,530,684	\$ 232,758	\$ 1,297,926	\$ (55,923)	\$ 1,242,003	\$ 1

#### 5. INVESTMENTS

During the 2002 fiscal year, the Company transferred 5 of its hyperbaric chambers and corresponding support equipment to a company under common control for 1,000,000 shares of that company, representing approximately 10% of the outstanding shares. As the sale was a non-arms length transaction, it was recorded at the estimated fair market value of the assets disposed as per Accounting Principles Board (APB) Opinion #29. No independent appraisal was performed and no gain or loss was recognized. Since the investment, the company under common control has not generated any income and during the year ended September 30, 2005, the investment was written down to a nominal value.

#### 6. LITIGATION

No legal action has been brought against the Company. The Company received correspondence from one possible claimant but significant time has passed since any discussions or representations have been made and the Company does not believe any legal action will result. No amounts have been provided for in the accounts.

#### 7. RELATED PARTY BALANCES AND TRANSACTIONS

Amounts due to related parties represent advances made by shareholders, which in some cases are officers and directors and in some cases are non-affiliate third parties. The advances were without interest or specific terms of repayment.

Directors donated management fees of \$2,500 per month starting in the fiscal year ending September 30, 2006, and this practice ended on September 30, 2010. These amounts are classified as donated capital on the balance sheets.

Amounts are due to non-affiliated shareholders for service in the amount of \$75,000. Notes payable to shareholders were \$236,580 at the balance sheet date.

On March 17, 2011 a shareholder was issued 8,700,000 shares of free trading common stock in exchange for the conversion of \$50,000 of debt which had originally been funded in 2008.

## **8. CONVERTIBLE LOANS AND WARRANTS**

As of September 30, 2011 the company has loans that are convertible into 7,500,000 shares of common stock and warrants issued to multiple shareholders which may be exercised to purchase up to 39,500,000 common shares at an exercise price of \$.15 (fifteen cents). These warrants expire if not exercised before June 30, 2014. **Both the conversion of this debt, or the exercise of these warrants, would result in significant dilution to the shareholders.**

## **9. SUBSEQUENT EVENTS**

In September 2011 a shareholder converted \$25,000 in convertible loans into 2,500,000 shares of common stock.

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**BUILDING TURBINES, INC.**  
**F/K/A HYPERBARIC OXYGENATION CORPORATION**

**Management's Discussion and Analysis**

**Annual Report 2011**

**For the Twelve Months Ended**  
**September 30, 2011**  
**and September 30, 2010**

7703 North Lamar Blvd  
Suite 510  
Austin, Texas 78752

TICKER: BLDW

CUSIP: 120128 103

This Management Discussion and Analysis ("MD&A") reviews the activities Building Turbines, Inc. ("BLDT", "We" or "Us") and its subsidiaries, and compares the financial results of the year ended September 30, 2011 with the same period of 2010. The MD&A should be read in conjunction with the unaudited consolidated financial statements and

accompanying notes for all relevant periods. Copies of which are attached, and are also filed on [www.otcmarkets.com](http://www.otcmarkets.com).

The Company prepares its consolidated financial statements in accordance with accounting standards generally accepted in the United States. All dollar amounts presented are expressed in United States Dollars unless otherwise noted.

## **FORWARD LOOKING INFORMATION**

Except of statements of historical fact, the discussion and analysis of financial performance and position including, without limitation, statement regarding projections, future plans, and objectives of Building Turbines, Inc. are forward-looking statements that are subject to various risks and uncertainties. Forward-looking statements are based on management experience, historical results, current expectations and analyses, trends, government policies, and current business and economic conditions, including BLDT's analysis of its product and service offerings and its expectations regarding the effects of anticipated product and service offering changes and the potential benefits and such efforts and activities on BLDT's results of operations in future periods. There can be no assurance that such statements will prove to be accurate; actual results and future events could differ materially from those anticipated in such statements.

## **DESCRIPTION AND OVERVIEW OF THE BUSINESS**

### **Our History**

On November 17, 2007 the Company was incorporated under the laws of the State of Nevada, as "Hyperbaric Oxygenation Corporation". The Company changed its name to "Building Turbines, Inc." on December 30, 2010 with an effective date of January 19, 2011.

The Company was established to engage in the development of hyperbaric oxygenation and other holistic and functional healthcare treatments, as well as to operate several hyperbaric oxygenation health centers in British Columbia, Canada. The treatment that the Company provided was a proprietary protocol system based on worldwide research and clinical experience in the field of science-based natural medicine, clinical nutrition, biochemistry and functional medicine. These protocols were continually developed until late 2010 when the Company acquired all of the assets of Building Turbines, LLC in order to shift the Company's business plan from alternative medical treatments to the design, manufacture and sale of small building mounted wind turbines.

The Company now offers a unique, patented wind turbine product that can bring the dream of clean, affordable wind energy to a reality. The turbine is equipped with a 5.0kW or a 3.5kW alternator, and is lightweight, low profile, low maintenance, and creates almost no noise or vibration. To our knowledge there is no other wind turbine in existence with these exemplary and robust structural, mechanical and electrical characteristics that are particularly important when mounting a renewable energy system onto a building's roof.

Building Turbines, Inc.'s innovative and patented turbine design is ideal for urban settings. The turbine creates reliable, cost-effective, clean and on-site renewable electricity with little building modification required. Building Turbines' horizontal-axis wind turbines ("HAWT") easily mount onto commercial buildings with flat roofs and turn historically dead space into power producing real estate. The unique design rests on HVAC-style curbs and is mounted

along the roof's edge next to the parapet wall. The turbine takes full advantage of what is called a "parapet vortex" which naturally occurs as wind accelerates up the side of a building and crests over the roof top edge. The axis of the turbine is centered in this vortex capturing maximum electrical power generation capability from the wind.

The turbine has a permanent magnet generator (PMG) that generates electricity when the turbine spins. The power is routed from the alternator to the inverter where it is converted into AC power. The grid-tie inverter has the necessary protection circuitry for grid interconnection and converts the power to the proper uniformity in alternating current for consumption by the building at its main AC panel. Each kW consumed by the building's AC panel that was provided by clean, renewable, GHG-emissions-free wind turbines on the building's roof directly offsets a kW that would have been purchased from the grid.

Building Turbines, Inc. has demonstrated and documented the production of 5.0 kW from its alpha unit in Austin, Texas. The patented design captures the maximum wind energy from the natural vortex created at roof tops. The BT-5000 has a 10ft x 25ft footprint and weighs under 1,000 pounds. Its design allows for secure roof-top mounting with minimal modifications. No towers are required, making it well-suited for urban environments where low profiles, ease of installation and an appealing design are desirable.

BT turbines are environmentally friendly in that they produce little noise, vibration or green-house gasses, and can produce clean, renewable energy 24 hours a day. They need little maintenance and have a working life of twenty years. They present no transmission line issues, as the electricity is used on-site, and the equipment can be used in conjunction with photo-voltaic and "green" building technologies.

Wind turbines are a "scalable" solution. Turbines can be added to an existing system, limited only by available roof space. Multiple units can share the same distribution wiring and storage infrastructure, even that of other photo-voltaic systems. Storage battery systems can be added for "Peak Shaving".

The Building Turbine's Rooftop technology takes advantage of the natural force of wind as it interacts with a building. When the wind accelerates up the side of a building and reaches the edge of the rooftop it creates a vortex that aligns with the horizontal axis turbine for maximum efficiency. The Building Turbines' innovative and patented design lends to an affordable, competitive solution that has many competitive advantages and is effective at creating power at its source, for direct use by the building owner.

- Wind Power is completely renewable with zero emissions
- Wind Power generated and consumed at the same location can help alleviate a stressed and antiquated grid system and also help reduce dependence on foreign energy sources
- Our Turbine can generate electricity even at moderately low (8+ Mph) wind speeds
- Our Turbine is cost effective, given appropriate wind conditions
- In some cases, Federal, state, and city rebates are available to reduce capital costs even further
- Our solution produces power on-site where it is needed at a low cost
- Wind Power can create power 24 hours per day (with sufficient minimal wind speeds, unlike Solar)

- Our Solution is scalable and configurable. Multiple electrical configuration possibilities to maximize flexibility:
  - No storage via batteries (generate and consume directly in building)
  - Storage via batteries with 'smart meter' technology to directly offset peak usage times and achieve maximum savings
- Our solution can provide increased 'independence' for the building (if grid goes down, the wind turbine can still produce on-site power)
- Our Wind Power solution is complimentary to solar thus creating potential cost optimization opportunities (shared 'system')

Some images of our products:



## OVERALL PERFORMANCE

### Comparative Figures

Certain comparative figures have been reclassified to conform to the presentation of the 1st Quarter 2011 (the three months ended December 31, 2010) and 1st Quarter 2010 (the three months ended December 31, 2009) results. Management does not believe that these reclassifications have created a material impact on the results of operations for the period.

### Selected Quarterly Information

	<u>Annual 2011</u>	<u>Annual 2010</u>
Revenues	\$ 30,000	\$ 0.00
Cost of Sales	\$ 61,816	\$ 0.00
SG&A Expenses	\$ 340,411	\$ 79,900
Net Loss	(\$ 372,215)	(\$ 79,900)
Net Loss Per Common Share	(\$0.002)	(\$0.003)

As we are a currently a development stage enterprise and are solely focused on developing our technologies, products and performing our pre-market testing with our beta test customers, we have sold one system that is undergoing beta testing with a major corporation in Corpus Christi, Texas.

**The following is a discussion of certain expense categories:**

*Selling general and administrative*

The Company experienced a net \$ 260,511 increase in selling general and administrative expenses year over year as we change from a protocol development company to an operating wind turbine manufacturer and seller. We expect to increase SGA costs in future quarters as we scale our organization for the sale and distribution of our products in the future.

*Amortization*

In 2005 the Company recognized an impairment expense for substantially all of its intellectual property, as a result, the Company does not have any amortizable assets on its balance sheet, and therefore recognizes no amortization.

*Bad Debt*

The Company did not experience any bad debt in Fiscal Year 2011 or Fiscal Year 2010.

*Income Tax*

No provision for income tax was made for Fiscal Year 2011 or Fiscal Year 2010 as the Company experienced negative taxable net income in both periods.

**Operations**

The Company is currently focusing on developing our technologies, products and performing our pre-market testing with our beta test customers. We recently launched a beta test of our product with a major corporation in Corpus Christi Texas. The Company received it first revenues in the Third Quarter of Fiscal 2011.

**FINANCIAL POSITION, LIQUIDITY AND CAPITAL RESOURCES**

**Cash and Accounts Receivable**

The Company currently has very little cash and its expenses are wholly funded by investments and loans made by third parties and shareholders. If these persons decided to stop investing or loaning funds into the Company it will cease operating.

**Liabilities**

Total liabilities decreased year to year by \$43,073. This decrease was due to the shareholders funding the company and recording such contributions as loans.

## **Shareholder's Equity**

Shareholder's equity increased during Fiscal Year 2011 by \$1,106,582 as a result the acquisition of all of the assets and goodwill of Building Turbines, LLC which was recorded at fair value of \$0.01 per share consideration exchanged to the Building Turbines, LLC owner and interested parties as well as the subscription (sale) of common stock by the Company to various shareholders. Other increases were attributable to the conversion of \$50,000 of debt into common stock.

## **Dividend**

The payment of dividends to shareholders will depend on a number of factors such as earnings, financial requirements and other factors that the Board of Directors considers relevant in the circumstances. The Company currently does not have the intention to pay dividends on the common or preferred shares. The Board of Directors will review this policy, from time to time, as circumstances change. To date, it has not declared or paid any dividends on any of its shares and does not expect to do so for the foreseeable future.

## **Transactions with related parties**

All related party transactions are recorded at the exchange amounts as agreed upon by the related parties. All material related party transactions are disclosed below:

Amounts due to related parties represent advances made by shareholders, which in some cases are officers and directors and in some cases are non-affiliated third parties. The advances were without interest or specific terms of repayment.

Directors donated management fees of \$2,500 per month starting in fiscal year ending September 30, 2006, and this practice ended September 30, 2010. These amounts are classified as donated capital on the Balance Sheet.

Amounts are due to non-affiliated shareholders, for services, in the amount of \$75,000 as of September 30, 2011. Notes payable to shareholders were \$ 236,580 at the Balance Sheet date.

On March 17, 2011, a shareholder was issued 8,700,000 shares of free trading common stock in exchange for conversion of \$50,000 of debt which had originally been funded in 2008.

## **RISK AND UNCERTAINTY FACTORS**

### **History of losses and anticipate that we may see continued losses for the foreseeable future**

The Company has incurred a net loss of \$(372,215) for Fiscal Year 2011 compared to net loss of (\$79,900) for Fiscal Year 2010. It is foreseeable that the Company will continue to sustain losses.

The Company 's ability to continue as a going concern is dependent on a myriad of factors, but most importantly the ability of the Company's shareholders and other parties to continue financing the operating expenses of the Company. The outcome of these matters cannot be predicted at this time.

***Any investment in the Company should be made only by those who can afford to lose their entire investment. Our business plan is centered around a new technology that is largely unproven, and as such it carries a high degree of risk of loss.***

### **Seasonality and Susceptibility to Economic Trends**

The Company is currently involved research and development activities only, however, demand for its products or technology may be affected by general economic trends, of which Management cannot reasonably predict at this time. The sales of our product depend on wind, which in some jurisdictions does not exist in sufficient quantities for power production. In addition, the wind may be seasonal, which can make our product not financially feasible in some markets.

### **Competition**

The alternative energy sector is extremely competitive and the Company, which is not adequately capitalized, may not be able to compete in this market.

### **Management**

The Company currently has a small executive management group, which is sufficient for its present size and operations. Although the Company's development to date has largely depended on and in the future will continue to depend upon the efforts of certain current executive management, the loss of a member of this group could have a material adverse effect on the Company. In the September 2011, Thomas Mezger joined the company's executive team as CFO. Mr. Mezger brings with him a wealth of experience in emerging technologies. Mr. Mezger has served as CFO for Valence Technology Inc, a NASDAQ listed public company and manufacturer of advanced Li-Ion batteries, and also as CFO and VP of Operations for Enhanced Messaging System, a wireless networking systems start-up. Mr. Mezger also has extensive global financial experience supporting sales, distribution, and manufacturing with Motorola and Precision Castparts Corporation. Mr. Mezger holds a BS degree in Accounting from Northern Illinois University.

### **Acquisitions**

In September 2011, the company entered into an agreement to acquire Green City Development LLC in exchange for common stock. The Company will continue to seek key strategic acquisitions for companies in both the United States and internationally. Historical financial results of these acquired companies may not be an indicator of future performance, therefore, it is possible that the Company may end up acquiring an operating company that becomes a financial burden to the Company. In this event it is possible that by acquiring an operating business, even in a wholly stock transaction that the Company becomes less financially viable than before the acquisition.

It is also possible, that an acquired Company may have significant legal and tax liabilities what were not made clear to the Company at the time of the transaction. While management exercises due care while performing due diligence on an acquired company (or target), it is possible that these liabilities may not be known to the Company until an enforcement action has begun. In this event, it is possible that the economic results of these actions may exceed the coverage of any indemnifications or escrow accounts created for these purposes.

## **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### ***Cash and cash equivalents***

The Company considers all highly liquid instruments with a maturity of three months or less at the time of issuance to be cash equivalents.

### ***Revenue Recognition***

Revenue is recognized when services and goods are contracted for, the service is provided or the title to the goods passes hands and collectability is reasonably assured.

### ***Intangible assets and impairment***

The hyperbaric business intangible assets consist of protocols and customer relationship data, and were amortized on a straight-line basis as follows: protocols – 5 years and customer relationship data – 10 years. Protocol costs represent the cost incurred in developing the proprietary database used in the delivery of care and therapy services to patients. The database contains the results of over 100,000 original scientific studies and peer reviewed research articles drawn from over 1,000,000 abstracts related to science-based natural medicine.

In December of 2010 the Company acquired all of the assets and goodwill of Building Turbines, LLC “the Acquired Assets.” The Company acquired these assets for 121,699,998 shares of the Company’s restricted common stock. The last trading price of the stock was \$0.01 (one cent) and as such, the parties agreed to use this as “fair value” for the pricing of the acquired assets. The Company allocated this fair value purchase price for the assets in accordance with the principles of FAS 141R. This allocation of fair value purchase price resulted in the recognition of the following categories of intangible assets:

Goodwill	\$ 1,003,002
Intellectual Property and Patents	\$ 125,000
Syndication Costs	\$ 114,000

US generally accepted accounting principles require that long-lived assets and intangibles to be held and used by the Company, be reviewed for possible impairment, whenever events or changes in circumstances indicated that the carrying amount of an asset may not be recoverable. If changes in circumstances indicate that the carrying amount of an asset that an entity expects to hold and use may not be recoverable, future cash flows expected to result from the use of the asset and its disposition must be estimated. If the undiscounted value of the future cash flows is less than the carrying

### ***Fair Value Measurements***

The Company follows FASB ASC 820, “Fair Value Measurements and Disclosures,” for all financial instruments and non-financial instruments accounted for at fair value on a recurring basis. This accounting standard established a single definition of fair value and a framework for measuring fair value, sets out a fair value hierarchy to be used to classify the

source of information used in fair value measurement and expands disclosures about fair value measurements required under other accounting pronouncements. It does not change existing guidance as to whether or not an instrument is carried at fair value. The Company defines fair value as the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. When determining the fair value measurements for assets and liabilities, which are required to be recorded at fair value, the Company considers the principal or most advantageous market in which the Company would transact and the market-based risk measurements or assumptions that market participants would use in pricing the asset or liability, such as inherent risk, transfer restrictions and credit risk. The Company has adopted FASB ASC 825, "Financial Instruments", which allows companies to choose to measure eligible financial instruments and certain other items at fair value that are not required to be measured at fair value. The Company has not elected the fair value option for any eligible financial instruments.

As required by ASC 820, assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

Due to related parties is reflected in the balance sheets at carrying value, which approximates fair value due to its short-term nature.

### ***Foreign Currency Translation***

The Company's functional currency is US Dollars. Foreign currency balances are translated into US dollars as follows:

Monetary assets and liabilities are translated at the period-end exchange rate. Non-monetary assets are translated at the rate of exchange in effect at their acquisition, unless such assets are carried at market or nominal value, in which case they are translated at the period-end exchange rate. Revenue and expense items are translated at the average exchange rate for the period. Foreign exchange gains and losses in the period are included in operations.

### ***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### ***Basic and Diluted Net Income (Loss) Per Share***

The Company computes net loss per share in accordance with FASB ASC Topic 260, "Earnings per Share". This topic requires presentation of both basic and diluted earnings per share ("EPS") on the face of the income statement. Basic loss per share is computed by dividing net loss available to common shareholders by the weighted average number of common shares outstanding during the year. Diluted EPS gives effect to all dilutive

potential common shares outstanding during the year including stock options, using the treasury stock method, and convertible preferred stock, using the if-converted method. In computing diluted EPS, the average stock price for the year is used in determining the number of shares assumed to be purchased from the exercise of stock options or warrants. Diluted EPS excludes all dilutive potential common shares if their effect is anti dilutive.

### **Income taxes**

The Company follows FASB ASC Topic 820, "Income Taxes" which requires the use of the asset and liability method of accounting for income taxes. Under this method, deferred tax assets and liabilities are recognized for future tax consequences attributable to temporary differences between the financial statements carrying amounts of existing assets and liabilities and loss carry forwards and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the year in which those temporary differences are expected to be recovered or settled.

### **Recent accounting pronouncements**

The Company adopts new pronouncements relating to generally accepted accounting principles applicable to the Company as they are issued, which may be in advance of their effective date. Management does not believe that any recently issued, but not yet effective, accounting standards if currently adopted would have a material effect on the accompanying financial statements.

### **INTANGIBLE ASSETS – Consist of**

	Cost	Accumulated Amortization	Net Book Value	Charge for Impairment	Net Book Value	Net Book Value
Intangible Assets						
Protocols	\$ 268,682	\$ 228,091	\$ 40,591	\$ (40,590)	\$ 1	\$ 1
Customer data	20,000	4,667	15,333	(15,333)	-	-
Goodwill	1,003,002	-	1,003,002	-	1,003,002	-
Patents and Other Intellectual Property	125,000	-	125,000	-	125,000	-
Syndication Costs	114,000	-	114,000	-	114,000	-
Total	\$ 1,530,684	\$ 232,758	\$ 1,297,926	\$ (55,923)	\$ 1,242,003	\$ 1

### **CONVERTIBLE LOANS AND WARRANTS**

As of September 30, 2011 the company has loans that are convertible into 7,500,000 shares of common stock and warrants issued to multiple shareholders which may be exercised to purchase up to 39,500,000 commons shares at an exercise price of \$.15 (fifteen cents). These warrants expire if not exercised before June 30, 2014. **Both the conversion of this debt, or the exercise of these warrants, would result in significant dilution to the shareholders.**

### **OUTLOOK**

The company is continuing to develop its technologies and products and is actively testing its finished wind turbines in multiple environments. The Company is currently in discussion with major museums, government organizations, retail and real estate operators and other

major businesses who are interested in purchasing the product and in some cases assisting with the beta testing of the product. The Company recently installed two test turbines on a major corporation location in Corpus Christi Texas. In September 2011, Building Turbines announced it had been selected as sponsoring company for The University of Texas Mechanical Engineering Design Project (MEDP) program. With the assistance of Austin Green Energy Group, the project successfully completed the set-up of a data acquisition system to enable Building Turbines to document the system's performance under various conditions at its Austin facility.

Due to the developmental nature of the Company at this point in time, it is difficult for Management to predict the outlook for the Company and Management believes that any investment in the Company at this stage carries with it a high degree of risk and should only be made by experienced investors who can afford to lose all of their investment.

### **Additional Disclosures**

#### **Legal Proceedings**

As of the date of these financial statements the Company was not involved in any legal proceedings. However, from time to time during the ordinary course of business the company may engage legal counsel for various actions.

#### **Defaults Upon Senior Securities**

The Company has not defaulted on any senior securities.

#### **Other Information**

None

#### **MD&A Exhibits**

Annual fiscal year end 2011 and 2010 and, Comparative Financial Statements and Notes are attached hereto. An issuer certification is also attached hereto. No other exhibits are attached.

## Issuer's Certifications

The certifying individual below hereby certifies that

- A. I have reviewed the Financial Statements for the twelve months ending September 30, 2011, (attached hereto) and MDA for the period covered and,
- B. 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
- C. 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 aspect the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

/S/ John F. Graham, Sr.

Chief Executive Officer and Chairman

January 4, 2012

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# BUILDING TURBINES, INC

F/K/A HYPERBARIC OXYGENATION CORPORATION

## Annual Information and Disclosure Statement

*For the Fiscal Year End September 30, 2011*

### **Item I: Exact name of issuer and its predecessor(s) and address of its Principal Offices**

#### **Issuer:**

Building Turbines, Inc (“BLDT”, the “Company”, “We”, “Us”)

#### **Predecessors:**

Formerly known as (up and until January 19, 2011) Hyperbaric Oxygenation Corporation

Continual existence as Hyperbaric Oxygenation Corporation since November 17, 1997

#### **Address of principal executive offices**

Principal Executive Offices:           7703 N. Lamar Blvd  
Ste 510  
Austin, Texas 78752  
[www.buildingturbines.com](http://www.buildingturbines.com)

Investor Relations Officer:           John F. Graham, Sr.  
7703 N. Lamar Blvd  
Ste 510  
Austin, Texas 78752

**Item II: The number and title and class of securities outstanding and authorized.**

Common Stock: 165,171,727 shares outstanding

CUSIP: 120128 103

Trading Symbol: BLDT

**Par or Stated value and description of the security.**

A. Par Value

Par Value of \$.001 per share

B. Common Stock

500,000,000 shares authorized

165,171,727 shares issued and outstanding

Voting Rights: 1:1

Preference: None

Dividend: No current or anticipated dividend

Change of control requires majority vote of shareholders

C. Preferred Stock

None

**The number of shares or total amount of securities outstanding for each class of securities authorized.**

	<u>Authorized</u>	<u>Outstanding</u>	<u>Float</u>	<u>Number of Shareholders</u>	<u>Beneficial Owners</u>
9/30/2010	500,000,000	165,171,727	1,682,824	840	840
12/31/2010	500,000,000	146,156,999	1,682,824	783	783
06/30/2010	100,000,000	26,457,001	1,482,824	764	760
09/30/2009	100,000,000	26,457,001	1,482,824	764	760
09/30/2008	100,000,000	26,457,001	1,482,824	764	760

**Item III: Interim Financial Statements**

Interim financial statements are attached to this document, titled “Unaudited Comparative Financial Statements for the Fiscal Year end September 30, 2011 and September 30, 2010 are herein incorporated by reference.

**Item IV: Management’s Discussion and Analysis**

Management’s discussion and analysis is attached to this document immediately following the financial statements. It is hereby incorporated by reference into this disclosure.

**Item V: Legal Proceedings**

The Company, and certain of its subsidiaries are involved in various commercial, tax and other legal proceedings that arise from time to time in the ordinary course of our business. We do not believe that any of them will have a material adverse affect on our financial position or results of operations. Currently we have no pending or threatened legal proceedings or administrative actions.

We have had no trading suspensions by a securities regulator in the United States.

**Item VI: Defaults upon Senior Securities**

There have been no defaults upon senior securities by the Company.

**Item VII: Other Information**

None

**Item VIII: Exhibits**

Financial Statements of the Issuer “Unaudited Comparative Financial Statements for the Twelve months ended September 30, 2011 and September 30, 2010 and “Management’s Discussion and Analysis.”

## Item IX: Issuers Certifications

I, John F. Graham, Sr., certify that:

1. I have reviewed this disclosure statement, for the period ending September 30, 2011, covering the 12 months ending September 30, 2011 and September 30, 2010 of Building Turbines, Inc.;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of material fact or omit to state a material fact necessary to make the statements made, in light of the circumstance 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.

January 4, 2012

/S/ John F. Graham, Sr.

CEO/CFO/ DIRECTOR