

Global Resource CORP
Form 10-Q
August 07, 2009

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

- QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2009

- TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 000-50944

GLOBAL RESOURCE CORPORATION
(Exact name of registrant as specified in its charter)

Nevada
(State or other jurisdiction of
incorporation)

84-1565820
(IRS employer identification no.)

1000 Atrium Way, Suite 100
Mount Laurel, New Jersey 08054
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (856) 767-5665

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer <input type="radio"/>	Accelerated filer <input type="radio"/>	Non-accelerated filer <input type="radio"/> (Do not check if a smaller reporting company)	Smaller reporting company <input checked="" type="radio"/>
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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS

The number of shares outstanding of the registrant's Common Stock, par value \$.001 per share (the "Common Stock"), as of July 31, 2009 was 63,580,703.

GLOBAL RESOURCE CORPORATION

Form 10-Q
For the Quarter Ended June 30, 2009

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PART I – FINANCIAL INFORMATION

ITEM FINANCIAL STATEMENTS

1.

Global Resource Corporation
(A Development Stage Company)
Condensed Consolidated Balance Sheets

	(Unaudited) Period Ended June 30, 2009	(Audited) Year Ended December 31, 2008
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,011,347	\$ 2,013,730
Short-term investments	220,500	2,557,274
Prepaid Services	1,082,875	1,508,875
Total current assets	2,314,722	6,079,879
Property and equipment, net of depreciation	1,692,815	1,358,299
OTHER ASSETS		
Deposits	123,727	123,726
Prepaid patent costs	464,049	383,685
Total other assets	587,776	507,411
TOTAL ASSETS	\$ 4,595,313	\$ 7,945,589
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 741,238	\$ 889,489
Deferred Revenue	300,000	-
Loans payable - equipment	22,830	34,850
Capital lease obligation - equipment	10,812	9,543
Severance payable	200,000	200,000
Total current liabilities	1,274,880	1,133,882
LONG-TERM LIABILITIES		
Loans payable - equipment, net of current portion	6,703	16,821
Capital lease obligation - equipment, net of current portion	9,999	15,742
Severance payable, net of current portion	900,000	1,000,000
Derivative financial instruments	1,844,599	1,591,834
Total long-term liabilities	2,761,301	2,624,397
Total liabilities	4,036,181	3,758,279

COMMITMENTS AND CONTINGENCIES

STOCKHOLDERS' EQUITY

Preferred stock A - \$.001 par value 100,000,000 shares authorized, none issued and outstanding at June 30, 2009, 5,000 issued and outstanding at December 31, 2008		5
Common stock, \$.001 par value; 200,000,000 shares authorized, 70,275,664 shares issued and 63,580,703 outstanding at June 30, 2009, 69,549,164 shares issued and 62,854,203 outstanding at December 31, 2008	70,275	69,549
Additional paid-in capital	38,056,070	35,842,053
Accumulated other comprehensive loss	-	(237,550)
Deficit accumulated in the development stage	(35,850,740)	(29,770,274)
	2,275,605	5,903,783
Treasury Stock	(1,716,473)	(1,716,473)
Total stockholders' equity	559,132	4,187,310
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 4,595,313	\$ 7,945,589

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Condensed Consolidated Statements of Operations and Comprehensive Loss
(With Cumulative Totals Since Inception)
(Unaudited)

	Three Months Ended		Six Months Ended		July 19, 2002
	June 30	Restated June 30	June 30	Restated June 30	(Inception) to June 30, 2009
	2009	2008	2009	2008	
REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -
COST OF SALES	-	-	-	-	-
GROSS PROFIT	-	-	-	-	-
OPERATING EXPENSES					
General and administrative expenses	3,093,423	12,811,514	5,236,282	16,259,524	45,258,653
Research and development expenses	395,087	308,735	680,359	434,993	1,961,398
Total operating expenses	3,488,510	13,120,249	5,916,641	16,694,517	47,220,051
OPERATING LOSS	(3,488,510)	(13,120,249)	(5,916,641)	(16,694,517)	(47,220,051)
OTHER INCOME (EXPENSE)					
Loss on deposit and other					(179,893)
Net realized loss on investments		(1,194)	(17,438)	(1,194)	(899,206)
Change in fair value of derivative financial instruments	(948,619)	303,121	(252,765)	7,549,349	12,107,080
Interest expense	(4,465)	(3,320)	(7,609)	(9,393)	(64,081)
Interest income	58,490	40,289	113,987	44,076	405,411
Total other income (expense)	(894,594)	338,896	(163,825)	7,582,838	11,369,311
NET LOSS	\$ (4,383,104)	\$ (12,781,353)	\$ (6,080,466)	\$ (9,111,679)	\$ (35,850,740)
OTHER COMPREHENSIVE INCOME (LOSS)					
Unrealized loss on short-term investments	\$ 550,441	\$ (142,312)	\$ 237,550	\$ (142,312)	\$ (837,850)
Realized loss on short-term investments, net of taxes, reclassified from accumulated other comprehensive loss					837,850
COMPREHENSIVE LOSS	\$ (3,832,663)	\$ (12,923,665)	\$ (5,842,916)	\$ (9,253,991)	\$ (35,850,740)
EARNINGS (LOSS) PER COMMON SHARE					
BASIC	\$ (0.07)	\$ (0.30)	\$ (0.10)	\$ (0.25)	

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DILUTED	\$ (0.07)	\$ (0.30)	\$ (0.10)	\$ (0.25)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES				
BASIC	63,367,077	42,450,685	63,144,988	36,596,908
DILUTED	63,367,077	42,450,685	63,144,988	36,596,908

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A Par Value \$	Preferred Stock B Par Value \$	Common Stock Par Value \$	(Restated) Additional Paid-In Capital	Deficit Accumulated during the Development Stage	(Restated) Stock Subscriptions Deferred	Other Comprehensive Income Loss	(Restated) Accumulated Total
	Shares Amount	Shares Amount	Shares Amount		Compensation	Retainable	Stock Loss	Total
Balance at July 19, 2002 (Inception)	\$ -	\$ -	- \$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Issuance of initial founders' shares, September 9, 2002 net of subsequent cancellations			2,555,000					-
Common stock shares issued for cash:								
Common stock issued for cash on November 5, 2002, at \$.50 per share plus 8,000 warrants			8,000	4,000				4,000
Common stock issued for cash on November 21, 2002, at \$.50 per share plus 21,000 warrants			21,000	10,500				10,500
Common stock shares issued for services rendered:								
			1,000,000	472,000				472,000

Common stock
issued for
services
rendered, on
September 10,
2002, at \$0.472
per share

Common stock
issued for
services
rendered, in
November 5,
2002, at \$0.50
per share, plus
8,500 warrants

8,500 4,250

4,250

Common stock
issued for
services
rendered, on
December 5,
2002, at \$0.50
per share, plus
5,100 warrants

5,100 2,550

2,550

Net loss for the
period July 19,
2002 (Inception)
through
December 31,
2002 (Restated,
see Note 19)

(508,508)

(508,508)

Balance at
December 31,
2002 (Restated,
see Note 19)

- - - - 3,597,600 - 493,300 (508,508) - - - - (15,208)

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A	Preferred Stock B	Common Stock	(Restated) Additional Paid-In Capital	(Restated) Deficit Accumulated during the Development Stage	(Restated) Deferred Subscription Receivable	(Restated) Accumulated Other Comprehensive Loss	(Restated) Total
	Par Value \$ Shares Amount	Par Value \$ Shares Amount	Par Value \$ Shares Amount					
Re-issuance of initial founders' shares, July 2003			1,455,000					-
Common stock shares issued for cash:								
Common stock issued for cash on January 3, 2003, at \$.50 per share plus 7,500 warrants			7,500	3,750				3,750
Common stock issued for cash on January 27, 2003, at \$.50 per share plus 6,500 warrants			6,500	3,250				3,250
Common stock issued for			3,100	1,550				1,550

cash on
February
12, 2003, at
\$.50 per
share plus
3,100
warrants

Common
stock
issued for
cash on
February
27, 2003, at
\$.50 per
share plus
6,400
warrants

	6,400	3,200	3,200
--	-------	-------	-------

Common
stock
issued for
cash on
March 7,
2003, at
\$.50 per
share plus
3,100
warrants

	3,100	1,550	1,550
--	-------	-------	-------

Common
stock
issued for
cash on
March 21,
2003, at
\$.50 per
share plus
23,500
warrants

	23,500	11,750	11,750
--	--------	--------	--------

Common
stock
issued for
cash on
April 9,
2003, at
\$.50 per
share plus
4,600
warrants

	4,600	2,300	2,300
--	-------	-------	-------

Common stock issued for cash on April 30, 2003, at \$.50 per share plus 8,800 warrants	8,800	4,400	4,400
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Common stock issued for cash on May 7, 2003, at \$.50 per share plus 27,400 warrants	27,400	13,700	13,700
---	--------	--------	--------

Common stock issued for cash on June 2, 2003, at \$.50 per share plus 29,000 warrants	29,000	14,500	14,500
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See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A	Preferred Stock B	Common Stock	(Restated) Additional Paid-In Capital	Deficit (Restated) Accumulated during the Development Stage	Deferred Subscription Receivable	Treasurer's Stock	Other Comprehensive Loss	(Restated) Accumulated	(Restated) Total
	Par Value Preferred \$ Shares Amount	Par Value Preferred \$ Shares Amount	Par Value Common \$ Shares Amount							
Common stock issued for cash on June 5, 2003, at \$.50 per share plus 8,500 warrants			8,500	4,250						4,250
Common stock issued for cash on June 12, 2003, at \$.50 per share plus 4,200 warrants			4,200	2,100						2,100
Common stock issued for cash on July 11, 2003, at \$.50 per share plus 12,800 warrants			12,800	6,400						6,400
Common stock issued for cash on			8,200	4,100						4,100

July 25,
2003, at
\$.50 per
share plus
8,200
warrants

Common
stock
issued for
cash on
August 4,
2003, at
\$.50 per
share plus
6,000
warrants

	6,000	3,000	3,000
--	-------	-------	-------

Common
stock
issued for
cash on
August 18,
2003, at
\$.50 per
share plus
25,500
warrants

	25,500	12,750	12,750
--	--------	--------	--------

Common
stock
issued for
cash on
August 19,
2003, at
\$.50 per
share plus
10,000
warrants

	10,000	5,000	5,000
--	--------	-------	-------

Common
stock
issued for
cash on
August 28,
2003, at
\$.50 per
share plus
14,000
warrants

	14,000	7,000	7,000
--	--------	-------	-------

Common stock issued for cash on September 16, 2003, at \$.50 per share plus 31,000 warrants	31,000	15,500	15,500
Common stock issued for cash on September 26, 2003, at \$.50 per share plus 39,500 warrants	39,500	19,750	19,750

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A	Preferred Stock B	Common Stock	(Restated) Additional Paid-In	Deficit during the Development Stage	(Restated) Deferred Compensation	Stock Subscription Receivable	(Restated) Other Comprehensive Income	Total
	Par Value \$	Par Value \$	Par Value \$	Capital	Stage	Compensation	Receivable	Stock Loss	Total
	Shares Amount	Shares Amount	Shares Amount	Capital	Stage	Compensation	Receivable	Stock Loss	Total
Common stock issued for cash on October 10, 2003, at \$.50 per share plus 38,900 warrants			38,900	19,450					19,450
Common stock issued for cash on October 14, 2003, at \$.50 per share plus 70,000 warrants			70,000	35,000					35,000
Common stock issued for cash on October 23, 2003, at \$.50 per share plus 4,500 warrants			4,500	2,250					2,250
Common stock issued for cash on November 3, 2003, at \$.50 per share plus 48,000 warrants			48,000	24,000					24,000

Common stock issued for cash on November 18, 2003, at \$.50 per share plus 32,800 warrants	32,800	16,400	16,400
Common stock issued for cash on December 1, 2003, at \$.50 per share plus 23,000 warrants	23,000	11,500	11,500
Common stock issued for cash on December 10, 2003, at \$.50 per share plus 12,500 warrants	12,500	6,250	6,250
Common stock issued for cash on December 17, 2003, at \$.50 per share plus 10,500 warrants	10,500	5,250	5,250
Stock subscriptions receivable, net			(14,340)
Net loss for the year ended December 31, 2003, (Restated, see Note 19)		(203,659)	(203,659)

Balance at
December 31,
2003

(Restated, see
Note 19)

-	-	-	-	5,572,400	-	753,200	(712,167)	-	(14,340)	-	-	26,693
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See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A Par Value Preferred \$	Preferred Stock B Par Value Preferred \$	Common Stock Par Value Common \$	(Restated) Additional Paid-In Capital	Deficit during the Development Stage	(Restated) Deferred Compensation Receivable	Stock Subscription Treasury Stock	Other Comprehensive Loss	(Restated) Total
	Shares Amount	Shares Amount	Shares Amount						
Common stock issued for cash:									
Common stock issued for cash on January 4, 2004, at \$.50 per share plus 32,890 warrants			32,890	16,445				16,445	
Common stock issued for cash on January 16, 2004, at \$.50 per share plus 7,020 warrants			7,020	3,510				3,510	
Common stock issued for cash on January			33,000	16,500				16,500	

28, 2004,
at \$.50
per share
plus
33,000
warrants

Common
stock
issued for
cash on
February
5, 2004,
at \$.50
per share
plus
60,500
warrants

60,500

30,250

30,250

Common
stock
issued for
cash on
February
17, 2004,
at \$.50
per share
plus
30,000
warrants

30,000

15,000

15,000

Common
stock
issued for
cash on
March 3,
2004, at
\$.50 per
share plus
14,610
warrants

14,610

7,305

7,305

Common
stock
issued for
cash on
March
16, 2004,
at \$.50
per share
plus

8,000

4,000

4,000

8,000 warrants			
Common stock issued for cash on March 19, 2004, at \$.50 per share plus 18,000 warrants	18,000	9,000	9,000
Common stock issued for cash on March 25, 2004, at \$.50 per share plus 49,500 warrants	49,500	24,750	24,750
Common stock issued for cash on April 13, 2004, at \$.50 per share plus 19,500 warrants	19,500	9,750	9,750
Common stock issued for cash on April 23, 2004, at \$.50 per share plus 11,000 warrants	11,000	5,500	5,500

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A Par Value \$	Preferred Stock B Par Value \$	Common Stock Par Value \$	(Restated) Additional Paid-In Capital	Deficit (Restated) Accumulated during the Development Stage	(Restated) Accumulated Stock Subscription Receivable	(Restated) Accumulated Other Comprehensive Loss	Total
	Shares Amount	Shares Amount	Shares Amount					
Common stock issued for cash on July 6, 2004, at \$.50 per share plus 538,000 warrants			538,000	317,720				317,720
Common stock issued for cash on July 9, 2004, at \$.50 per share plus 36,500 warrants			36,500	18,250				18,250
Common stock issued for cash on August 13, 2004, at \$.50 per share plus 11,000 warrants			11,000	5,500				5,500
Common stock issued for cash on October 12, 2004, at \$1.50 per share plus			43,000	64,500				64,500

43,000 warrants				
Common stock issued for cash on October 14, 2004, at \$1.00 per share plus 2,000 warrants	2,000	2,000		2,000
Common stock issued for cash on October 21, 2004, at \$1.00 per share plus 3,125 warrants	3,125	3,125		3,125
Common Stock Shares issued for services rendered:				
Common stock issued for services rendered on October 12, 2004, at \$1.00 per share	545,000	545,000	(545,000)	-
Other:				
Common stock issued in exchange for real estate on August 25, 2004 at \$1.00 per share plus 500,000 warrants	500,000	500,000		500,000

Common stock issued in exchange for real estate on September 7, 2004 at \$1.00 per share plus 150,000 warrants	150,000	150,000	150,000
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Common stock issued as charitable contribution on October 12, 2004, at \$1.00 per share	50,000	50,000	50,000
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Common stock Initial Founder's shares cancelled on October 28, 2004	(250,000)	-	-
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See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A Par Value Preferred Shares	Preferred Stock B Par Value Preferred Shares	Common Stock Par Value Common Shares	(Restated) Additional Paid-In Capital	Deficit Accumulated during the Development Stage	(Restated) Deferred Compensation Receivable	Stock Subscriptions Receivable	Other Comprehensive Loss	(Restated) Accumulated Total
Stock subscriptions receivable, net							(74,240)		(74,240)
Net loss for the year ended December 31, 2004					(672,219)				(672,219)
Balance at December 31, 2004	-	-	7,485,045	2,551,305	(1,384,386)	(545,000)	(88,580)	-	533,339
Common stock shares issued for cash:									
Common stock issued for cash on January 14, 2005, at \$1.00 per share plus 5,000 warrants			5,000	5,000					5,000
Common stock issued for cash on January 18, 2005, at \$1.00 per			10,000	10,000					10,000

share plus
10,000
warrants

Common stock issued for cash on March 2, 2005, at \$1.00per share plus 25,980 warrants	25,980	25,980	25,980
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Common stock issued for cash on March 29, 2005, at \$1.00 per share	2,000	2,000	2,000
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Common stock issued for cash on September 16, 2005, at \$2.00 per share plus 11,500 warrants	11,500	23,000	23,000
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Common stock issued for cash on October 5, 2005, at \$2.00 per share plus 5,000 warrants	5,000	10,000	10,000
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Common stock issued for cash on October 5, 2005, at \$2.00 per share plus 11,500 warrants	11,500	23,000	23,000
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Common stock issued for cash on November 2, 2005, at \$2.00 per share plus 500 warrants	500	1,000	1,000
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Common stock issued for cash on November 2, 2005, at \$1.00 per share plus 5,000 warrants	5,000	5,000	5,000
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See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A	Preferred Stock B	Common Stock	(Restated) Additional Paid-In Capital	Deficit Accumulated during the Development Stage	(Restated) Deferred Subscription Receivable	Accumulated Other Comprehensive Loss	(Restated) Accumulated Total	
	Par Value Preferred \$	Par Value Preferred \$	Par Value Common \$						
	Shares Amount	Shares Amount	Shares Amount	Capital	Stage	Compensa	Receivable	Stock Loss	Total
Common stock issued for cash on November 8, 2005, at \$1.00 per share plus 22,000 warrants			22,000	22,000					22,000
Common stock issued for cash on November 9, 2005, at \$1.00 per share plus 5,000 warrants			5,000	5,000					5,000
Common stock issued for cash on November 18, 2005, at \$2.00 per share plus 97,000 warrants			97,000	96,990					96,990
			16,000	32,000					32,000

Common stock issued for cash on November 18, 2005, at \$1.00 per share plus 16,000 warrants			
Common stock issued for cash on November 22, 2005, at \$1.00 per share plus 7,000 warrants	7,000	7,000	7,000
Common stock issued for cash on November 22, 2005, at \$2.00 per share plus 24,835 warrants	24,835	49,670	49,670
Common stock issued for cash on November 23, 2005, at \$2.00 per share plus 2,000 warrants	2,000	4,000	4,000
Common stock issued for cash on November	5,000	10,000	10,000

30, 2005,
at \$2.00
per share
plus 5,000
warrants

Common
stock
issued for
cash on
November
30, 2005,
at \$1.00
per share
plus
25,000
warrants

25,000

25,000

25,000

Common
stock
issued for
cash on
December
2, 2005, at
\$2.00 per
share plus
2,500
warrants

2,500

5,000

5,000

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A	Preferred Stock B	Common Stock	(Restated) Additional Paid-In Capital	Deficit Accumulated (Restated)	Stock Subscription Receivable	Other Comprehensive Loss	(Restated) Accumulated	Total
	Par Value Preferred \$	Par Value Preferred \$	Par Value Common \$		during the Development Stage				
	Shares Amount	Shares Amount	Shares Amount	Capital	Compensation	Receivable	Stock Loss		
Common stock issued for cash on December 2, 2005, at \$1.00 per share plus 5,000 warrants			5,000	5,000					5,000
Common stock issued for cash on December 6, 2005, at \$2.00 per share plus 2,500 warrants			2,500	5,000					5,000
Common stock issued for cash on December 7, 2005, at \$2.00 per share plus 2,500 warrants			2,500	5,000					5,000
Common stock issued for			25,000	25,000					25,000

cash on
December
7, 2005, at
\$1.00 per
share plus
25,000
warrants

Common
stock
issued for
cash on
December
8, 2005, at
\$2.00 per
share plus
16,285
warrants

	16,285	32,570	32,570
--	--------	--------	--------

Common
stock
issued for
cash on
December
14, 2005,
at \$2.00
per share
plus
26,850
warrants

	26,850	53,700	53,700
--	--------	--------	--------

Common
stock
issued for
cash on
December
16, 2005,
at \$1.00
per share
plus
13,000
warrants

	13,000	13,000	13,000
--	--------	--------	--------

Common
stock
issued for
cash on
December
19, 2005,
at \$2.00
per share

	46,000	92,000	92,000
--	--------	--------	--------

plus
46,000
warrants

Common
stock
issued for
cash on
December
28, 2005,
at \$2.00
per share
plus
10,000
warrants

10,000

20,000

20,000

Common
stock
issued for
cash on
December
30, 2005,
at \$.70 per
share plus
338,000
warrants

84,500

59,423

59,423

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A Par Value Preferred Shares Amount	Preferred Stock B Par Value Preferred Shares Amount	Common Stock Par Value Common Shares Amount	(Restated) Additional Paid-In Capital	Deficit Accumulated during the Development Stage	(Restated) Deferred Subscription Receivables	Accumulated Other Comprehensive Loss	(Restated) Total
Common stock issued for cash on December 30, 2005, at \$2.00 per share plus 6,500 warrants			6,500	13,000				13,000
Common stock issued for cash on December 30, 2005, at \$1.02 per share plus 100,000 warrants			100,000	102,000				102,000
Common stock issued for cash on December 30, 2005, at \$.65 per share plus 85,200 warrants			21,300	13,815				13,815
			5,000	3,235				3,235

Common
stock
issued for
cash on
December
30, 2005,
at \$.65 per
share plus
20,000
warrants

Common
stock
issued for
cash on
December
30, 2005,
at \$.73 per
share plus
66,000
warrants

Common
stock
issued for
cash on
December
30, 2005,
at \$.36 per
share plus
18,000
warrants

Common
stock
issued for
cash on
December
30, 2005,
at \$.64 per
share plus
60,800
warrants

Common
stock
issued for
cash on
December
30, 2005,
at \$.99 per

	16,500	12,033	12,033
--	--------	--------	--------

	4,500	1,610	1,610
--	-------	-------	-------

	15,200	9,750	9,750
--	--------	-------	-------

	2,000	1,985	1,985
--	-------	-------	-------

share plus
8,000
warrants

Common stock issued for cash on December 30, 2005, at \$.70 per share plus 134,000 warrants	33,500	23,385	23,385
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Common stock issued for cash on December 31, 2005, at \$1.02 per share plus 26,705 warrants	26,705	61,362	61,362
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See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A Par Value Preferred Shares	Preferred Stock B Par Value Preferred Shares	Common Stock Par Value Common Shares	(Restated) Additional Paid-In Capital	Deficit Accumulated during the Development Stage	(Restated) Deferred Compensation Receivable	Stock Subscriptions Receivable	Other Comprehensive Income Loss	(Restated) Accumulated Total
Common Stock Shares issued for services rendered:									
Common stock issued for services rendered on March 11, 2005, at \$1.00 per share, plus 8,000 warrants			8,000	8,000				8,000	
Common stock issued for services rendered on March 21, 2005, at \$1.00 per share, plus 42,000 warrants			42,000	42,000				42,000	
Common stock issued for services rendered on March 29, 2005, at \$1.00 per share, plus 2,000 warrants			2,500	2,500				2,500	

Common stock issued for services rendered on December 8, 2005, at \$1.00 per share, plus 1,000 warrants	1,000	1,000	1,000
Other:			
Common stock issued in exchange for real estate on January 18, 2005 at \$1.00 per share plus 80,800 warrants	80,800	80,800	80,800
Common stock issued to Careful Sell Holdings, LLC to acquire technology with zero value on February 23, 2005	7,500,000		-
Common stock issued to Careful Sell Holdings, LLC to acquire technology with zero value on March 29, 2005	30,000,000		-
Common stock issued for payment of debts on	1,087	1,087	1,087

March 11,
2005, at \$1.00
per share plus
1,087
warrants

Stock
subscriptions
receivable,
net

10,398 10,398

Amortization
of deferred
compensation

109,000 109,000

Net loss for
the year ended
December 31,
2005

(1,291,169) (1,291,169)

Balance at
December 31,
2005

- - - - 45,866,087 - 3,601,200 (2,675,555) (436,000) (78,182) - - 411,463

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A	Preferred Stock B	Common Stock	(Restated) Additional Paid-In Capital	Deficit Accumulated during the Development Stage	(Restated) Stock Subscriptions Receivable	Accumulated Other Comprehensive Income	(Restated) Total
	Par Value Preferred Shares Amount \$	Par Value Preferred Shares Amount \$	Par Value Common Shares Amount	Par Value Common Shares Amount	Par Value Common Shares Amount	Par Value Common Shares Amount	Par Value Common Shares Amount	Par Value Common Shares Amount
Common stock issued for cash:								
Common stock issued for cash on January 9, 2006, at \$1.18 per share plus 61,000 warrants			61,000	72,000				72,000
Common stock issued for cash on January 19, 2006, at \$2.00 per share plus 3,000 warrants			3,000	6,000				6,000
Common stock issued for cash on January 23, 2006,			2,500	5,000				5,000

at \$2.00
per share
plus
2,500
warrants

Common
stock
issued for
cash on
January
26, 2006,
at \$2.00
per share
plus
29,500
warrants

	29,500	59,000	59,000
--	--------	--------	--------

Common
stock
issued for
cash on
January
27, 2006,
at \$2.00
per share
plus
11,100
warrants

	11,100	22,200	22,200
--	--------	--------	--------

Common
stock
issued for
cash on
January
31, 2006,
at \$2.00
per share
plus
15,000
warrants

	15,000	30,000	30,000
--	--------	--------	--------

Common
stock
issued for
cash on
February
1, 2006,
at \$1.00
per share
plus

	2,000	2,000	2,000
--	-------	-------	-------

2,000 warrants			
Common stock issued for cash on February 2, 2006, at \$2.00 per share plus 1,000 warrants	1,000	2,000	2,000
Common stock issued for cash on February 2, 2006, at \$2.00 per share plus 6,000 warrants	1,500	3,000	3,000
Common stock issued for cash on February 6, 2006, at \$2.00 per share plus 10,000 warrants	10,000	20,000	20,000

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

Preferred Stock A	Preferred Stock B	Common Stock	(Restated)	Deficit	(Restated)			Accumulated
Par Value	Par Value	Par Value	Additional	during the	Deferred	Stock	Treasury	Accumulated
Preferred	Preferred	Common	Paid-In	Development	Compensation	Subscription	Stock	Other
\$	\$	\$	Capital	Stage	Receivable	Receivable	Stock	Comprehensive
Shares	Shares	Shares	Capital	Stage	Receivable	Receivable	Stock	Loss
Amount	Amount	Amount	Capital	Stage	Receivable	Receivable	Stock	Loss
		100,000	100,000					
		26,000	8,125					
		10,000	10,000					
		15,000	30,000					

200,000	200,000
---------	---------

10,000	20,000
--------	--------

50,000	50,614
--------	--------

2,000	4,000
-------	-------

15,500 15,500

15,000 30,000

25,000 25,000

2,500 2,500

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

Preferred Stock A	Preferred Stock B	Common Stock	(Restated)	Deficit	(Restated)			Accumulated
Par Value	Par Value	Par Value	Additional	during the	Deferred	Stock	Treasury	Accumulated
Preferred	Preferred	Common	Paid-In	Development	Compensation	Subscription	Stock	Other
\$	\$	\$	Capital	Stage	Receivable	Receivable	Loss	Comprehensive
Shares	Shares	Shares	Amount	Amount	Amount	Amount	Amount	Loss

	154,000	55,175
--	---------	--------

	11,800	23,600
--	--------	--------

	1,000	2,000
--	-------	-------

8,000 16,000

2,200 4,400

500 1,000

750 1,500

2,500 5,000

600,000	600,000
---------	---------

6,436	3,148
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1,000	1,000
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See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
 (A Development Stage Company)
 Consolidated Statements of Stockholders' Equity (Deficit)

Preferred Stock A Preferred	Par Value \$.001 \$	Preferred Shares	Par Value \$.001 \$	Common Shares	Common Par Value \$.001 \$	(Restated)	Deficit	(Restated)	Stock Subscription Receivable	Treasury Stock	Accumulated
						Paid-In	during the	Deferred			Other
						Capital	Stage	Compensation			Loss
				8,000		16,000					
				19,500		39,000					
				11,800		11,800					
				1,250		2,500					

n
e
s
n
e
s
n
s
n
s
n
s
n

15,000 14,990

25,000 12,485

2,500 5,000

24,000 24,000

5,
e
s
n

1,900 3,800

n

e
n
s

250 500

n

5,
e

s

25,000 25,000

See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation
(A Development Stage Company)
Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock A Par Value Preferred \$	Preferred Stock B Par Value Preferred \$	Common Stock Par Value Common \$	(Restated) Additional Paid-In Capital	Deficit Accumulated during the Stage	(Restated) Deferred Subscription Receivable	Accumulated Other Comprehensive Loss	(Restated) Total
	Shares Amount	Shares Amount	Shares Amount			Stock Loss		
Common stock issued for cash on July 17, 2006, at \$1.02 per share plus 872,000 warrants			436,000	445,000				445,000
Common stock issued for cash on July 27, 2006, at \$2.00 per share plus 2,250 warrants			2,250	4,500				4,500
Common stock issued for cash on July 28, 2006, at \$1.00 per share plus 10,000 warrants			10,000	10,000				10,000
Common stock issued for cash on			50,000	99,961				99,961

August 4,
2006, at
\$2.00 per
share plus
100,000
warrants

Common
stock
issued for
cash on
August 14,
2006, at
\$1.00 per
share plus
160,000
warrants

	160,000	160,000	160,000
--	---------	---------	---------

Common
stock
issued for
cash on
August 14,
2006, at
\$2.00 per
share plus
100,000
warrants

	50,000	99,961	99,961
--	--------	--------	--------

Common
stock
issued for
cash on
August 30,
2006, at
\$1.00 per
share

	3,200	3,200	3,200
--	-------	-------	-------

Common
stock
issued for
cash on
September
13, 2006,
at \$1.00
per share
plus
14,500
warrants

	14,500	14,500	14,500
--	--------	--------	--------

	50,000	50,000	50,000
--	--------	--------	--------

Common
stock
issued for
cash on
September
14, 2006,
at \$1.00
per share
plus
50,000
warrants

Common
stock
issued for
cash on
September
14, 2006,
at \$.35 per
share plus
863,200
warrants

	431,600	288,207	288,207
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Common
stock
issued for
cash on
September
15, 2006,
at \$1.00
per share
plus
77,510
warrants

	47,150	47,510	47,510
--	--------	--------	--------

Common
stock
issued for
cash on
September
15, 2006,
at \$2.00
per share
plus 1,600
warrants

	1,600	3,200	3,200
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See accompanying notes to the condensed consolidated financial statements.

Global Resource Corporation

(A Development Stage Company)

Consolidated Statements of Stockholders' Equity (Deficit)

	Preferred Stock		Common Stock		(Restated)	Deficit		(Restated)	(Restated)	
	Preferred Stock A	Preferred Stock B	Common	Common	Additional	Accumulated	Accumulated	Accumulated	Accumulated	Accumulated
	Par Value	Par Value	Par Value	Par Value	Paid-In	during the	Deferred	Stock	Other	
	\$	\$	\$	\$	Capital	Development	Compensation	Receivable	Comprehensive	Total
	Shares	Shares	Shares	Amount		Stage		Stock	Loss	
Common Stock										
Shares issued										
for services										
rendered:										
Common stock										
issued for										
services										
rendered, on										
September 22,										
2006, at \$1.04										
per share plus										
\$.03										
amounts			14,123			14,746				14,746
Common stock										
issued for										
services										
rendered to old										
company's										
entity, on										
September										
2006, at										
\$1.00 per share			25,000	25		49,975				50,000
amounts:										
Common stock										
issued in										
exchange for										
equity interest in										
the state of										
California										
on										
September										
2006, at										
\$1.00 per share,										
22,500										
amounts			22,500			45,000				45,000

Common issued conversion of GRC)'s debt on September 26, at approximately per share			2,681,837	2,682	118,000			120
Contributions receivable, net							(582,511)	(582)
Class redemption to adoption of IAS (IFRS)					(436,000)	436,000		
Amortization of deferred compensation					109,000			109
Impact of reverse merger on September 22,			72,241	48,761	(169,444)			(120)
Common and Preferred Stock issued for acquisition with controlling interest on September 31, at \$0.26 per share plus \$5,867	35,236,188	35,236	11,145,255	11,145	3,310,274	(10,498)		3,346
Redemption of shares for acquisition with controlling interest, on September 28,			(37,500,000)	(37,500)	37,500			

Classification Derivative Liability on Balance Sheets	(16,139,529)	(16,139,529)
Loss for the Period ended September 30,	(5,010,541)	(5,010,541)