

**PLANET RESOURCE RECOVERY, INC.**

**FINANCIAL STATEMENTS  
YEAR END**

**DECEMBER 31, 2009**

**UNAUDITED**

I, Kurt E Neubauer, Chairman of Planet Resource Recovery, Inc., hereby certify that the financial statements filed herewith and any notes thereto, fairly present, in all material respects, the financial position, results of operations and cash flows for the periods presented, in conformity with accounting principles generally accepted in the United States, consistently applied.

Dated: December 31, 2009

/s/ KURT E NEUBAUER

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Kurt E Neubauer  
President  
Chief Executive Officer

**Planet Resource Recovery, Inc.**  
**Consolidated Balance Sheets**  
**For the Year Ended December 31, 2009**  
**Unaudited**

<b>Assets</b>	<b>December 31, 2009</b> <b>Unaudited</b>
Current assets	
Cash and cash equivalents	\$ 11,030
Accounts receivable	2,165
Inventory	20,528
Other current assets	57,926
Total current assets	91,649
Property and equipment, net	82,697
Other assets	6,112
Total assets	<u>\$ 180,458</u>
<b>Liabilities and Shareholder's Deficit</b>	
Current liabilities	
Accounts payable	\$ 401,220
Notes payable - current	105,614
Accrued liabilities	740,671
Other current liabilities	19,695
Accrued interest	17,020
Total current liabilities	1,284,220
Shareholder notes payable	75,561
Long-term debt, net of current maturities	74,686
Total long-term debt, net of current maturities	150,247
Total liabilities	1,434,467
Shareholders' deficit	
Preferred stock; par value \$.001; 10,000,000 shares authorized; 19,759 shares issued and outstanding	20
Common stock; par value \$.001; 450,000,000 shares authorized; 109,765,637 shares issued and outstanding	114,213
Additional paid in capital	3,333,352
Accumulated deficit	(4,701,594)
Total shareholders' deficit	<u>(1,254,009)</u>
Total liabilities and shareholders' deficit	<u>\$ 180,458</u>

**Planet Resource Recovery, Inc.**  
**Consolidated Statements of Operations**  
**For the Year Ended December 31, 2009**  
**Unaudited**

**For the Year**  
**Ended**  
**December 31, 2009**  
**Unaudited**

Revenues	\$	45,258
Cost of sales		<u>4,638</u>
Gross profit		40,621
Operating expenses		
Research and development		221,513
General and administrative		1,264,640
Depreciation		<u>37,175</u>
Total operating expenses		<u>1,523,328</u>
Operating loss		(1,482,707)
Other income (expense)		
Interest		<u>(23,937)</u>
Total other income (expense)		
Loss from continuing operations before income taxes		(1,506,644)
Provision (benefit) from income taxes		<u>-</u>
Net loss	\$	<u>(1,506,644)</u>