

PLANET RESOURCE RECOVERY, INC.

**FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD**

ENDING AUGUST 31, 2009

UNAUDITED

I, Kurt E Neubauer, Chief Executive Officer 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: August 31, 2009

/s/ KURT E NEUBAUER

Kurt E Neubauer
Chief Executive Officer

Planet Resource Recovery, Inc.
Consolidated Balance Sheets
Unaudited

August 31, 2009
Unaudited

Assets

Current assets

Cash and cash equivalents	\$ 3,869
Accounts receivable	26,056
Inventory	20,528
Other current assets	34,622

Total current assets	85,074
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Property and equipment, net	119,794
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Other assets	6,112
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Total assets	\$ 210,979
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Liabilities and Shareholder's Deficit

Current liabilities

Accounts payable	\$ 406,324
Notes payable - current	105,546
Accrued liabilities	559,781
Accrued interest	17,020

Total current liabilities	1,088,671
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Shareholder notes payable	95,175
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Long-term debt, net of current maturities	74,589
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Total long-term debt, net of current maturities	169,764
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Total liabilities	1,258,435
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Shareholders' deficit

Preferred stock; par value \$.001; 10,000,000 shares authorized; 19,759 shares issued and outstanding	20
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Common stock; par value \$.001; 450,000,000 shares authorized; 109,765,637 shares issued and outstanding	109,766
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Additional paid in capital	3,064,355
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Accumulated deficit	(4,221,596)
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Total shareholders' deficit	(1,047,455)
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Total liabilities and shareholders' deficit	\$ 210,979
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Planet Resource Recovery, Inc.
Consolidated Statements of Operations
For the Six Months Ended August 31, 2009
Unaudited

For the Six Months
Ended
August 31, 2009
Unaudited

Revenues	\$	43,394
Cost of sales		<u>5,775</u>
Gross profit		37,619
Operating expenses		
Research and development		113,987
General and administrative		755,232
Depreciation		<u>13,116</u>
Total operating expenses		<u>882,336</u>
Operating loss		(844,717)
Other income (expense)		
Interest		<u>(11,722)</u>
Total other income (expense)		
Loss from continuing operations before income taxes		(856,438)
Provision (benefit) from income taxes		<u>-</u>
Net loss	\$	<u>(856,438)</u>