

**PLANET RESOURCE RECOVERY, INC.**

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

**ENDING MARCH 31, 2010**

**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: March 31, 2010**

**/s/ KURT E NEUBAUER**

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**Kurt E Neubauer**  
**Chief Executive Officer**

**Planet Resource Recovery, Inc.**  
**Consolidated Balance Sheets**  
**Unaudited**

<b>Assets</b>	<b>31-Mar-10 Unaudited</b>
Current assets	
Cash and cash equivalents	\$ 245,027
Accounts receivable	2,012
Inventory	10,287
Other current assets	93,620
Total current assets	350,946
Property and equipment, net	75,842
Other assets	6,112
Total assets	<u>\$ 432,900</u>
<b>Liabilities and Shareholder's Deficit</b>	
Current liabilities	
Accounts payable	\$ 430,493
Notes payable - current	104,084
Accrued liabilities	897,312
Convertible Promissory Notes	255,500
Other current liabilities	77,495
Accrued interest	17,020
Total current liabilities	1,781,904
Shareholder notes payable	55,295
Long-term debt, net of current maturities	82,989
Total long-term debt, net of current maturities	138,284
Total liabilities	1,920,188
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	134,074
Additional paid in capital	4,445,210
Accumulated deficit	(6,066,592)
Total shareholders' deficit	<u>(1,487,288)</u>
Total liabilities and shareholders' deficit	<u>\$ 432,900</u>

**Planet Resource Recovery, Inc.**  
**Consolidated Statements of Operations**  
**For the Quarter Ended March 31, 2010**  
**Unaudited**

**For the Quarter  
Ended  
March 31, 2010  
Unaudited**

Revenues	\$	3,118
Cost of sales		<u>133</u>
Gross profit		2,985
Operating expenses		
Research and development		32,192
Selling, general and administrative		299,832
Depreciation		<u>13,310</u>
Total operating expenses		<u>345,335</u>
Operating loss		(342,350)
Other income (expense)		
Interest		<u>(3,950)</u>
Total other income (expense)		
Loss from continuing operations before income taxes		(346,300)
Provision (benefit) from income taxes		<u>-</u>
Net loss	\$	<u>(346,300)</u>