

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

FORM 10-Q/A
(Amendment No. 2)

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

For the quarterly period ended **September 30, 2011**

OR

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 333-136583



GREEN PLANET GROUP, INC.

(Exact name of registrant as specified in its charter)

Nevada

(State or other jurisdiction of incorporation or organization)

41-2145716

(I.R.S. Employer Identification Number)

14988 N. 78th Way, Suite 103, Scottsdale, AZ

(Address of principal executive offices)

85260

(Zip Code)

Registrant's telephone number, including area code:

(480) 222-6222

(Not applicable)

(Former name, former address and former fiscal year, if changed since last report)

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 (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

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.

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: 185,881,129 shares of common stock, par value \$0.001, issued and outstanding as of November 18, 2011.

EXPLANATORY NOTE

This Amendment No. 2 (the "Form 10-Q/A-#2") to the Quarterly Report on Form 10-Q for the quarterly period ended September 30, 2011 of Green Planet Group, Inc. (the "Company") filed on November 21, 2011 (the "Form 10-Q"), is being filed with the Securities and Exchange Commission to amend the Form 10-Q and to amend Amendment No. 1 to the Form 10-Q filed on November 23, 2011 (the "Form 10-Q/A-#1"), to report that the financial statements for the six month period ended September 30, 2011 have not been reviewed by an outside independent accountant as of the date of the Form 10-Q and the Form 10-Q/A-#1. We intend to amend this Form 10-Q as soon as the outside independent accountant completes their review for the aforementioned period.

This Form 10-Q/A-#2 also contains currently dated certifications as Exhibits 31.1, 31.2, 32.1 and 32.2. The remaining Items in this Form 10-Q/A-#2 consist of all other Items originally contained in our Form 10-Q/A-#1 for the period ended September 30, 2011. This amendment does not reflect subsequent events occurring after the original filing date of the Form 10-Q/A-#1 or modify or update in any way disclosures made in the Form 10-Q/A-#1, except as set forth above.

Pursuant to Rule 406T of Regulation S-T, the Interactive Data Files on Exhibit 101 hereto are deemed not filed or part of a registration statement or prospectus for purposes of Section 11 or 12 of the Securities Act of 1933, as amended, are deemed not filed for purposes of Section 18 of the Securities Act of 1934, as amended, and otherwise are not subject to liability under those sections.

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Exhibit 31.1	Certification of Chief Executive Officer pursuant to Rule 13a-14(a)/15d-14(a)
Exhibit 31.2	Certification of Chief Financial Officer pursuant to Rule 13a-14(a)/15d-14(a)
Exhibit 32	Certifications of Chief Executive Officer and Chief Financial Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002

PART I. FINANCIAL INFORMATION**Item 1. Financial Statements**

The following financial statements for the six month period ended September 30, 2011 have not been reviewed by an outside independent accountant as of the date of this Report. We intend to amend this Form 10-Q as soon as the outside independent accountant completes their review for the aforementioned period.

Green Planet Group, Inc. and Subsidiaries
Condensed Consolidated Balance Sheets

ASSETS	September 30, 2011 (Unaudited)	March 31, 2011
Current Assets:		
Cash and cash equivalents	\$ 64,263	\$ 305,049
Accounts receivable, net of allowance for doubtful accounts	1,775,184	3,019,692
Inventory	348,675	254,986
Prepaid expenses	136,145	312,009
Total Current Assets	2,324,267	3,891,736
Property, plant and equipment, net of accumulated depreciation	1,402,968	1,485,337
Other assets	180,022	211,927
Total Assets	\$ 3,907,257	\$ 5,589,000
LIABILITIES AND STOCKHOLDERS' EQUITY/(DEFICIT)		
Current Liabilities:		
Accounts payable	\$ 762,562	\$ 1,367,199
Accounts payable - Affiliates	353,959	470,275
Accrued liabilities	3,151,328	4,232,183
Accrued payroll, taxes and benefits	1,010,465	16,666,660
Cashless warrant liability	1,264	3,531
Notes payable and amounts due within one year	3,087,573	8,838,922
Convertible notes payable	4,986,600	5,054,100
Derivative liability	105,073	166,133
Contingent liability	6,725,000	-
Total Current Liabilities	20,183,824	36,799,003
Notes payable due after one year	781,404	2,073,049
Total Liabilities	20,965,228	38,872,052
Stockholders' Equity/(Deficit)		
Preferred Stock, \$0.001 par value, 1,000,000 authorized; 100,000 Series A shares issued and outstanding	100	100
Additional paid-in capital - Preferred Stock	1,575,623	1,575,623
Common Stock, \$0.001 par value, 250,000,000 authorized, 185,881,129 and 174,831,129 issued and outstanding at September 30, 2011 and March 31, 2011, respectively	185,881	174,831
Additional paid-in capital - Common Stock	17,008,728	16,678,528
Accumulated deficit	(35,828,303)	(51,712,134)
Total Stockholders' Equity/(Deficit)	(17,057,971)	(33,283,052)
Total Liabilities and Stockholders' Equity/(Deficit)	\$ 3,907,257	\$ 5,589,000

See accompanying notes to these condensed consolidated financial statements.

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Green Planet Group, Inc. and Subsidiaries
Condensed Consolidated Statements of Operations
(Unaudited)

	For the three months ended		For the six months ended	
	September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010
Revenue:				
Sales, net of returns and allowances	\$ 6,261,245	\$ 10,310,450	\$ 15,369,498	\$ 20,336,047
Cost of sales	<u>5,087,367</u>	<u>8,687,711</u>	<u>12,843,052</u>	<u>17,166,200</u>
Gross Profit	1,173,878	1,622,739	2,526,446	3,169,847
Operating Expenses:				
Selling, general and administrative	1,738,559	1,707,261	3,882,841	4,135,311
Depreciation and amortization	35,187	252,783	71,163	505,565
Allowance for bad debts	<u>—</u>	<u>—</u>	<u>230</u>	<u>—</u>
Total Operating Expenses	<u>1,773,746</u>	<u>1,960,044</u>	<u>3,954,234</u>	<u>4,640,876</u>
Income/(Loss) From Operations	(599,868)	(337,305)	(1,427,788)	(1,471,029)
Other Income and (Expense):				
Other income	(756)	397	840	83,570
Interest expense	(266,670)	(2,538,009)	(1,161,552)	(3,466,132)
Gain on deconsolidation of Lumea Staffing, Inc. and Lumea Staffing of CA, Inc.	<u>18,472,331</u>	<u>—</u>	<u>18,472,331</u>	<u>—</u>
Income/(Loss) before provision for income taxes	17,605,037	(2,874,917)	15,883,831	(4,853,591)
Provision for/(Benefit of) income taxes	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net Income/(Loss) Available to Common Shareholders	<u>\$ 17,605,037</u>	<u>\$ (2,874,917)</u>	<u>\$ 15,883,831</u>	<u>\$ (4,853,591)</u>
Income/(Loss) per share:				
Basic and diluted income/(loss) per common share	<u>\$ 0.10</u>	<u>\$ (0.02)</u>	<u>\$ 0.09</u>	<u>\$ (0.03)</u>
Weighted average common shares outstanding	<u>179,901,781</u>	<u>150,982,935</u>	<u>178,144,790</u>	<u>149,486,262</u>

See accompanying notes to these condensed consolidated financial statements.

[Index](#)**Green Planet Group, Inc. and Subsidiaries****Condensed Consolidated Statements of Stockholders' Equity/(Deficit)****(Unaudited)**

	<u>Preferred Stock</u>		<u>Additional Paid-in Capital Preferred Stock</u>	<u>Common Stock</u>		<u>Additional Paid-in Capital Common Stock</u>	<u>Accumulated Deficit</u>	<u>Total</u>
	<u>Shares</u>	<u>Amount</u>		<u>Shares</u>	<u>Amount</u>			
Balance March 31, 2010	–	\$ –	\$ –	147,330,292	\$ 147,330	\$16,180,591	\$ (36,272,356)	\$(19,944,435)
Shares issued for services of consultants and others				2,165,000	2,165	28,136		30,301
Shares issued for interest expense				1,578,947	1,579	33,421		35,000
Net loss for the six months ended September 30, 2010							(4,853,591)	(4,853,591)
Balance September 30, 2010	–	\$ –	\$ –	151,074,239	\$ 151,074	\$16,242,148	\$ (41,125,947)	\$(24,732,725)
Balance March 31, 2011	100,000	\$ 100	\$ 1,575,623	174,831,129	\$ 174,831	\$16,678,528	\$ (51,712,134)	\$(33,283,052)
Shares issued on conversion of debentures				450,000	450	67,050		67,500
Shares issued for services of employees, consultants, directors and others				3,750,000	3,750	71,250		75,000
Shares issued for acquisitions				2,000,000	2,000	58,000		60,000
Shares issued to insiders as payment of accounts payable				4,500,000	4,500	130,500		135,000
Shares issued for interest payments				350,000	350	3,400		3,750
Net income for the six months ended September 30, 2011							15,883,831	15,883,831
Balance September 30, 2011	100,000	\$ 100	\$ 1,575,623	185,881,129	\$ 185,881	\$17,008,728	\$ (35,828,303)	\$(17,057,971)

See accompanying notes to these condensed consolidated financial statements.

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Green Planet Group, Inc. and Subsidiaries
Condensed Consolidated Statements of Cash Flows
(Unaudited)

	For the six months ended	
	September 30, 2011	September 30, 2010
Cash Flows from Operating Activities:		
Net Income/(Loss)	\$ 15,883,831	\$ (4,853,591)
Adjustments to reconcile net loss to net cash provided (used) by operating activities:		
Depreciation and amortization	71,163	505,565
Bad debt provision	230	–
Amortization of debt discount and consulting contracts	78,333	(52,294)
Shares issued for services and interest	78,750	65,301
Change in derivative liability	(61,060)	(19,202)
Change in cashless warrant liability	(2,267)	(3,152)
Gain on deconsolidation	(18,472,331)	–
Changes in assets and liabilities, excluding effects of acquisitions:		
Receivables	358,829	(121,287)
Inventory	(93,689)	12,685
Prepaid expenses	175,864	76,131
Other assets	(688,095)	45,288
Accounts payable	504,509	81,116
Accounts payable - affiliates	(116,316)	246,995
Accrued liabilities	3,397,303	4,252,869
Cash provided (used) by operating activities	1,115,054	236,424
Investing Activities:		
Intangibles and goodwill	–	(3,335)
Cash provided (used) by investing activities	–	(3,335)
Financing Activities:		
Repayment of debt	(1,355,840)	(979,487)
Net cash provided (used) by financing activities	(1,355,840)	(979,487)
Net increase (decrease) in cash	(240,786)	(746,398)
Cash and cash equivalents at beginning of period	305,049	880,808
Cash and cash equivalents at end of period	\$ 64,263	\$ 134,410
Supplemental disclosures of cash flow information:		
Cash paid during the year for interest	\$ 224,312	\$ 137,347
Cash paid during the year for income taxes	\$ –	\$ –
Non-Cash Activities:		
Common Stock issued for services, payable and interest	\$ (213,750)	\$ (65,301)
Common Stock issued for services, payable and interest (par value)	8,600	3,744
Additional paid-in capital for services, payable and interest	205,150	61,557
Net non-cash stock activities related to services, payable and interest	\$ –	\$ –
Conversion of debt to common stock	\$ 67,500	\$ –
Reclass of accrued liabilities to long-term contracts	\$ –	\$ 11,810,783

See accompanying notes to these condensed consolidated financial statements.

Green Planet Group, Inc. and Subsidiaries
Notes to Condensed Consolidated Financial Statements
For the Six Months Ended September 30, 2011 and 2010 (Unaudited)

Note 1 - The Company

The Company - Green Planet Group, Inc. (which is referred to herein together with its subsidiaries as “Green Planet,” “GPG,” “the Company,” “we”, “us” or “our”), formerly EMTA Holdings, Inc. and before that Omni Alliance Group, Inc., was organized and incorporated in the state of Nevada. On March 31, 2006, we changed our name from Omni Alliance Group, Inc. to EMTA Holdings, Inc., and on May 22, 2009 we changed the name through merger with a wholly owned subsidiary to Green Planet Group, Inc. Our common stock now trades on the OTC-Bulletin Board market under the trading symbol “GNPG.”

Nature of the Business - We are a specialty energy conservation chemical company that produces and supplies technologies to the global transportation, industrial and consumer markets. These technologies include gasoline, oil and diesel additives for engines and other transportation-related fluids and industrial lubricants. We also operate an industrial staffing and employment business by providing employees to the light industrial, medical, aviation maintenance and IT industries on a national basis.

Continuance of Operations

These condensed consolidated financial statements have been prepared in conformity with U.S. generally accepted accounting principles applicable to a going concern which contemplates the realization of assets and the satisfaction of liabilities and commitments in the normal course of business. The general business strategy of the Company is to develop products, operate its sales force and to acquire additional businesses. The Company has negative working capital, has incurred operating losses and requires additional capital to fund development activities, meet its obligations and maintain its operations. These conditions raise substantial doubt about the Company’s ability to continue as a going concern. During the year ended March 31, 2011 and the six months ended September 30, 2011, the Company did not issue any common stock for cash proceeds. The Company is in negotiations to obtain additional necessary capital to complete its regulatory approvals, expand production and sales and generally meet its business objectives. The Company forecasts that the equity and additional borrowing capacity that it is working to obtain will provide sufficient funds to complete its primary development activities and achieve profitable operations, although the Company can provide no assurance that additional equity or additional borrowing capacity will be obtained or that profitable operations will be achieved. As a result, the Company’s independent registered public accounting firm has issued a going concern opinion on the Company’s condensed consolidated financial statements for the year ended March 31, 2011. These financial statements do not include any adjustments that might result from this uncertainty.

Deconsolidation of Subsidiaries Filing Chapter 11 Bankruptcy

On August 18, 2011, Lumea Staffing, Inc. and Lumea Staffing of CA, Inc., two subsidiaries of Lumea, Inc., filed Chapter 11 reorganization proceedings in the United States Bankruptcy Court for the District of Arizona. In accordance with Accounting Standards Codification (“ASC 810”), when a subsidiary becomes subject to the control of a government, court, administrator, or regulator, deconsolidation of that subsidiary is generally required. We have therefore deconsolidated Lumea Staffing, Inc. and Lumea Staffing of CA, Inc. from our balance sheet as of August 18, 2011, and have eliminated the results of their operations from our results of operations beginning on that date. We believe we have no responsibility for liabilities of these two entities. As a result of the Chapter 11 reorganization proceedings, on a prospective basis we will continue to account for our investment in these two entities under the cost method.

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The gain on deconsolidation related to the carrying amount of net assets of the two entities at August 18, 2011 was calculated in accordance with ASC 810-10-40-5, as follows:

- a) the aggregate of (1) the fair value of consideration received, (2) the fair value of any retained noncontrolling investment in the former subsidiaries at the date the subsidiaries are deconsolidated, and (3) the carrying amount of any noncontrolling interest in the former subsidiaries; less
- b) the carrying amount of the former subsidiary's assets and liabilities.

In determining the carrying value of any retained noncontrolling investment in the two entities at the date of deconsolidation we considered several factors, including analyses of cash flows combined with various assumptions relating to the future performance of these entities and a discounted value of the entities' recorded payroll tax and workers' compensation liabilities and future workers' compensation obligations based on information available to us as of the date of deconsolidation. The discounted cash flow approach relies primarily on Level 3 unobservable inputs, whereby expected future cash flows are discounted using a rate that includes assumptions regarding an entity's average cost of debt and equity, incorporates expected future cash flows based on historical experience, and applies certain assumptions about risk and uncertainties due to the bankruptcy filing. Our estimates are based upon assumptions we believe to be reasonable, but which by nature are uncertain and unpredictable. As a result of this analysis, we determined that the carrying value of our retained interest in the two entities in bankruptcy approximated zero. The entities will be presented using the cost method during the reorganization period.

The following table summarizes the effects on the September 30, 2011 Condensed Consolidated Balance Sheet of the deconsolidation of the two entities effective August 18, 2011:

Cash	\$ (327,946)
Accounts receivable	(885,678)
Other assets	(720,000)
Property, plant and equipment	(11,207)
Reduction of total assets 08/18/11	<u>\$ (1,944,831)</u>
Accounts payable	\$ (895,395)
Accounts payable - Tax & Wage	(10,455,142)
Accrued liabilities	(2,874,986)
Notes payable	(6,191,639)
Reduction of total liabilities and stockholders' equity	<u>\$ (20,417,162)</u>
Gain from deconsolidation of bankrupt subsidiaries	<u>\$ 18,472,331</u>

Contingent Liability

The above gain does not include \$6,725,000 which is presented as a contingent liability pending definitive resolution of the bankruptcy by the two entities and represents the trust fund portion of the payroll tax liability. The Company does not believe that it has any liability for these amounts and upon resolution and acceptance of a plan of reorganization by the Bankruptcy Court the matter will be resolved and the Company will recognize an additional gain in the period that it is resolved.

Note 16 reflects the financial results of the two entities since deconsolidation.

Acquisition of Arizona Independent Power, Inc. and staffing acquisition

The Company made two acquisitions: 1) On July 6, 2011, the Company acquired an approximately \$4,000,000 per annum in light industrial employee staffing business in Illinois for 1,000,000 shares of the Company's restricted common stock, a six year promissory note for \$500,000 with payment commencing in October 2011, and brokerage fees of \$36,000 and 50,000 shares of free-trading common stock. At July 6, 2010 the stock was valued at \$42,000 and has been issued and is outstanding. The remainder of the purchase price is contingent and has been deferred pending completion of the acquisition of the above referenced staffing business until at least April 1, 2012, and 2) on August 1, 2011, the Company entered into a Stock Purchase Agreement (the "Agreement") with the shareholders of Arizona Independent Power, Inc. ("AIP"), a Nevada corporation, to acquire all of the issued and outstanding stock of that company. The sellers are not and have not been associated with the Company. The purchase price to the Sellers is one million common shares of restricted common stock valued as of the acquisition date at \$40,000, which has been paid, a contingent note payable in the amount of \$2 million, payable when the Company has raised \$5 million for the initial exploration as described below, and a contingent note payable for \$9 million due the Company when the license to construct and operate the underlying project is issued. Management deems the occurrence of these contingent events to be unlikely, and therefore, the contingent notes have not been included in the acquisition-date fair value of the total consideration of the acquisition.

The sole asset of AIP is its permit from the Federal Energy Regulatory Commission ("FERC") for AIP to explore, evaluate and file an environmental impact report and application for the construction and operation of the Verde Pumped Storage Project in Maricopa County, Arizona. The pumped storage system is a renewable green energy electrical power source similar to others already operating in the United States and around the world. The exploration and licensing phase could take six to nine months from funding and the construction phase could be as long as five years with an aggregate construction cost in excess of \$1.2 billion.

AIP has no employees, has had no sales or revenue, and no assets other than the permit. The estimated cost of the studies and licensing process is estimated at \$50 to \$80 million. The Company is currently working to secure this financing.

Note 2 - Basis of Presentation and Significant Accounting Policies

The unaudited condensed consolidated financial statements presented herein have been prepared in accordance with accounting principles generally accepted in the United States of America for interim financial information and in accordance with the instructions to Form 10-Q. Accordingly, certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted. In our opinion, the accompanying condensed consolidated financial statements include all adjustments necessary for a fair presentation of such condensed consolidated financial statements. Such necessary adjustments consist of normal recurring items and the elimination of all significant intercompany balances and transactions. These interim condensed consolidated financial statements should be read in conjunction with the Company's March 31, 2011 Annual Report filed on Form 10-K. Interim results are not necessarily indicative of results for a full year.

Consolidation - The condensed consolidated financial statements include the accounts of Green Planet Group, Inc. and its consolidated subsidiaries and wholly-owned limited liability company, except that as discussed in Notes 1 and 16, as of August 18, 2011 the consolidated financial statements no longer contain Lumea Staffing, Inc. and Lumea Staffing of CA, Inc. in accordance with GAAP as a result of their filing for protection under Chapter 11 of the United States Bankruptcy Code. All significant intercompany transactions and balances have been eliminated.

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Use of Estimates - The preparation of financial statements in conformity with United States generally accepted accounting principles requires the Company to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses, and related disclosure of contingent assets and liabilities. The more significant estimates relate to revenue recognition, contractual allowances and uncollectible accounts, accrued liabilities, derivative liabilities, income taxes, litigation and contingencies and the fair value of the Company's investment in the deconsolidated entities. Estimates are based on historical experience and on various other assumptions that the Company believes to be reasonable under the circumstances, the results of which form the basis for judgments about results and the carrying values of assets and liabilities. Actual results and values may differ significantly from these estimates.

Cash Equivalents - The Company invests its excess cash in short-term investments with various banks and financial institutions. Short-term investments are cash equivalents, as they are part of the cash management activities of the company and are comprised of investments having maturities of three months or less at inception.

Allowance for Doubtful Accounts - The Company provides an allowance for doubtful accounts when management estimates collectability to be uncertain. Accounts receivable are continually reviewed to determine which, if any, accounts are doubtful of collection. In making the determination of the appropriate allowance amount, the Company considers current economic and industry conditions, relationships with each significant customer, overall customer credit-worthiness and historical experience. The allowance for doubtful accounts was \$1,503,550 (unaudited) and \$2,034,760 at September 30, 2011 and March 31, 2011, respectively.

Inventories - Inventories are stated at the lower of cost or market value. Cost of inventories is determined by the first-in, first-out (FIFO) method. Obsolete or abandoned inventories are charged to operations in the period that it is determined that the items are no longer viable sales products. The Company did not deem an allowance for slow moving and obsolete inventory to be necessary as of September 30, 2011 and March 31, 2011.

Property, Plant, and Equipment - Property, plant and equipment are carried at cost. Repair and maintenance costs are charged against operations while renewals and betterments are capitalized as additions to the related assets. The Company depreciates its property, plant and equipment and computers on a straight line basis. Estimated useful life of the plant is 31 years and the equipment ranges from 3 to 10 years.

Intangible Assets - Intangible assets consisted of patents, trademarks, government approvals and customer relationships (including client contracts). During the year ended March 31, 2011, the Company recognized impairment losses of \$2,365,372 on amortizable intangibles.

Goodwill - Goodwill represented the excess of the purchase price over the fair value of the net assets acquired by Lumea. Goodwill and other intangible assets having an indefinite useful life were not amortized for financial statement purposes. The Company performs an annual impairment test each year and in the event that facts and circumstances indicate that goodwill and other identifiable intangible assets may be impaired, an interim impairment test would be required. The Company's testing approach utilized a discounted cash flow analysis to determine the fair value of its reporting units for comparison to their corresponding book values. If the book value exceeds the estimated fair value for a reporting unit, a potential impairment is indicated. ASC 350-10 and ASC 360-10 prescribes the approach for determining the impairment amount, if any. During the year ended March 31, 2011, the Company recognized an impairment loss of \$4,624,271 in conjunction with goodwill valuation for the period.

Impairment of Long-Lived Assets - In accordance with ASC 360-10, the Company reviews long-lived assets, including, but not limited to, property and equipment, and other assets, for impairment annually or whenever events or changes in circumstances indicate the carrying amounts of assets may not be recoverable. The carrying value of long-lived assets is assessed for impairment by evaluating operating performance and future undiscounted cash flows of the underlying assets. If the sum of the expected future cash flows of an asset is less than its carrying value, an impairment measurement is required. Impairment charges are recorded to the extent that an asset's carrying value exceeds fair value. During the year ended March 31, 2011 the Company recognized impairment valuations on the amortizable intangibles of customer relationships and EPA licenses of \$2,111,928 and \$253,444, respectively, based on the income approach using the estimated discounted cash flows related to these activities.

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Fair Value Disclosures - The carrying values of accounts receivable, deposits, prepaid expenses, accounts payable and accrued expenses generally approximate the respective fair values of these instruments due to their current nature.

The fair values of debt instruments for disclosure purposes only are estimated based upon the present value of the estimated cash flows at interest rates applicable to similar instruments.

The Company generally does not use derivative financial instruments to hedge exposures to cash flow or market risks. However, certain other financial instruments, such as warrants and embedded conversion features that are indexed to the Company's common stock, are classified as liabilities when either (a) the holder possesses rights to net-cash settlement or (b) physical or net-share settlement is not within the control of the Company. In such instances, net-cash settlement is assumed for financial accounting and reporting, even when the terms of the underlying contracts do not provide for net-cash settlement. Such financial instruments are initially recorded at fair value and subsequently adjusted to fair value at the close of each reporting period.

Derivative Financial Instruments - The Company accounts for derivative instruments and debt instruments in accordance with the interpretative guidance of ASC 815 which codified SFAS No. 133, "Accounting for Derivative Instruments and Hedging Activities" ("SFAS 133"), EITF 00-19, "Accounting for Derivative Financial Instruments Indexed to, and Potentially Settled in, a Company's Own Stock," APB No. 14, "Accounting for Convertible Debt and Debt Issued with Stock Purchase Warrants," EITF 98-5, "Accounting for Convertible Securities with Beneficial Conversion Features or Contingently Adjustable Conversion Ratios" ("EITF 98-5"), and EITF 00-27, "Application of Issue No. 98-5 to Certain Convertible Instruments" ("EITF 00-27"), and associated pronouncements related to the classification and measurement of warrants and instruments with conversion features. It is necessary for the Company to make certain assumptions and estimates to value derivatives and debt instruments.

Revenue Recognition - Revenues are recognized at the time of shipment of products to customers, or at the time of transfer of title, if later, and when collection is reasonably assured. All amounts in a sales transaction billed to a customer related to shipping and handling are reported as revenues. Staffing revenue is recognized at the completion of each billing cycle to the customer after completion of the work. The billing cycle is generally weekly.

Provisions for sales discounts and rebates to customers are recorded, based upon the terms of sales contracts, in the same period the related sales are recorded, as a deduction to the sale. Sales discounts and rebates are offered to certain customers to promote customer loyalty and encourage greater product sales. As a general rule, the Company does not charge interest on its accounts receivables and the accounts receivable are generally unsecured.

Components of Cost of Sales - Cost of sales is comprised of raw material costs including freight and duty, inbound handling costs associated with the receipt of raw materials, contract manufacturing costs, third party bottling and packaging, maintenance and storage costs, plant and engineering overhead allocation, terminals and other warehousing costs, and handling costs. The components of cost of sales of the staffing business are primarily the personnel costs of labor, payroll taxes, and other direct costs of maintaining employees, excluding workers' compensation expense.

Selling Expenses - Included in selling, general and administrative expenses are the commission expenses for both employees and outside sales representatives ranging from 1.5% to 11.5% per dollar of sales. Our staffing sales representatives are paid a commission on new sales. The Company expends amounts to advertise and distinguish its products from those of its competitors through the use of in-store advertising, printed media, internet and broadcast media. Advertising expenses for the three and six months ended September 30, 2011 and 2010 were \$11,752 and \$29,354, and \$23,637 and \$39,359 respectively, and are expensed as incurred.

Research, Testing and Development - Research, testing and development costs are expensed as incurred. Research and development expenses, including testing, for the three and six months ended September 30, 2011 and 2010 (unaudited) was \$0 for all periods. Costs to acquire in-process research and development (IPR&D) projects that have no alternative future use and that have not yet reached technological feasibility at the date of acquisition are expensed upon acquisition.

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Income Taxes - We provide for income taxes in accordance with ASC 740, which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of temporary differences between the financial statement carrying amounts and the tax bases of the assets and liabilities.

The recording of a net deferred tax asset assumes the realization of such asset in the future; otherwise a valuation allowance must be recorded to reduce this asset to its net realizable value. The Company considers future pretax income and, if necessary, ongoing prudent and feasible tax planning strategies in assessing the need for such a valuation allowance. In the event that the Company determines that it may not be able to realize all or part of the net deferred tax asset in the future, a valuation allowance for the deferred tax asset is charged against income in the period such determination is made. The Company has recorded full valuation allowances as of September 30, 2011 and March 31, 2011.

Concentrations of Credit Risks - Financial instruments that potentially subject the Company to significant concentrations of credit risk consist principally of accounts receivable. With respect to accounts receivable, such receivables are primarily from customers located in the United States. The Company extends credit based on an evaluation of the customer's financial condition, generally without requiring collateral. Exposure to losses on receivables is dependent on each customer's financial condition. At September 30, 2011 and 2010, the amounts due from foreign distributors were \$1,269,156 and \$1,363,756 (unaudited), respectively. These balances were fully reserved at September 30, 2011 and 2010. At September 30, 2011, the staffing business had one customer that accounted for approximately 22.5% and 18.5% of gross sales for the three and six months then ended and for the same periods in 2010 had two customers that contributed greater than 10% of sales. The percentages were 12.3%, 10.3%, 12.3% and 11.8%, respectively. In the staffing business, customer volume fluctuates with the seasons, the customers' lines of business and other factors.

Stock-Based Compensation - We account for stock-based awards to employees and non-employees using the accounting provisions of ASC 718-10, which provides for the use of the fair value based method to determine compensation for all arrangements where shares of stock or equity instruments are issued for compensation. Shares of common stock issued in connection with acquisitions are also recorded at their estimated fair values based on the Hull-White enhanced option-pricing model. The standard establishes the accounting of transactions in which an entity exchanges its equity instruments for goods or services, particularly transactions in which an entity obtains employee services in share-based payment transactions. The statement also requires a public entity to measure the cost of employee services received in exchange for an award of equity instruments based on the grant-date fair value of the award. That cost is recognized over the period during which the employee is required to provide service in exchange for the award. All stock-based awards to employees and non-employees expired on March 25, 2011.

Loss per share - Basic loss per share is calculated using the weighted average number of shares outstanding during the year. The Company has adopted ASC 260-10, *Earnings per Share - Overall*, and uses the treasury stock method to compute the dilutive effect of warrants and similar instruments. Under this method, the dilutive effect on loss per share is recognized on the use of the proceeds that could be obtained upon exercise of options, warrants and similar instruments. It assumes that the proceeds would be used to purchase common shares at the average market price during the period. The warrants as disclosed in Note 12 of the financial statements or other convertible instruments discussed in Note 15 were not included in the computation of loss per share as their inclusion would be anti-dilutive.

Segment Information - We operate in two industry segments, the development, manufacture and sale of private and commercial vehicle energy efficient enhancement products, and employee staffing services. The enhancement products are designed to extend engine life, promote fuel efficiency and reduce emissions. These products are being marketed by the Company and sales were predominantly in the United States of America, Canada, Mexico and Africa. During the three and six months ended September 30, 2011, the states of AZ, CA, FL and IL accounted for 76.9% and 84.3%, respectively. During the three and six months ended September 30, 2010, the same states accounted for 81.7% and 84.3%, respectively.

Litigation - The Company is and may become a party in routine legal actions or proceedings in the ordinary course of its business. Management does not believe that the outcome of these routine matters will have a material adverse effect on the Company's consolidated financial position or results of operations.

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Environmental - The Company's enhancement products and related operations are subject to extensive federal, state and local laws, regulations and ordinances in the United States relating to the generation, storage, handling, emission, transportation and discharge of certain materials, substances and waste into the environment, and various other health and safety matters. Governmental authorities have the power to enforce compliance with their regulations, and violators may be subject to fines, injunctions or both. The Company must devote substantial financial resources to ensure compliance, and it believes that it is in substantial compliance with all the applicable laws and regulations. As a result, the Company does not believe it has any environmental remediation liability at September 30, 2011.

New accounting pronouncements:

FASB Accounting Standards Update ("ASU") No. 2010-13 was issued in April 2010, and amends and clarifies ASC 718 with respect to the classification of an employee share based payment award with an exercise price denominated in the currency of a market in which the underlying security trades. This ASU was effective for the fourth quarter of 2011 and did not have a material effect on the Company.

In January 2010, ASU No. 2010-06 "Fair Value Measurements and Disclosures (Topic 820) Improving Disclosures about Fair Value Measurement" was issued, which provides amendments to Subtopic 820-10 that requires new disclosures as follows:

1. Transfers in and out of Levels 1 and 2. A reporting entity should disclose separately the amounts of significant transfers in and out of Level 1 and Level 2 fair value measurements and describe the reasons for the transfers.
2. Activity in Level 3 fair value measurements. In the reconciliation for fair value measurements using significant unobservable inputs (Level 3), a reporting entity should present separately information about purchases, sales, issuances, and settlements (that is, on a gross basis rather than as one net number).

This Update provides amendments to Subtopic 820-10 that clarify existing disclosures as follows:

1. Level of disaggregation. A reporting entity should provide fair value measurement disclosures for each class of assets and liabilities. A class is often a subset of assets or liabilities within a line item in the statement of financial position. A reporting entity needs to use judgment in determining the appropriate classes of assets and liabilities.
2. Disclosures about inputs and valuation techniques. A reporting entity should provide disclosures about the valuation techniques and inputs used to measure fair value for both recurring and nonrecurring fair value measurements. Those disclosures are required for fair value measurements that fall in either Level 2 or Level 3.

This Update also includes conforming amendments to the guidance on employers' disclosures about postretirement benefit plan assets (Subtopic 715-20). The conforming amendments to Subtopic 715-20 change the terminology from major categories of assets to classes of assets and provide a cross reference to the guidance in Subtopic 820-10 on how to determine appropriate classes to present fair value disclosures. The new disclosures and clarifications of existing disclosures are effective for interim and annual reporting periods beginning after December 15, 2009, except for the disclosures about purchases, sales, issuances, and settlements in the roll forward of activity in Level 3 fair value measurements. Those disclosures were effective for fiscal years beginning after December 15, 2010, and for interim periods within those fiscal years. This ASU was effective for the first quarter of 2012 and did not have a material effect on the Company.

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In December 2010, the FASB issued the FASB Accounting Standards Update No. 2010-28 “Intangibles – Goodwill and Other (Topic 350): When to Perform Step 2 of the Goodwill Impairment Test For Reporting Units With Zero or Negative Carrying Amounts” (“ASU 2010-28”). Under ASU 2010-28, if the carrying amount of a reporting unit is zero or negative, an entity must assess whether it is more likely than not that goodwill impairment exists. To make that determination, an entity should consider whether there are adverse qualitative factors that could impact the amount of goodwill, including those listed in ASC 350-20-35-30. As a result of the new guidance, an entity can no longer assert that a reporting unit is not required to perform the second step of the goodwill impairment test because the carrying amount of the reporting unit is zero or negative, despite the existence of qualitative factors that indicate goodwill is more likely than not impaired. ASU 2010-28 is effective for public entities for fiscal years, and for interim periods within those years, beginning after December 15, 2010, with early adoption prohibited. This ASU was effective for the first quarter of 2012 and did not have a material effect on the Company.

In December 2010, the FASB issued the FASB Accounting Standards Update No. 2010-29 “Business Combinations (Topic 805): Disclosure of Supplementary Pro Forma Information for Business Combinations” (“ASU 2010-29”). ASU 2010-29 specifies that if a public entity presents comparative financial statements, the entity should disclose revenue and earnings of the combined entity as though the business combination(s) that occurred during the current year had occurred as of the beginning of the comparable prior annual reporting period only. The amendments in this Update also expand the supplemental pro forma disclosures under Topic 805 to include a description of the nature and amount of material, nonrecurring pro forma adjustments directly attributable to the business combination included in the reported pro forma revenue and earnings. The amended guidance is effective prospectively for business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after December 15, 2010. This ASU was effective for the first quarter of 2012 and did not have a material effect on the Company.

ASU No. 2011-04 was issued May 2011, and amends ASC 820, Fair Value Measurement. This amendment is meant to improve the comparability of fair value measurements presented and disclosed in financial statements prepared in accordance with U.S. Generally Accepted Accounting Principles and International Financial Reporting Standards. This ASU will be effective during interim and annual periods beginning after December 15, 2011.

In June 2010, accounting guidance was amended to change the presentation of comprehensive income. These changes give an entity the option to present the total of comprehensive income, the components of net income, and the components of other comprehensive income either in a single continuous statement of comprehensive income or in two separate but consecutive statements. The option to present components of other comprehensive income as part of the statement of changes in stockholders’ equity was eliminated. The items that must be reported in other comprehensive income or when an item of the comprehensive income must be reclassified to net income were not changed. Additionally, no changes were made to the calculations and presentation of earning per share. These changes become effective for fiscal years beginning after December 15, 2011. The Company has determined that these changes will not have an effect on the consolidated financial results.

Management does not believe that any other recently issued, but not yet effective accounting pronouncements, if adopted, would have a material effect on the accompanying condensed consolidated financial statements.

Note 3 – Inventories

Inventory consists of finished goods and raw material as follows:

	September 30, 2011	March 31, 2011
	<u>(Unaudited)</u>	<u></u>
Finished goods	\$ 83,283	\$ 55,797
Raw material	260,392	199,189
	<u>\$ 348,675</u>	<u>\$ 254,986</u>

Note 4 – Property, Plant and Equipment

Property, plant and equipment and computers consisted of the following:

	September 30, 2011	March 31, 2011
	<u>(Unaudited)</u>	<u></u>
Property and plant	\$ 1,452,146	\$ 1,452,146
Equipment and computers	670,430	703,272
Less accumulated depreciation	(719,608)	(670,081)
Net property, plant and equipment	<u>\$ 1,402,968</u>	<u>\$ 1,485,337</u>

During the three and six months ended September 30, 2011 and 2010 depreciation expense was \$35,187 and \$42,282, for the three months periods and \$71,163 and \$84,565 for the six month periods, respectively.

Note 5 – Intangible Assets and Goodwill

At March 31, 2011, the Company fully impaired its production and license rights under the Environmental Protection Agency, customer relationships and goodwill in the aggregate amount of \$6,990,097. For the three and six months ended September 30, 2010 the Company recognized \$178,820 and \$357,639, respectively.

	Weighted Average Useful Life	March 31, 2011		
		Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
Intangible assets subject to amortization:				
EPA licenses	7 years	\$ 887,055	\$ 887,055(1)	\$ –
Customer Relationships	5 years	3,579,391	3,576,391(2)	–
		<u>\$ 4,463,446</u>	<u>\$ 4,463,446</u>	<u>\$ –</u>
Goodwill not subject to amortization:				
Goodwill		\$ 8,979,822	\$ 8,979,822(3)	\$ –
		<u>\$ 8,979,822</u>	<u>\$ 4,355,151</u>	<u>\$ –</u>

- (1) Includes impairment valuation of \$253,444 during the year ended March 31, 2011.
(2) Includes impairment valuation of \$2,111,982 during the year ended March 31, 2011.
(3) Impairment valuation of goodwill of \$4,624,671 for the year ended March 31, 2011.

Note 6 – Accrued Liabilities

Accrued liabilities consist of the following as of September 30, 2011 and March 31, 2011:

	September 30, 2011	March 31, 2011
	(Unaudited)	
Accrued contingent liabilities	\$ 300,000	\$ 300,000
Accrued penalties and interest	2,570,747	2,598,977
Other accrued expenses and workers' compensation claims	280,581	1,333,206
	<u>\$ 3,151,328</u>	<u>\$ 4,232,183</u>

Note 7 – Accrued Payroll, Taxes and Benefits

Accrued payroll, taxes and benefits was \$1,010,465 and \$16,666,660 at September 30, 2011 and March 31, 2011, respectively.

At September 30, 2011, substantially all of the accrued payroll and taxes represent current obligations for payroll and the related payroll taxes and payments coming due in the near term. In accordance with GAAP requirements the Company has accrued penalties and interest up to the date of the deconsolidation of the two entities described in Note 1.

Note 8 – Notes Payable

As of September 30, 2011 and March 31, 2011 notes payable consist of the following:

	September 30, 2011	March 31, 2011
	(Unaudited)	
Revolving line of credit against factored Lumea receivables (1)	\$ 840,626	\$ 2,124,641
Bank loans, payable in installments	221,937	227,345
Mortgage loan payable, monthly payments of principal and interest at 3 month LIBOR plus 4.7%	784,427	802,550
Payments due seller of XenTx Lubricants	254,240	254,240
Loan from Dyson	60,000	60,000
Notes payable	1,254,709	1,254,709
Loans from individuals, due within one year	453,038	461,645
Purchase Note 1	–	4,647,970
Purchase Note 2	–	1,078,871
	<u>3,868,977</u>	<u>10,911,971</u>
Total	3,868,977	10,911,971
Less current portion	<u>3,087,573</u>	<u>8,838,922</u>
	<u>\$ 781,404</u>	<u>\$ 2,073,049</u>
Long-term debt	<u>\$ 781,404</u>	<u>\$ 2,073,049</u>

(1) The Company maintains a \$5 million line of credit relating to its factored accounts receivable.

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Bank Loan consists of a loan due in July, 2012 with monthly payments of \$5,500 per month with balance due at maturity. The loan is secured by receivables, inventory and equipment in Durant, Oklahoma. The loan bears interest at 8.0% per annum.

The payments on purchase notes due sellers bear interest at a rate of 8.0% and was due on March 31, 2011, and is currently in default.

Substantially all of the staffing receivables are pledged as collateral for the revolving line of credit. At September 30, 2011 and March 31, 2011, the Company had pledged receivables of \$949,921 and \$2,417,724, respectively. This line of credit has been renewed through 2012.

Note payable consists of the loan from Shelter Island Opportunity Fund (“Shelter Island”) with interest at 12.25% per annum and secured by the plant, equipment and inventory in Durant, Oklahoma. The Note payable matured on December 31, 2010, and is due and payable. The Company has accrued additional default interest at 18% per annum on this note and is attempting to work out a restructuring or refinancing of this amount. Certain liquidated damages terms are included in this note, however, none were recorded as the Company does not believe that any such damages have been incurred. On August 20, 2011 Shelter Island filed suit against the Company seeking payment of its debt or delivery of the underlying property securing the loan. The assets securing the loan are subject to first liens by banks. The Company believes that it will reach an agreement with the Shelter Island for the resolution of this case.

The Loans from lenders and individuals includes seven loans which are commercial loans and personal loans in the normal course of business and bear interest from 9% to 12%, with maturity dates ranging from March 2012 to April 2015.

Substantially all of the Company’s assets are pledged as collateral for our debt obligations at September 30, 2011.

Maturities for the remainder of the loans are as follows:

2013	\$	24,423
2014	\$	26,591
2015	\$	25,814
2016	\$	23,200
Thereafter	\$	681,376

Note 9 – Income Taxes

Through September 30, 2011, we recorded a valuation allowance of approximately \$17,100,000 against deferred income tax assets primarily associated with tax loss carry forwards. Our significant operating losses experienced in prior years establishes a presumption that realization of these income tax benefits does not meet a “more likely than not” standard.

We have net operating loss carry forwards of approximately \$41,700,000. Our net operating loss carry forwards will expire between 2025 and 2032 for federal purposes and approximately 10 years earlier for state purposes.

The deconsolidated entities continue to be members of the consolidated group for tax purposes.

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Significant components of our deferred tax assets and liabilities at the balance sheet dates were as follows:

	September 30,	
	2011	2010
	(Unaudited)	(Unaudited)
Deferred Tax Assets and Liabilities		
Deferred tax assets:		
Net operating loss carryforwards	\$ 16,100,000	\$ 11,500,000
Allowance for doubtful accounts	1,000,000	900,000
Total	17,100,000	12,400,000
Less: Valuation allowance	(17,100,000)	(12,400,000)
Total deferred tax assets	–	–
Total deferred tax liabilities	–	–
Net deferred tax liabilities	\$ –	\$ –

A reconciliation of the federal statutory rate to the effective tax rate is as follows:

	For the six months ended	
	September 30,	
	2011	2010
	(Unaudited)	(Unaudited)
Reconciliation:		
Income tax credit at statutory rate	\$ 690,000	\$ 731,000
Effect of state income taxes	94,000	150,000
Valuation allowance	(784,000)	(881,000)
Income taxes (credit)	\$ –	\$ –

Future realization of the net operating losses is dependent on generating sufficient taxable income prior to their expiration. Tax effects are based on a 34% Federal income tax rate. The net federal operating losses expire as follows:

	Amount
	(Unaudited)
2025	\$ 1,500,000
2026	5,100,000
2027	3,100,000
2028	2,300,000
2029	2,300,000
2030	12,400,000
2031	13,000,000
2032	2,000,000
Total net operating loss available	\$ 41,700,000

The Company is subject to various state income tax laws. The carryover of net operating losses in the various states range from five (5) years to fifteen (15) years based on the actual business activities within each state.

Note 10 – Fair Value Measurements

The Company adopted ASC 820-10 as of April 1, 2010. ASC 820-10 applies to certain assets and liabilities that are being measured and reported on a fair value basis. ASC 820-10 defines fair value, establishes a framework for measuring fair value in accordance with generally accepted accounting principles, and expands disclosure about fair value measurements. This ASC enables the reader of the financial statements to assess the inputs used to develop those measurements by establishing a hierarchy for ranking the quality and reliability of the information used to determine fair values. ASC 820-10 requires that assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

Level 1: Quoted market prices in active markets for identical assets or liabilities.

Level 2: Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

The Company records liabilities related to its derivative liability (See Note 12 – Derivative Financial Instruments) and the cashless warrant liability, both consisting of warrants and options outstanding, at their fair market values as provided by ASC 820-10.

The following table provides fair market measurements of the derivative liability and cashless warrant liability as of September 30, 2011:

	Fair Value Measurements at Reporting Date Using Significant Unobservable Inputs (Level 3) (Unaudited)
Warrant liabilities	\$ 105,073
Cashless warrant liability	1,264
	<u>\$ 106,337</u>

The change in fair market value of the derivative liability and cashless warrant liability is included in interest expense in the Condensed Consolidated Statements of Operations.

The following table provides a reconciliation of the beginning and ending balances of the derivative liability and cashless warrant liability as of September 30, 2011:

	Warrant Liability	Cashless Warrant Liability	Total
Beginning balance April 1, 2011	\$ 166,133	\$ 3,531	\$ 169,664
Change in fair market value of derivative liability and cashless warrant liability	(61,060)	(2,267)	(63,327)
Ending balance September 30, 2011 (Unaudited)	<u>\$ 105,073</u>	<u>\$ 1,264</u>	<u>\$ 106,337</u>

Certain financial instruments are carried at cost on the condensed consolidated balance sheets, which approximates fair value due to their short-term, highly liquid nature. These instruments include cash and cash equivalents, accounts receivable, accounts payable and accrued expenses, other short-term liabilities.

Note 11 – Convertible Debt

The Company entered into a Convertible Loan Agreement which also entitled the lenders to warrants and to convert the loans, at their option, to common stock of the Company. The debt is convertible at a rate of 50% of the then current market price at the time of conversion. At September 30, 2011, the value of the 6% Convertible Notes, with interest accrued quarterly, was as follows:

<u>Maturity</u>	<u>Face Amount</u> (Unaudited)	<u>Conversion Derivative</u> (Unaudited)	<u>Balance</u> (Unaudited)
April 28, 2009	\$ 293,300	\$ 293,300	\$ 586,600
August 17, 2009	700,000	700,000	1,400,000
October 28, 2009	300,000	300,000	600,000
November 10, 2009	1,200,000	1,200,000	2,400,000
Total	\$ 2,493,300	\$ 2,493,300	\$ 4,986,600

Interest expense for the three and six months ended September 30, 2011 and 2010 was \$93,499 and \$93,440 for the three month periods and \$186,998 and \$186,880 for the six month periods, respectively.

The notes have matured and the conversion features have expired. These loans are subordinate to the Shelter Island Opportunity Fund (“SIOF”) loan, which prevents collection or enforcement without either the full payment of the SIOF loans or the consent of that loan holder. The Company is attempting to negotiate an agreeable settlement with the convertible note holders for a loan extension and fixed payment terms over several years. The debt is in default and accrues interest at the default rate of 15% per annum. The debt agreements include provisions for certain liquidated damages, however, the Company does not believe that it has incurred any such liquidated damages, and accordingly, none have been recorded as of September 30, 2011 or March 31, 2011.

Note 12 – Derivative Financial Instruments

In connection with various financings through November 10, 2006, the Company has issued warrants to purchase shares of common stock in conjunction with the convertible notes to purchase 12,000,000 shares of common stock at an exercise price of \$2.50 per share. The Company also issued warrants to a broker in the transaction for the exercise of 640,000 outstanding shares of common stock at an exercise price of \$2.50. These warrants expire if not exercised at various dates in 2013 through November 10, 2013. At September 30, 2011, all of the 12,640,000 outstanding warrants have been issued entitling the lender to one share for each warrant at an exercise price of \$2.50 per share.

The agreements include registration rights and certain other terms and conditions related to share settlement of the embedded conversion features and the warrants. In this instance, ASC 815-10, “Accounting for Derivative Financial Instruments Indexed to, and Potentially Settled in, a Company’s Own Stock”, requires allocation of the proceeds between the various instruments and the derivative elements carried at fair values.

In addition, in conjunction with financings, purchases and consulting transactions, between April 1, 2007 and March 31, 2009 the Company issued additional warrants, net of expirations, to purchase 6,294,750 shares of the Company’s common stock at an exercise price \$0.75 per share. No warrants have been exercised.

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At September 30, 2011 there were 18,934,750 shares subject to warrants at a weighted average exercise price of \$1.92.

<u>Exercise Price</u>	<u>Number of Shares Subject to Outstanding Warrants and Options and Exercisable</u> (Unaudited)	<u>Weighted Average Remaining Contractual Life (years)</u>
\$ 0.75	6,294,750	0.75
\$ 2.50	12,640,000	1.76
	<u>18,934,750</u>	

In addition to the spot price of the stock and remaining term of the warrant, other factors used in the binomial model included in the fair value analysis at September 30, 2011 were the volatility of 227.1%, risk free rate of between 0.13% and 1.43% and a dividend rate of \$0 per period.

Note 13 – Commitments and Contingencies

Concentration of Credit Risk

Financial instruments, which potentially subject the Company to concentrations of credit risk, consist of cash. The Company periodically evaluates the credit worthiness of financial institutions, and maintains cash accounts only in large high quality financial institutions, thereby minimizing exposure for deposits in excess of federally insured amounts.

Lease Commitments

The Company has lease agreements for office space in Scottsdale, Arizona and for 11 offices throughout the United States. The remaining lease commitment for the two Scottsdale offices are 5.25 years each and the other offices are year to year or month-to-month. The following table sets forth the aggregate minimum future annual lease commitments at September 30, 2011 under all non-cancelable leases for the twelve months:

	<u>Amount</u> (Unaudited)
2012	\$ 187,000
2013	203,000
2014	162,000
2015	135,000
2016	96,000
Thereafter	21,000
	<u>\$ 804,000</u>

Lease expense for the quarters ended September 30, 2011 and 2010 was \$72,388 and \$78,330, respectively. Lease expense for the six months ended September 30, 2011 and 2010 was \$149,157 and \$203,650, respectively. The total of all scheduled lease payments, assuming all locations are continued at the same rates, is approximately \$194,000 per year.

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Workers' Compensation Claims

In conjunction with our staffing business, in states other than those that require participation in state funded programs, we maintain a workers' compensation policy to cover claims by employees. The Company retains the first portion of each such claim and then funds the amount to the insurance carrier on a current basis. The Company uses estimates to accrue workers' compensation costs based on medical, legal and actuarial experts and state law information available at the time of evaluation. By the nature of the personal injury claims, these estimates are subject to continual revision until each claim is settled, closed or adjudicated. Should our claims experience increase in frequency and/or severity our claims losses would increase substantially.

Litigation

On January 20, 2010, Ace American Insurance Company ("ACE") filed in the Superior Court of Arizona, County of Maricopa, case number CV2009-030709, a writ of garnishment on Lumea, Inc. ("Lumea") seeking payment of amounts totalling approximately \$6 million due the Sellers of Easy Staffing Services, Inc. be made to ACE. Our subsidiary, Lumea, has stopped all payments to the Sellers based on its pending lawsuit against the Sellers in conjunction with the acquisition of the staffing business in March, 2009. Lumea continues to defend its position.

In relation to the Company's acquisition of Industrial Staffing Concepts Corporation ("ISCC") during January 2010, the seller has claimed amounts due by the Company of \$165,275 for damages related to breach of obligations and \$37,000 for Earn-Out payments. Management believes the claims are baseless and the likelihood of the incurrence of a liability to be remote. Accordingly, no accrual was deemed necessary at March 31, 2011.

The Company is subject to normal recurring litigation as a result of its normal business lines. The Company attempts to provide for all losses as known. There may be losses or claims that the Company is not currently aware of or has not been provided information as to the claims or the nature of the claim as of the financial statement review date.

Note 14 – Company Stock

Preferred Stock

At September 30, 2011, the Company had 1,000,000 shares of \$0.001 par value preferred stock authorized and issued 100,000 of its Convertible Series A Preferred Stock in exchange for an outstanding debt of the Company. The shares have a dividend rate of 6%, or approximately \$8,000 per month commencing in April 2011, are convertible by the holder at any time that the quoted stock price of the common stock is equal to or greater than \$0.32 per share. The shares are convertible at a rate of 49.24 shares of common stock for each share of preferred stock.

Common Stock

At September 30, 2011, the Company had 250,000,000 shares authorized of \$0.001 par value common stock, of which issued and outstanding shares were 185,881,129 shares.

During the six months ended September 30, 2011, the Company issued an aggregate of 4,100,000 common shares as compensation to employees and for interest payments recognizing an aggregate addition to stockholders' equity of \$78,750 based on the market price of the stock at the date of the agreements, issued 4,500,000 shares to insiders above the market price as payment for amounts owed these insiders of \$135,000, issued 450,000 shares in conjunction with debt conversions of \$67,050 and 2,000,000 shares in conjunction with acquisitions of Arizona Independent Power, Inc. and a block of staffing business with the stock valued at a market price of \$60,000.

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Warrants

No warrants have been exercised.

At September 30, 2011 the status of the outstanding warrants is as follows:

<u>Issue Date</u>	<u>Shares Exercisable</u>	<u>Weighted Average Exercise Price</u>	<u>Expiration Date</u>
April 29, 2006	1,866,667	\$ 2.50	April 28, 2013
June 28, 2006	5,000,000	\$ 2.50	August 10, 2013
August 17, 2006	1,633,333	\$ 2.50	August 17, 2013
October 28, 2006	700,000	\$ 2.50	October 28, 2013
November 10, 2006	2,800,000	\$ 2.50	November 10, 2013
July 1, 2007	5,775,000	\$.75	June 30, 2012
Cashless April 20 – November 10, 2006	640,000	\$ 2.50	April 29 – November 10, 2011
Cashless July 1, 2007	519,750	\$.75	June 30, 2012

The warrants have no intrinsic value at September 30, 2011.

Note 15 – Gain/(Loss) Per Share

Basic income (loss) per common share is computed by dividing the results of operations by the weighted average number of shares outstanding during the period. For purposes of the determining the number of shares outstanding the shares received by the acquirer in the reverse acquisition are treated as outstanding for all periods prior to the transaction.

Diluted loss per common share adjusts basic loss per common share for the effects of convertible securities, stock options, warrants and other potentially dilutive financial instruments only in periods in which such effect is dilutive. No instruments were dilutive at September 30, 2011 or 2010. The diluted loss per common share excludes the dilutive effect of approximately 18,934,750 and 22,740,000 warrants at September 30, 2011 and 2010, respectively, and Convertible Preferred Stock, which is convertible into 4,924,134 common shares when the common stock price reaches or exceeds \$0.32 per share, since such instruments have an exercise price in excess of the average market value of the Company's common stock during the respective periods.

Note 16 – Reorganization Proceedings of Certain Subsidiaries

General – Lumea Staffing, Inc. and Lumea Staffing of CA, Inc. filed for protection under Chapter 11 of the Bankruptcy Code of the U.S. Bankruptcy Court for the District of Arizona in August 18, 2011. The filing entities took this action to resolve all pending tax and workers' compensation claims. As a result of the filings, actions against these entities has been stayed due to the automatic imposition of an automatic stay applicable to bankruptcy cases. At this time it is not possible to predict how long the proceedings will last, the form of any ultimate resolution or when an ultimate resolution might occur.

Debtor-in-Possession ("DIP") Activities – In connection with the bankruptcy filing, the entities' factoring entity has been extended with the approval of the Court. As a result of their bankruptcy filings, these two entities are precluded from paying dividends to shareholders and from making payments on any pre-bankruptcy filing accounts or notes payable that are due and owing to any related entity or other pre-petition creditor during the pendency of the bankruptcy case, without the Bankruptcy Court's approval.

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These entities are supposed to submit a plan of reorganization to the Bankruptcy Court detailing the entities' plan of reorganization. The exclusivity period under which these entities are the only entities permitted to file such a plan is currently set to expire on December 15, 2011.

When the entities emerge from the jurisdiction of the Bankruptcy Court, the subsequent accounting will be determined based upon the applicable circumstances and facts at such time, including the terms of any plan or reorganization.

Financial Results

The condensed combined financial information of the two entities is set forth below, presented on a historical cost basis:

Lumea Staffing, Inc. and Lumea Staffing of CA, Inc.
(Debtors-in-Possession)
Condensed Combined Balance Sheet (Unaudited)
(in thousands, at historical cost)

	September 30, 2011
Assets:	
Current assets	\$ 2,334
Property and equipment	11
Total assets	<u>\$ 2,345</u>
Liabilities and Stockholder's Equity/(Deficit):	
Current liabilities	\$ 1,075
Other Liabilities	-
Liabilities subject to compromise (a)	29,393
Total liabilities	<u>30,468</u>
Stockholder's equity/(deficit)	<u>(28,123)</u>
Total liabilities and stockholder's equity	<u>\$ 2,345</u>

- (a) Liabilities subject to compromise include pre-petition liabilities which may be settled at amounts which differ from those recorded in the condensed combined balance sheets. Liabilities subject to compromise consist principally of payroll tax liabilities and workers' compensation obligations.

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Lumea Staffing, Inc. and Lumea Staffing of CA, Inc.
(Debtors-in-Possession)
Condensed Combined Statement of Operations (Unaudited)
(in thousands, at historical cost)

	September 30, 2011
Net sales	\$ 2,705
Cost of sales	2,390
Gross profit	<u>315</u>
Operating expenses:	
Selling, general and administrative	376
Depreciation	1
	<u>377</u>
Operating income/(loss)	(62)
Interest expense	212
Loss before reorganization expenses	(274)
Reorganization expenses	80
Loss before taxes	(354)
Income taxes	-
Net Loss	<u>\$ (354)</u>

Lumea Staffing, Inc. and Lumea Staffing of CA, Inc.
(Debtors-in-Possession)
Condensed Combined Statement of Cash Flows (Unaudited)
(in thousands, at historical cost)

	September 30, 2011
Net cash flows from operating activities	\$ (385)
Net cash provided from financing activities	301
Net decrease in cash	(84)
Cash and cash equivalents at beginning of period	328
Cash and cash equivalents at end of period	<u>\$ 244</u>

Note 17 – Segment Reporting

Green Planet Group, Inc. has two reportable segments: the engine, fuel additives and green energy products and the industrial staffing segments. The first segment is comprised of the XenTx Lubricants, EMTA Corp. and White Sands entities and the staffing segment is comprised of Lumea, Inc. and its operating subsidiaries. AIP has not commenced operations nor had any revenue.

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. Interest expense related to the individual entities is paid by or charged to those entities and the related debt is included as that entity's liability. Green Planet management evaluates performance based on profit or loss before income taxes not including nonrecurring gains and losses.

There have been no significant intersegment sales or costs.

Green Planet's business is conducted through separate legal entities that are wholly owned subsidiaries. Each entity has a specific set of business objectives and line of business.

The Company analyzes the result of the operations of the individual entities and the segments. Green Planet does not allocate income taxes and unusual items to the segments. The segment information for the three months and six months ended September 30, 2011 and September 30, 2010 are presented below.

For the three months ended September 30, 2011 (Unaudited)	Additives & Green Energy	Staffing	Corporate & Eliminations	Consolidated
Income statement information:				
Sales	\$ 235,784	\$ 6,025,461	\$ –	\$ 6,261,245
Depreciation and amortization	32,670	2,517	–	35,187
Interest expense	31,035	588,194	(352,559)	266,670
Gain from deconsolidation	–	18,472,331	–	18,472,331
Loss before income taxes	(50,334)	17,870,909	(215,538)	17,605,037
Net loss	(50,334)	17,870,909	(215,538)	17,605,037

September 30, 2010 (Unaudited)	Additives & Green Energy	Staffing	Corporate & Eliminations	Consolidated
Income statement information:				
Sales	\$ 313,175	\$ 9,997,275	\$ –	\$ 10,310,450
Depreciation and amortization	64,350	188,433	–	252,783
Interest expense	12,494	2,417,120	108,395	2,538,009
Loss before income taxes	(64,768)	(2,463,974)	(346,175)	(2,874,917)
Net loss	(64,768)	(2,463,974)	(346,175)	(2,874,917)

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For the six months ended September 30, 2011 (Unaudited)	Additives & Green Energy	Staffing	Corporate & Eliminations	Consolidated
Income statement information:				
Sales	\$ 571,634	\$ 14,797,864	\$ –	\$ 15,369,498
Depreciation and amortization	64,340	5,823	–	71,163
Interest expense	59,973	1,097,440	4,139	1,161,552
Gain from deconsolidation	–	18,472,331	–	18,472,331
Income/(Loss) before income taxes	(131,416)	16,839,834	(824,587)	15,883,831
Net Income/(Loss)	\$ (131,416)	\$ 16,839,834	\$ (824,587)	\$ 15,883,831
Balance sheet information:				
Total assets	1,909,836	1,779,274	21,814	\$ 3,907,257

September 30, 2010 (Unaudited)	Additives & Green Energy	Staffing	Corporate & Eliminations	Consolidated
Income statement information:				
Sales	\$ 656,162	\$ 19,679,885	\$ –	\$ 20,336,047
Depreciation and amortization	128,700	376,865	–	505,565
Interest expense	33,893	3,199,477	232,762	3,466,132
Loss before income taxes	(137,164)	(3,813,395)	(903,032)	(4,853,591)
Net loss	(137,164)	(3,813,395)	(903,032)	(4,853,591)
Balance sheet information:				
Total assets	2,173,763	10,877,328	745,318	13,796,409

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Forward-Looking Statements

The statements contained in this Quarterly Report on Form 10-Q that are not purely historical are "forward-looking statements" under the Private Securities Litigation Reform Act of 1995 and within Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. All forward-looking statements involve various risks and uncertainties. Forward-looking statements contained in this Report include statements regarding the plans of Green Planet Group, Inc. ("Green Planet," "GPG," "we," "our," or "the Company") to develop, test and deliver new products; market risks, opportunities and acceptance; industry growth; anticipated capital expenditures; the impact of option expensing; our ability to finance operations, refinance current maturities of long-term obligations; and our ability to meet our cash requirements while maintaining proper liquidity. These statements involve risks and uncertainties and are based on management's current expectations and estimates; actual results may differ materially. Those risks and uncertainties that could impact these statements include the risks relating to implementation and success of our advertising and marketing plans and sensitivity to general economic conditions, including the current economic environment, consumer spending patterns; our ability to complete long-term financing, our leverage and debt risks; the effect of competition on GPG and our clients; management's allocation of capital and the timing of capital purchases; and internal factors such as the ability to increase efficiencies, control expenses and successfully execute growth strategies. The effect of market risks could be impacted by future borrowing levels and economic factors such as interest rates. The expected impact of option/warrant expensing is based on certain assumptions regarding the number and fair value of options granted, resulting tax benefits and shares outstanding. The actual ultimate impact of option/warrant expensing could vary significantly to the extent actual results vary significantly from current assumptions and market conditions.

Such forward-looking statements encompass our beliefs, expectations, hopes or intentions regarding future events. Words such as "expects," "believes," "anticipates," "should," and "likely" also identify forward-looking statements. All forward-looking statements included in this Report are made as of the date hereof, based on information available to us as of such date, and we assume no obligation to update any forward-looking statement. It is important to note that such statements may not prove to be accurate and that our actual results and future events could differ materially from those anticipated in such statements. All subsequent written and oral forward-looking statements attributable to GPG or persons acting on our behalf are expressly qualified in their entirety by this section and other factors included elsewhere in this Report. For a discussion of the factors that could cause actual results to differ from those contained in the forward-looking statements, see the Company's annual report on Form 10-K filed with the Securities and Exchange Commission which includes our financial statements for the year ended March 31, 2011.

The accompanying unaudited condensed consolidated financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-Q and Article 10 of Regulation S-X. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. The consolidated balance sheet included in this Form 10-Q was derived from audited financial statements but does not include all disclosures required by generally accepted accounting principles. In the opinion of management, all adjustments considered necessary for a fair presentation have been included. Operating results for the three-month and six-month periods ended September 30, 2011 are not necessarily indicative of the results that may be expected for the fiscal year ending March 31, 2012. The consolidated financial statements include the accounts of the Green Planet Group, Inc. and its wholly-owned subsidiaries, except for certain entities that were deconsolidated on August 18, 2011. Please refer to Notes 1 and 16 for further information. For further information, refer to the consolidated financial statements and accompanying notes included in the Company's annual report on Form 10-K for the fiscal year ended March 31, 2011.

Overview

The following Management's Discussion and Analysis of Financial Condition and Results of Operations ("MD&A") is intended to help the reader understand Green Planet Group, Inc., our operations and our business environment. MD&A is provided as a supplement to (and should be read in conjunction with) our Financial Statements and accompanying notes.

RESULTS OF OPERATIONS

The following table sets forth our results of operations for the three and six months ended September 30, 2011 and 2010 as a percentage of net sales:

	For the three months ended September 30,		For the six months ended September 30,	
	2011	2010	2011	2010
NET SALES	100.0%	100.0%	100.0%	100.0%
COST OF SALES	81.3%	84.3%	83.6%	84.4%
GROSS PROFIT	18.7%	15.7%	16.4%	15.6%
OPERATING EXPENSES:				
Selling, general and administrative	27.7%	16.6%	25.2%	20.3%
Depreciation and amortization	0.6%	2.4%	0.5%	2.5%
Allowance for bad debts	—%	—%	—%	—%
TOTAL OPERATING EXPENSES	28.3%	19.0%	25.7%	22.8%
INCOME/(LOSS) FROM OPERATIONS	(9.6)%	(3.3)%	(9.3)%	(7.2)%
Other income (expense)	—%	—%	—%	0.4%
Interest expense	(4.3)%	(24.6)%	(7.6)%	(17.0)%
Gain from deconsolidation	295.0%	—%	120.2%	—%
INCOME/(LOSS) BEFORE INCOME TAXES	281.1%	(27.9)%	103.3%	(23.9)%
Income tax benefit	—%	—%	—%	—%
NET INCOME/(LOSS)	281.1%	(27.9)%	103.3%	(23.9)%

Three months ended September 30, 2011 as compared to three months ended September 30, 2010

Net Sales: Net Sales decreased from \$10,310,450 in 2010 to \$6,261,245 in 2011 or a decrease of \$4,049,205. This represents a decrease of 39.3% over the same period a year earlier. The decrease of \$2,819,000 was due to our deconsolidation on August 18th and the remaining \$1,230,205 was attributable to client contractions and terminations caused by the client business decisions and the economy in general.

Gross Margin: Gross Margin increased from 15.7% to 18.7%, an increase of 19.1%. This increase is due the composition of employees being provided to staffing clients and more aggressive pricing, an increase in additive costs that increased 2% relative to sales in that segment and a 1/2% mathematical variation as result of increasing both revenues and costs for client reimbursement of living expenses and per diem payments.

Selling, General and Administrative Expenses: The Company increased its SG&A from \$1,707,261 to \$1,738,559 or an increase of 1.8%, reflecting modest increase in workers' compensation, and salaries. We continue our operational measures to reduce overhead, close unprofitable locations and achieve greater efficiency of staff.

Depreciation and Amortization: The decrease in the depreciation and amortization was due to the write off of amortizable intangible assets at the end of the prior year and a slight reduction in depreciation from the removal of the deconsolidated entities and the equipment and computers of those entities.

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Interest Expense: Interest expense decreased from \$2,538,009 to \$266,670 or 89.5% over the interest expense for the prior year in part due to the deconsolidation on August 18, 2011 and the related interest and penalties for the unpaid payroll taxes, conversion of certain debt to equity in the prior year and reduction in the carrying value of the derivatives at the end of the September 30, 2011 quarter.

Six months ended September 30, 2011 as compared to six months ended September 30, 2010

Net Sales: Net Sales decreased from \$20,336,047 in 2010 to \$15,369,498 in 2011 or a decrease of \$4,966,549. This represents a decrease of 24.4% over the same period a year earlier. The decrease of \$2,819,000 was due to our deconsolidation on August 18th, 2011 and the remaining \$2,147,000 was attributable to client contractions and terminations caused by the client business decisions and the economy in general.

Gross Margin: Gross Margin increased from 15.6% to 16.4% or an increase of 5.1%. This increase is due the composition of employees being provided to staffing clients and more aggressive pricing, an increase in additive costs that increased 2% relative to sales in that segment and a 1/2% mathematical variation as result of increasing both revenues and costs for client reimbursement of living expenses and per diem payments.

Selling, General and Administrative Expenses: The Company decreased its SG&A from \$4,135,311 to \$3,882,841 or a decrease of \$252,470, reflecting an increase in the percentage of SG&A relative to sales from 20.3% of sales to 25.2% of sales, an increase of 24.1%. The decreased dollar amount was due to the increased operating efficiencies allocated to a lower volume of sales. We continue our cost cutting measures to reduce overhead, closing unprofitable locations and achieve greater productivity from the staff.

Depreciation and Amortization: The decrease in the depreciation and amortization was due to the write off of amortizable intangible assets at the end of the prior year and a slight reduction in depreciation from the removal of the deconsolidated entities and the equipment and computers of those entities.

IMPACT OF INFLATION

Inflation has not had a material effect on our results of operations. We expect the cost of petroleum base products to track the increase and decrease in the worldwide oil prices.

SEASONALITY

The seasons of the year have no material impact on the Company's fuel efficiency/emission reducing products or services but it does have an impact on both revenues and margin of our staffing companies. Revenues are generally lowest in the first calendar quarter and largest in the third calendar quarter.

FINANCIAL LIQUIDITY AND CAPITAL RESOURCES

We have experienced operating losses for the three months ended September 30, 2011 and 2010 and cash flows from operations of \$115,054 for the six-month period ended September 30, 2011. The aggregate net losses for the last two fiscal years aggregated \$15,439,778 and \$15,687,606, respectively. For the six months ended September 30, 2011, the loss from operations was \$1,427,788 with aggregate contributing non-cash factors of depreciation, amortization, bad debts, share based payments and derivation valuation factors of \$165,149 for the six months compared to the prior year to date of \$496,216. We have funded our operations to date by borrowings from third parties and investors. In the September 30, 2011 quarter we issued \$21,750 of common stock for services and interest. The inability of the Company to raise capital through the private sale of common stock or through the issuance of debt instruments at acceptable prices and in a timely manner will have a negative impact on the results of operations and viability of the Company.

The Company is in negotiations to obtain the necessary capital to fund its operations, complete its regulatory approvals, expand production and sales and generally meet its business objectives. The Company forecasts that the equity and additional borrowing capacity that it is working to obtain will provide sufficient funds to complete its primary development activities and achieve profitable operations although the Company can provide no assurance that additional equity or additional borrowing capacity will be obtained. Accordingly, these financial statements do not include any adjustments that might result from this uncertainty.

As a result, the Company's independent registered public accounting firm has issued a going concern opinion on the Company's condensed consolidated financial statements for the year ended March 31, 2011 contained in our Form 10-K filed with the Securities and Exchange Commission.

Substantially all of the Company's assets are pledged as collateral for our debt obligations at September 30, 2011.

As discussed in Notes 1 and 16 to the Condensed Consolidated Financial Statements, two of the then Lumea subsidiaries' filed for protection under the United States Bankruptcy Code, Chapter 11, debtor in possession. As of August 18, 2011 the operations of the two entities are no longer included in the consolidated financial statements pursuant to the requirements of GAAP. All creditors of these two entities are stayed from further action against these entities without specific approval of the bankruptcy court.

At September 30, 2011, the Company does not have any significant commitments for capital expenditures. The Company is discussing with potential customers the manufacturing and delivery logistics and depending on the results of such negotiations, the Company may be required to expand its manufacturing capabilities. We have no special purpose entities or off balance sheet financing arrangements, commitments, or guarantees other than certain long-term operating lease arrangements for our corporate facilities and short-term purchase order commitments to our suppliers.

At September 30, 2011, the Company's aggregate of accounts payable, accrued liabilities and notes due within one year has decreased by approximately \$23,200,000 from \$31,600,000 at March 31, 2011 to \$8,400,000 at September 30, 2011. This decrease substantially reflects the deconsolidation of the two entities at August 1, 2011.

The Company's cost of raw materials is highly dependent on the cost of petroleum products and synthetic materials and the staffing segment is dependent on the cost of labor in various geographic areas within the United States. To the extent that such prices fluctuate significantly the Company may be unable to adjust sales prices to reflect cost increased and secondarily price increases may negatively influence sales.

OFF BALANCE SHEET ARRANGEMENTS

Not applicable.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Below is a summary of the Company's significant accounting policies, which should be read in conjunction with the Company's March 31, 2011 Annual Report filed on Form 10-K.

The unaudited condensed consolidated financial statements presented herein have been prepared in accordance with accounting principles generally accepted in the United States of America for interim financial information and in accordance with the instructions to Form 10-Q. Accordingly, certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted. In our opinion, the accompanying condensed consolidated financial statements include all adjustments necessary for a fair presentation of such condensed consolidated financial statements. Such necessary adjustments consist of normal recurring items and the elimination of all significant intercompany balances and transactions. These interim condensed consolidated financial statements should be read in conjunction with the Company's March 31, 2011 Annual Report filed on Form 10-K. Interim results are not necessarily indicative of results for a full year.

Consolidation - The condensed consolidated financial statements include the accounts of Green Planet Group, Inc. and its consolidated subsidiaries and wholly-owned limited liability company, except that as discussed in Notes 1 and 16, as of August 18, 2011 the consolidated financial statements no longer contain Lumea Staffing, Inc. and Lumea Staffing of CA, Inc. in accordance with GAAP as a result of their filing for protection under Chapter 11 of the United States Bankruptcy Code. All significant intercompany transactions and balances have been eliminated.

Use of Estimates - The preparation of financial statements in conformity with United States generally accepted accounting principles requires the Company to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses, and related disclosure of contingent assets and liabilities. The more significant estimates relate to revenue recognition, contractual allowances and uncollectible accounts, accrued liabilities, derivative liabilities, income taxes, litigation and contingencies and the fair value of the Company's investment in the deconsolidated entities. Estimates are based on historical experience and on various other assumptions that the Company believes to be reasonable under the circumstances, the results of which form the basis for judgments about results and the carrying values of assets and liabilities. Actual results and values may differ significantly from these estimates.

Cash Equivalents - The Company invests its excess cash in short-term investments with various banks and financial institutions. Short-term investments are cash equivalents, as they are part of the cash management activities of the company and are comprised of investments having maturities of three months or less at inception.

Allowance for Doubtful Accounts - The Company provides an allowance for doubtful accounts when management estimates collectability to be uncertain. Accounts receivable are continually reviewed to determine which, if any, accounts are doubtful of collection. In making the determination of the appropriate allowance amount, the Company considers current economic and industry conditions, relationships with each significant customer, overall customer credit-worthiness and historical experience. The allowance for doubtful accounts was \$1,503,550 (unaudited) and \$2,034,760 at September 30, 2011 and March 31, 2011, respectively.

Inventories - Inventories are stated at the lower of cost or market value. Cost of inventories is determined by the first-in, first-out (FIFO) method. Obsolete or abandoned inventories are charged to operations in the period that it is determined that the items are no longer viable sales products. The Company did not deem an allowance for slow moving and obsolete inventory to be necessary as of September 30, 2011 and March 31, 2011.

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Property, Plant, and Equipment - Property, plant and equipment are carried at cost. Repair and maintenance costs are charged against operations while renewals and betterments are capitalized as additions to the related assets. The Company depreciates its property, plant and equipment and computers on a straight line basis. Estimated useful life of the plant is 31 years and the equipment ranges from 3 to 10 years.

Intangible Assets - Intangible assets consisted of patents, trademarks, government approvals and customer relationships (including client contracts). During the year ended March 31, 2011, the Company recognized impairment losses of \$2,365,372 on amortizable intangibles.

Goodwill - Goodwill represented the excess of the purchase price over the fair value of the net assets acquired by Lumea. Goodwill and other intangible assets having an indefinite useful life were not amortized for financial statement purposes. The Company performs an annual impairment test each year and in the event that facts and circumstances indicate that goodwill and other identifiable intangible assets may be impaired, an interim impairment test would be required. The Company's testing approach utilized a discounted cash flow analysis to determine the fair value of its reporting units for comparison to their corresponding book values. If the book value exceeds the estimated fair value for a reporting unit, a potential impairment is indicated. ASC 350-10 and ASC 360-10 prescribes the approach for determining the impairment amount, if any. During the year ended March 31, 2011, the Company recognized an impairment loss of \$4,624,271 in conjunction with goodwill valuation for the period.

Impairment of Long-Lived Assets - In accordance with ASC 360-10, the Company reviews long-lived assets, including, but not limited to, property and equipment, and other assets, for impairment annually or whenever events or changes in circumstances indicate the carrying amounts of assets may not be recoverable. The carrying value of long-lived assets is assessed for impairment by evaluating operating performance and future undiscounted cash flows of the underlying assets. If the sum of the expected future cash flows of an asset is less than its carrying value, an impairment measurement is required. Impairment charges are recorded to the extent that an asset's carrying value exceeds fair value. During the year ended March 31, 2011 the Company recognized impairment valuations on the amortizable intangibles of customer relationships and EPA licenses of \$2,111,928 and \$253,444, respectively, based on the income approach using the estimated discounted cash flows related to these activities.

Fair Value Disclosures - The carrying values of accounts receivable, deposits, prepaid expenses, accounts payable and accrued expenses generally approximate the respective fair values of these instruments due to their current nature.

The fair values of debt instruments for disclosure purposes only are estimated based upon the present value of the estimated cash flows at interest rates applicable to similar instruments.

The Company generally does not use derivative financial instruments to hedge exposures to cash flow or market risks. However, certain other financial instruments, such as warrants and embedded conversion features that are indexed to the Company's common stock, are classified as liabilities when either (a) the holder possesses rights to net-cash settlement or (b) physical or net-share settlement is not within the control of the Company. In such instances, net-cash settlement is assumed for financial accounting and reporting, even when the terms of the underlying contracts do not provide for net-cash settlement. Such financial instruments are initially recorded at fair value and subsequently adjusted to fair value at the close of each reporting period.

Derivative Financial Instruments - The Company accounts for derivative instruments and debt instruments in accordance with the interpretative guidance of ASC 815 which codified SFAS No. 133, "Accounting for Derivative Instruments and Hedging Activities" ("SFAS 133"), EITF 00-19, "Accounting for Derivative Financial Instruments Indexed to, and Potentially Settled in, a Company's Own Stock," APB No. 14, "Accounting for Convertible Debt and Debt Issued with Stock Purchase Warrants," EITF 98-5, "Accounting for Convertible Securities with Beneficial Conversion Features or Contingently Adjustable Conversion Ratios" ("EITF 98-5"), and EITF 00-27, "Application of Issue No. 98-5 to Certain Convertible Instruments" ("EITF 00-27"), and associated pronouncements related to the classification and measurement of warrants and instruments with conversion features. It is necessary for the Company to make certain assumptions and estimates to value derivatives and debt instruments.

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Revenue Recognition - Revenues are recognized at the time of shipment of products to customers, or at the time of transfer of title, if later, and when collection is reasonably assured. All amounts in a sales transaction billed to a customer related to shipping and handling are reported as revenues. Staffing revenue is recognized at the completion of each billing cycle to the customer after completion of the work. The billing cycle is generally weekly.

Provisions for sales discounts and rebates to customers are recorded, based upon the terms of sales contracts, in the same period the related sales are recorded, as a deduction to the sale. Sales discounts and rebates are offered to certain customers to promote customer loyalty and encourage greater product sales. As a general rule, the Company does not charge interest on its accounts receivables and the accounts receivable are generally unsecured.

Components of Cost of Sales - Cost of sales is comprised of raw material costs including freight and duty, inbound handling costs associated with the receipt of raw materials, contract manufacturing costs, third party bottling and packaging, maintenance and storage costs, plant and engineering overhead allocation, terminals and other warehousing costs, and handling costs. The components of cost of sales of the staffing business are primarily the personnel costs of labor, payroll taxes, and other direct costs of maintaining employees, excluding workers' compensation expense.

Selling Expenses - Included in selling, general and administrative expenses are the commission expenses for both employees and outside sales representatives ranging from 1.5% to 11.5% per dollar of sales. Our staffing sales representatives are paid a commission on new sales. The Company expends amounts to advertise and distinguish its products from those of its competitors through the use of in-store advertising, printed media, internet and broadcast media. Advertising expenses for the three and six months ended September 30, 2011 and 2010 were \$11,752 and \$29,354, and \$23,637 and \$39,359 respectively, and are expensed as incurred.

Research, Testing and Development - Research, testing and development costs are expensed as incurred. Research and development expenses, including testing, for the three and six months ended September 30, 2011 and 2010 (unaudited) was \$0 for all periods. Costs to acquire in-process research and development (IPR&D) projects that have no alternative future use and that have not yet reached technological feasibility at the date of acquisition are expensed upon acquisition.

Income Taxes - We provide for income taxes in accordance with ASC 740, which requires the recognition of deferred tax assets and liabilities for the expected future tax consequences of temporary differences between the financial statement carrying amounts and the tax bases of the assets and liabilities.

The recording of a net deferred tax asset assumes the realization of such asset in the future; otherwise a valuation allowance must be recorded to reduce this asset to its net realizable value. The Company considers future pretax income and, if necessary, ongoing prudent and feasible tax planning strategies in assessing the need for such a valuation allowance. In the event that the Company determines that it may not be able to realize all or part of the net deferred tax asset in the future, a valuation allowance for the deferred tax asset is charged against income in the period such determination is made. The Company has recorded full valuation allowances as of September 30, 2011 and March 31, 2011.

Concentrations of Credit Risks - Financial instruments that potentially subject the Company to significant concentrations of credit risk consist principally of accounts receivable. With respect to accounts receivable, such receivables are primarily from customers located in the United States. The Company extends credit based on an evaluation of the customer's financial condition, generally without requiring collateral. Exposure to losses on receivables is dependent on each customer's financial condition. At September 30, 2011 and 2010, the amounts due from foreign distributors were \$1,269,156 and \$1,363,756 (unaudited), respectively. These balances were fully reserved at September 30, 2011 and 2010. At September 30, 2011, the staffing business had one customer that accounted for approximately 22.5% and 18.5% of gross sales for the three and six months then ended and for the same periods in 2010 had two customers that contributed greater than 10% of sales. The percentages were 12.3%, 10.3%, 12.3% and 11.8%, respectively. In the staffing business, customer volume fluctuates with the seasons, the customers' lines of business and other factors.

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Stock-Based Compensation - We account for stock-based awards to employees and non-employees using the accounting provisions of ASC 718-10, which provides for the use of the fair value based method to determine compensation for all arrangements where shares of stock or equity instruments are issued for compensation. Shares of common stock issued in connection with acquisitions are also recorded at their estimated fair values based on the Hull-White enhanced option-pricing model. The standard establishes the accounting of transactions in which an entity exchanges its equity instruments for goods or services, particularly transactions in which an entity obtains employee services in share-based payment transactions. The statement also requires a public entity to measure the cost of employee services received in exchange for an award of equity instruments based on the grant-date fair value of the award. That cost is recognized over the period during which the employee is required to provide service in exchange for the award. All stock-based awards to employees and non-employees expired on March 25, 2011.

Loss per share - Basic loss per share is calculated using the weighted average number of shares outstanding during the year. The Company has adopted ASC 260-10, *Earnings per Share - Overall*, and uses the treasury stock method to compute the dilutive effect of warrants and similar instruments. Under this method, the dilutive effect on loss per share is recognized on the use of the proceeds that could be obtained upon exercise of options, warrants and similar instruments. It assumes that the proceeds would be used to purchase common shares at the average market price during the period. The warrants as disclosed in Note 12 of the financial statements or other convertible instruments discussed in Note 15 were not included in the computation of loss per share as their inclusion would be anti-dilutive.

Segment Information - We operate in two industry segments, the development, manufacture and sale of private and commercial vehicle energy efficient enhancement products, and employee staffing services. The enhancement products are designed to extend engine life, promote fuel efficiency and reduce emissions. These products are being marketed by the Company and sales were predominantly in the United States of America, Canada, Mexico and Africa. During the three and six months ended September 30, 2011, the states of AZ, CA, FL and IL accounted for 76.9% and 84.3%, respectively. During the three and six months ended September 30, 2010, the same states accounted for 81.7% and 84.3%, respectively.

Litigation - The Company is and may become a party in routine legal actions or proceedings in the ordinary course of its business. Management does not believe that the outcome of these routine matters will have a material adverse effect on the Company's consolidated financial position or results of operations.

Environmental - The Company's enhancement products and related operations are subject to extensive federal, state and local laws, regulations and ordinances in the United States relating to the generation, storage, handling, emission, transportation and discharge of certain materials, substances and waste into the environment, and various other health and safety matters. Governmental authorities have the power to enforce compliance with their regulations, and violators may be subject to fines, injunctions or both. The Company must devote substantial financial resources to ensure compliance, and it believes that it is in substantial compliance with all the applicable laws and regulations. As a result, the Company does not believe it has any environmental remediation liability at September 30, 2011.

New accounting pronouncements:

FASB Accounting Standards Update ("ASU") No. 2010-13 was issued in April 2010, and amends and clarifies ASC 718 with respect to the classification of an employee share based payment award with an exercise price denominated in the currency of a market in which the underlying security trades. This ASU was effective for the fourth quarter of 2011 and did not have a material effect on the Company.

In January 2010, ASU No. 2010-06 "Fair Value Measurements and Disclosures (Topic 820) Improving Disclosures about Fair Value Measurement" was issued, which provides amendments to Subtopic 820-10 that requires new disclosures as follows:

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1. Transfers in and out of Levels 1 and 2. A reporting entity should disclose separately the amounts of significant transfers in and out of Level 1 and Level 2 fair value measurements and describe the reasons for the transfers.
2. Activity in Level 3 fair value measurements. In the reconciliation for fair value measurements using significant unobservable inputs (Level 3), a reporting entity should present separately information about purchases, sales, issuances, and settlements (that is, on a gross basis rather than as one net number).

This Update provides amendments to Subtopic 820-10 that clarify existing disclosures as follows:

1. Level of disaggregation. A reporting entity should provide fair value measurement disclosures for each class of assets and liabilities. A class is often a subset of assets or liabilities within a line item in the statement of financial position. A reporting entity needs to use judgment in determining the appropriate classes of assets and liabilities.
2. Disclosures about inputs and valuation techniques. A reporting entity should provide disclosures about the valuation techniques and inputs used to measure fair value for both recurring and nonrecurring fair value measurements. Those disclosures are required for fair value measurements that fall in either Level 2 or Level 3.

This Update also includes conforming amendments to the guidance on employers' disclosures about postretirement benefit plan assets (Subtopic 715-20). The conforming amendments to Subtopic 715-20 change the terminology from major categories of assets to classes of assets and provide a cross reference to the guidance in Subtopic 820-10 on how to determine appropriate classes to present fair value disclosures. The new disclosures and clarifications of existing disclosures are effective for interim and annual reporting periods beginning after December 15, 2009, except for the disclosures about purchases, sales, issuances, and settlements in the roll forward of activity in Level 3 fair value measurements. Those disclosures were effective for fiscal years beginning after December 15, 2010, and for interim periods within those fiscal years. This ASU was effective for the first quarter of 2012 and did not have a material effect on the Company.

In December 2010, the FASB issued the FASB Accounting Standards Update No. 2010-28 "Intangibles – Goodwill and Other (Topic 350): When to Perform Step 2 of the Goodwill Impairment Test For Reporting Units With Zero or Negative Carrying Amounts" ("ASU 2010-28"). Under ASU 2010-28, if the carrying amount of a reporting unit is zero or negative, an entity must assess whether it is more likely than not that goodwill impairment exists. To make that determination, an entity should consider whether there are adverse qualitative factors that could impact the amount of goodwill, including those listed in ASC 350-20-35-30. As a result of the new guidance, an entity can no longer assert that a reporting unit is not required to perform the second step of the goodwill impairment test because the carrying amount of the reporting unit is zero or negative, despite the existence of qualitative factors that indicate goodwill is more likely than not impaired. ASU 2010-28 is effective for public entities for fiscal years, and for interim periods within those years, beginning after December 15, 2010, with early adoption prohibited. This ASU was effective for the first quarter of 2012 and did not have a material effect on the Company.

In December 2010, the FASB issued the FASB Accounting Standards Update No. 2010-29 "Business Combinations (Topic 805): Disclosure of Supplementary Pro Forma Information for Business Combinations" ("ASU 2010-29"). ASU 2010-29 specifies that if a public entity presents comparative financial statements, the entity should disclose revenue and earnings of the combined entity as though the business combination(s) that occurred during the current year had occurred as of the beginning of the comparable prior annual reporting period only. The amendments in this Update also expand the supplemental pro forma disclosures under Topic 805 to include a description of the nature and amount of material, nonrecurring pro forma adjustments directly attributable to the business combination included in the reported pro forma revenue and earnings. The amended guidance is effective prospectively for business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after December 15, 2010. This ASU was effective for the first quarter of 2012 and did not have a material effect on the Company.

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ASU No. 2011-04 was issued May 2011, and amends ASC 820, Fair Value Measurement. This amendment is meant to improve the comparability of fair value measurements presented and disclosed in financial statements prepared in accordance with U.S. Generally Accepted Accounting Principles and International Financial Reporting Standards. This ASU will be effective during interim and annual periods beginning after December 15, 2011.

In June 2010, accounting guidance was amended to change the presentation of comprehensive income. These changes give an entity the option to present the total of comprehensive income, the components of net income, and the components of other comprehensive income either in a single continuous statement of comprehensive income or in two separate but consecutive statements. The option to present components of other comprehensive income as part of the statement of changes in stockholders' equity was eliminated. The items that must be reported in other comprehensive income or when an item of the comprehensive income must be reclassified to net income were not changed. Additionally, no changes were made to the calculations and presentation of earning per share. These changes become effective for fiscal years beginning after December 15, 2011. The Company has determined that these changes will not have an effect on the consolidated financial results.

Management does not believe that any other recently issued, but not yet effective accounting pronouncements, if adopted, would have a material effect on the accompanying condensed consolidated financial statements.

Item 3. Quantitative and Qualitative Disclosures About Market Risk

Not applicable.

Item 4. Controls and Procedures

Evaluation of Disclosure Controls and Procedures

We conducted under the supervision and with the participation of our management performed, which included our Chief Executive Officer ("CEO") and Chief Financial Officer ("CFO"), which serve as the principal executive officer and principal financial officer, respectively, an evaluation of the effectiveness of our disclosure controls and procedures as defined in Rules 13a-15(e) and 15d-15(e) of the Exchange Act. Our disclosure controls and procedures are designed to ensure that information required to be disclosed in the reports we file or submit under the Exchange Act is recorded, processed, summarized and reported within the time periods specified in the SEC's rules and forms, and that such information is accumulated and communicated to our management, including our CEO and CFO, to allow timely decisions regarding disclosures. Based upon that evaluation, our CEO and CFO concluded that as of such date, our disclosure controls and procedures were not effective to ensure that the information required to be disclosed by us in our reports is recorded, processed, summarized and reported within the time periods specified by the SEC as a result of the material weaknesses in our internal controls described below.

Management assessed the effectiveness of our disclosure controls and procedures as of the end of the period covered by this report using the criteria set forth by the Committee of Sponsoring Organizations of the Treadway Commission ("COSO") in Internal Control – Integrated Framework. Based on this evaluation, management concluded that, as of September 30, 2011, the Company's ICFR was not effective at the reasonable assurance level because we identified the following material weaknesses:

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The Company did not have adequate segregation of duties in its cash disbursement process. Also, mitigating controls, such as monitoring controls, were not determined to be effective to mitigate the risk of material misstatement. Further, the Company did not have adequate controls in place over the authorization and recording of manual journal entries and over the authorization and retention of supporting documentation .

We believe that the weaknesses in our disclosure controls and procedures and our internal control over financial reporting are a direct consequence of our size, resource constraints and the nature of our business. If and until there is a significant improvement in our resources the Company does not intend to expend much needed operating funds to change accounting systems or add administrative personnel.

Changes in Internal Control over Financial Reporting

There was no change in the Company's internal control over financial reporting identified in connection with the Company's evaluation that occurred during our last fiscal quarter (our fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, its internal control over financial reporting.

PART II – OTHER INFORMATION

Item 1. Legal Proceedings

On August 20, 2011, Shelter Island Opportunity Fund, LLC filed a law suit in the Supreme Court of the State of New York, County of New York, Index No. 652209/2011 against EMTA Production Holdings, Inc., Green Planet Group, Inc. and XenTx Lubricants, Inc. seeking payment of the debt plus interest due Shelter Island Opportunity Fund, LLC or the delivery of the property and equipment located in Durant Oklahoma. The Company has answered the suit and believes that a settlement will be reached by the parties..

Item 1A. Risk Factors

Not applicable.

Item 2. Unregistered Sales of Equity Securities and Use of Proceeds

None.

Item 3. Defaults Upon Senior Securities

None.

Item 4. Removed and Reserved

Item 5. Other Information

None.

Item 6. Exhibits

Exhibit No.	Description
31.1 *	Certification of Chief Executive Officer pursuant to Rule 13a-14(a)/15d-14(a)
31.2 *	Certification of Chief Financial Officer pursuant to Rule 13a-14(a)/15d-14(a)
32 *	Certifications of Chief Executive Officer and Chief Financial Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002
101.INS *	XBRL Instance Document **
101.SCH *	XBRL Taxonomy Extension Schema Document **
101.CAL*	XBRL Taxonomy Extension Calculation Linkbase Document **
101.DEF *	XBRL Taxonomy Extension Definition Linkbase Document **
101.LAB *	XBRL Taxonomy Extension Labels Linkbase Document **
101.PRE *	XBRL Taxonomy Extension Presentation Linkbase Document **

* Filed herewith.

* Pursuant to Rule 406T of Regulation S-T, these interactive data files are deemed not filed or part of a registration statement or prospectus for purposes of Sections 11 or 12 of the Securities Act of 1933, as amended, deemed not filed for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, and otherwise are not subject to liability under those sections.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

GREEN PLANET GROUP, INC.

(Registrant)

Date: December 27, 2011

/s/ Edmond L. Lonergan

Edmond L. Lonergan

President and Chief Executive Officer

Date: December 27, 2011

/s/ James C. Marshall

James C. Marshall

Chief Financial Officer

**RULE 13A-14(A)/15D-14(A) CERTIFICATION
CHIEF EXECUTIVE OFFICER CERTIFICATION**

I, Edmond L. Lonergan, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Green Planet Group, Inc.:
2. Based on my knowledge, this report 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 circumstances under which such statements were made, not misleading with respect to the period covered by this report.
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operation and cash flows of the registrant as of, and for, the periods presented in this report.
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in the Securities Exchange Act of 1934 (the "Exchange Act"), Rules 13a-15(e) and 15d-15(e)) internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
 - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the small business issuer, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this report is being prepared;
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under my supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the small business issuer's disclosure controls and procedures and presented in this report my conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - (d) Disclosed in this report any change in the small business issuer's internal control over financial reporting that occurred during the small business issuer's most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the small business issuer's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the small business issuer's ability to record, process, summarize and report financial information; and
 - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the small business issuer's internal control over financial reporting.

Date: December 27, 2011

/s/ Edmond L. Lonergan

Edmond L. Lonergan
President and Chief Executive Officer

**RULE 13A-14(A)/15D-14(A) CERTIFICATION
CHIEF FINANCIAL OFFICER CERTIFICATION**

I, James C. Marshall, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Green Planet Group, Inc.:
2. Based on my knowledge, this report 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 circumstances under which such statements were made, not misleading with respect to the period covered by this report.
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operation and cash flows of the registrant as of, and for, the periods presented in this report.
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in the Securities Exchange Act of 1934 (the "Exchange Act"), Rules 13a-15(e) and 15d-15(e)) internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the small business issuer and have:
 - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the small business issuer, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this report is being prepared;
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under my supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the small business issuer's disclosure controls and procedures and presented in this report my conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - (d) Disclosed in this report any change in the small business issuer's internal control over financial reporting that occurred during the small business issuer's most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the small business issuer's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the small business issuer's ability to record, process, summarize and report financial information; and
 - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the small business issuer's internal control over financial reporting.

Date: December 27, 2011

/s/ James C. Marshall

James C. Marshall
Chief Financial Officer

**CERTIFICATION PURSUANT TO
18 U.S.C. SECTION 1350,
AS ADOPTED PURSUANT TO SECTION 906
OF THE SARBANES-OXLEY ACT OF 2002**

In connection with the quarterly report of Green Planet Group, Inc. (the "Company") on Form 10-Q for the quarter ended September 30, 2011, as filed with the Securities and Exchange Commission on the date hereof (the "Report"), we, Edmond L. Lonergan, President and Chief Executive Officer, and James C. Marshall, Chief Financial Officer, certify, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 that to the best of our knowledge:

- (1) This report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and
- (2) The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

/s/ Edmond L. Lonergan
Edmond L. Lonergan
President and Chief Executive Officer

/s/ James C. Marshall
James C. Marshall
Chief Financial Officer

Date: December 27, 2011

Date: December 27, 2011

* This certification is being furnished as required by Rule 13a-14(b) under the Securities Exchange Act of 1934 (the "Exchange Act") and Section 1350 of Chapter 63 of Title 18 of the United States Code, and shall not be deemed "filed" for purposes of Section 18 of the Exchange Act or otherwise subject to the liability of that section. This certification shall not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act, except as otherwise stated in such filing.
