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size="2"> The Company's revenues decreased to approximately \$35,000 for the three months ended March 31, 2002 from approximately \$89,000 for the same period in 2001. This decrease was attributable to no AQUAMIM® sales, resulting from selling all AQUAMIM® assets in December 2001 and lower EnviroPlastic® Z sales partially offset by higher Agway development income and revenue from research and development technical consulting.

Cost of revenues decreased to \$23,000 for the three months ended March 31, 2002 from approximately \$72,000 for the same period in 2001. This decrease was primarily due to decreased revenues.

General and administrative expenses decreased to approximately \$100,000 for the three months ended March 31, 2002 from approximately \$224,000 for the same period in 2001. This decrease was primarily attributable to a reduction in staff, reduced use of outside services, and lower depreciation and amortization expense resulting from selling all AQUAMIM® assets in December 2001.

Marketing expenses decreased to approximately \$19,000 for the three months ended March 31, 2002 from approximately \$80,000 for the same period in 2001. This decrease was primarily attributable to a reduction in staff and reduced use of outside services.

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Item 2 Management's Discussion and Analysis of Financial Condition and Results of Operations (Continued)

Planet Polymer Technologies, Inc.

RESULTS OF OPERATIONS, CONTINUED

The Company's research and development expenses decreased to approximately \$48,000 for the three months ended March 31, 2002 from approximately \$163,000 for the same period in 2001. This decrease was primarily due to a reduction in staff, severance costs related to employee terminations in 2001, greater research and development expense reimbursement from Agway and lower depreciation and amortization expense resulting from selling all AQUAMIM® assets in December 2001.

Other income, net decreased to approximately \$700 for the three months ended March 31, 2002 from approximately \$13,000 for the same period in 2001. This decrease was primarily attributable to lower cash balances and lower interest rates.

LIQUIDITY AND CAPITAL RESOURCES

The Company used cash of approximately \$136,000 for operations for the three months ended March 31, 2002. Such funds were used primarily for research and development activities, marketing efforts and administrative support.

Net cash provided by investing activities of approximately \$39,000 for the three months ended March 31, 2002 resulted from the receipt of payments on a note receivable associated with the sale of MIM assets to Ryer.

Net cash used for financing activities was approximately \$21,000 for the three months ended March 31, 2002. Such funds were used for payments associated with capital lease obligations.

The Company believes that its existing sources of liquidity and anticipated revenue will satisfy the Company's projected working capital and other cash requirements through at least December 2002. There can be no assurance, however, that future revenue decreases or changes in the Company's plans or other events affecting the Company's operating expenses will not result in the expenditure of the Company's resources. The Company expects that it will need to raise substantial additional funds to continue its current and planned operations. The Company is evaluating the potential sale or licensing of other patents and intellectual property, which, if successfully consummated, could result in a gain or loss to the Company.

On July 18, 2001, the Company's Common Stock was delisted from the Nasdaq Small Cap Stock Market due to non-compliance with Nasdaq's net tangible assets and minimum bid pricing requirements. There can be no assurance that the Company's efforts will result in additional funds or that additional financing will be available on acceptable terms, or at all.

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PART II OTHER INFORMATION

Planet Polymer Technologies, Inc.

Item 1 Legal Proceedings:

None

Item 2 Changes in Securities:

None

Item 3 Defaults upon Senior Securities:

None

Item 4 Submission of Matters to a Vote of Security Holders:

None

Item 5 Other Information:

None

Item 6 Exhibits and Reports on Form 8-K:

(a) *Exhibits:*

<u>Exhibit Number</u>	<u>Description</u>
None	

(b) *Reports on Form 8-K:*

On January 10, 2002 the Company filed a Current Report on Form 8-K to report the change in accountants to J.H. Cohn LLP from PricewaterhouseCoopers and the sale of the Metal Injection Molding assets of the Company. On March 7, 2002, the Company filed a Current Report on Form 8-K/A (Amendment No. 1) to file pro forma financial statements. The pro forma financial statements included an unaudited balance sheet as of September 30, 2001, and unaudited statements of operations for the nine months ended September 30, 2001 and for the fiscal year ended December 31, 2000.

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Planet Polymer Technologies, Inc.

SIGNATURES

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

Date: April 30, 2002

Planet Polymer Technologies, Inc.

/s/ RICHARD C. BERNIER

Richard C. Bernier
Chief Executive Officer
(On behalf of Registrant and as Registrant's
Principal Financial and Accounting Officer)