

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE**

In re Nova Holding Clinton County, LLC, *et al.*,

Case No. 09-11081 (KG)

Reporting Period: September 30, 2009

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month.

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached	Affidavit/Supplement Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X		
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a			X
Schedule of Professional Fees Paid	MOR-1b			
Copies of bank statements				
Cash disbursements journals				
Statement of Operations	MOR-2	X		
Balance Sheet	MOR-3	X		
Status of Postpetition Taxes	MOR-4			X
Copies of IRS Form 6123 or payment receipt				
Copies of tax returns filed during reporting period				
Summary of Unpaid Postpetition Debts	MOR-4	X		
Listing of aged accounts payable	MOR-4	X		
Accounts Receivable Reconciliation and Aging	MOR-5	X		
Debtor Questionnaire	MOR-5	X		

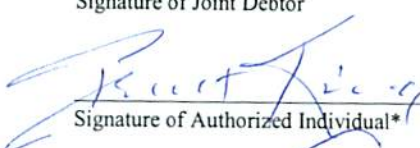
I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date



Signature of Authorized Individual*

12 16 09

Date

BRENT KING

Printed Name of Authorized Individual

C. R. O.

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

In re:
Nova Holding Clinton County, LLC, et al.,
Debtors

Case no. 09-11081 (KG)
Jointly Administered
Reporting Period: 9/01/09 to 9/30/09

**MOR-1: SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE PERIOD FROM September 1, 2009 THROUGH September 30, 2009**

			3			6			2			4	
Debtor			Nova Holding Clinton County, LLC	Nova Biofuels Clinton County, LLC	Nova Holding Seneca, LLC	Nova Biofuels Seneca, LLC	Nova Holding Trade Group, LLC	Nova Biofuels Trade Group, LLC	NBF Operations, LLC	Nova Biosource Technologies, LLC	Biosource America, Inc.	Nova Biosource Fuels, Inc.	Current Month Total
Cash at Beginning of Month			\$ 1,000.00	\$ 41,291.71	\$ -	\$ 1,558,668.18	\$ -	\$ -	\$ -	\$ (0.00)	\$ -	\$ 26,788.04	\$ 1,627,747.93
RECEIPTS													
Trade Accounts Receivable	1		-	14,730.00	-	-	-	-	-	-	-	-	\$ 14,730.00
Interest Income	21		-	-	-	329.99	-	-	-	-	0.01	-	330.00
Other	23		-	-	-	-	-	-	-	-	-	-	-
Inter-Company transfers	34	45	-	35,399.09	-	(546,182.43)	-	-	-	-	1,133.29	509,650.05	-
Loans and Advances			-	-	-	-	-	-	-	-	-	-	-
Total Receipts			\$ -	\$ 50,129.09	\$ -	\$ (545,852.44)	\$ -	\$ -	\$ -	\$ -	\$ 1,133.30	\$ 509,650.05	\$ 15,060.00
DISBURSEMENTS													
Payroll	5		-	7,032.96	-	63,342.55	-	-	-	-	-	73,661.40	\$ 144,036.91
Payroll Taxes	6		-	11,723.34	-	28,170.77	-	-	-	-	-	897.50	40,791.61
Employee Benefits	7		-	687.37	-	19,176.68	-	-	-	-	1,013.34	8,011.04	28,888.43
Consultants and Contractors	8		-	1,825.00	-	712.50	-	-	-	-	-	16,064.92	18,602.42
Utilities	9		-	8,282.11	-	13,571.20	-	-	-	-	-	-	21,853.31
Maintenance	10		-	6,418.04	-	168.20	-	-	-	-	-	-	6,586.24
Equipment Supplies	11		-	474.66	-	2,411.40	-	-	-	-	-	-	2,886.06
Disposal	12		-	70.65	-	-	-	-	-	-	-	-	70.65
Environmental & Permits	13		-	-	-	-	-	-	-	-	-	-	-
Telecom	14		-	-	-	125.41	-	-	-	-	119.95	763.06	1,008.42
Office Supplies	15		-	10.70	-	881.54	-	-	-	-	-	44.04	936.28
Insurance	16		-	-	-	-	-	-	-	-	-	23,398.91	23,398.91
IP Attorneys/Consutants	17		-	-	-	-	-	-	-	-	-	-	-
Travel Expenses	18		-	-	-	2,246.13	-	-	-	-	-	12,728.10	14,974.23
Bank Fees	20		-	-	-	-	-	-	-	-	-	262.22	262.22
Interest Expense			-	-	-	-	-	-	-	-	-	-	-
Subtotal - Operating Disbursements			\$ -	\$ 36,524.83	\$ -	\$ 130,806.38	\$ -	\$ -	\$ -	\$ -	\$ 1,133.29	\$ 135,831.19	\$ 304,295.69
US Trustees Fees	25		-	-	-	4,166.67	-	-	-	-	-	-	\$ 4,166.67
Professional Fees	24	43	-	-	-	283,809.01	-	-	-	-	0.00	393,768.33	677,577.34
Court Costs			-	-	-	-	-	-	-	-	-	-	-
Subtotal - Restructuring Disbursements			\$ -	\$ -	\$ -	\$ 287,975.68	\$ -	\$ -	\$ -	\$ -	\$ 0.00	\$ 393,768.33	\$ 681,744.01
Total Disbursements			\$ -	\$ 36,524.83	\$ -	\$ 418,782.06	\$ -	\$ -	\$ -	\$ -	\$ 1,133.29	\$ 529,599.52	\$ 986,039.70
Receipts and Disbursements			\$ -	\$ 13,604.26	\$ -	\$ (964,634.50)	\$ -	\$ -	\$ -	\$ -	\$ 0.01	\$ (19,949.47)	\$ (970,979.70)
Cash at End of Month			\$ 1,000.00	\$ 52,095.97	\$ -	\$ 594,033.68	\$ -	\$ -	\$ -	\$ (0.00)	\$ 0.01	\$ 6,838.57	\$ 656,768.23

General Notes

- 1) Cash balances may not be the same as the bank statements as they do not reflect unavailable funds, outstanding checks and other timing differences
- 2) Disbursements reflect when the disbursement accounts are funded rather than when the item clears the bank

In re:
 Nova Holding Clinton County, LLC, et al.,
 Debtors

Case no. 09-11081 (KG)
 Jointly Administered
 Reporting Period: 9/01/09 to 9/30/09

MOR-1A: Debtors' Bank Accounts
September 30, 2009

Debtor	Bank/Institution	Account Number	Book Balance
Biosource America Inc.	Sterling Bank	101050046	\$ 0.01
Biosource America Inc.	Sterling Bank	101050062	
Nova Biosource Fuels Inc.	Sterling Bank	101050445	\$ 2,390.40
Nova Biosource Fuels Inc.	Sterling Bank	101052235	\$ 4,448.17
Nova Biosource Fuels Inc.	Sterling Bank	5000220315	
Nova Biosource Fuels Inc.	Wells Fargo Bank, N.A.	660-5289187	
Nova Biofuels Trade Group, LLC	Sterling Bank	5000207866	
Nova Holding Trade Group, LLC	Sterling Bank	5000207025	
Nova Biosource Technologies, LLC	Sterling Bank	5000223624	
Nova Holding Clinton County LLC	Sterling Bank	5000207823	\$ 1,000.00
Nova Biofuels Clinton County, LLC	Sterling Bank	5000207068	\$ 52,095.97
Nova Biofuels Clinton County, LLC	Sterling Bank	5000227824	
Nova Biofuels Seneca, LLC	Sterling Bank	101051042	\$ 546,529.58
Nova Biofuels Seneca, LLC	Sterling Bank	5000227638	\$ 10,951.30
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1381 5 01	\$ 38.13
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1382 5 01	\$ 351.30
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1383 5 01	\$ 0.15
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1391 5 01	\$ 36,163.22
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1384 5 01	
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1385 5 01	
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1386 5 01	
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1387 5 01	
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1388 5 01	
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1389 5 01	
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1390 5 01	
Nova Biofuels Seneca, LLC	Sterling Bank - Trust Accts	62 00 1392 5 01	
Nova Holding Seneca, LLC	Sterling Bank	101051050	

In re:
Nova Holding Clinton County, LLC,
Debtors

Case No. 09-11081 et seq. (KG)
Jointly Administered
Reporting Period: 9/1/09 to 9/30/09

MOR-1A: BANK RECONCILIATIONS CERTIFICATION

I, Robert K. Wheeler, Controller, hereby certify that, to the best of my knowledge, information, and belief, all of the Debtors' bank account balances for the reporting period ended September 30, 2009 have been reconciled to monthly bank statements in an accurate and timely manner. The attached schedule lists each of the Debtors bank accounts and the book balance of the respective account as of the end of the reporting period, as well as the bank accounts that were opened during the reporting period. No bank accounts were closed during the reporting period.


Robert K. Wheeler
Controller

12/16/09
Date

In re:
Nova Holding Clinton County, LLC, et al.,
Debtors
|

Case no. 09-11081 (KG)
Jointly Administered
Reporting Period: 9/01/09 to 9/30/09

MOR-2: STATEMENTS OF OPERATIONS
9/30/2009

		6	5	12	13	16	15	14	2	7		
		Nova Holding Clinton County, LLC	Nova Biofuels Clinton County, LLC	Nova Holding Seneca, LLC	Nova Biofuels Seneca, LLC	Nova Holding Trade Group, LLC	Nova Biofuels Trade Group, LLC	NBF Operations, LLC	Nova Biosource Technologies, LLC	Biosource America, Inc.	Nova Biosource Fuels, Inc.	Total of all Debtors
Case number for individual debtor		09-11081	09-11082	09-11083	09-11084	09-11085	09-11086	09-11087	09-11088	09-11089	09-11090	
REVENUES												
Gross Sales	1	-	14,730.00	-	-	-	-	-	-	-	-	14,730.00
Other Revenue	2	-	-	-	-	-	-	-	-	-	-	-
Allowances	3	-	-	-	-	-	-	-	-	-	-	-
Net Revenues		-	14,730.00	-	-	-	-	-	-	-	-	14,730.00
Cost of Goods Sold	4	-	17,458.00	-	-	-	-	-	-	-	-	17,458.00
Gross Profit		-	(2,728.00)	-	-	-	-	-	-	-	-	(2,728.00)
OPERATING EXPENSES												
Payroll	5	-	7,032.96	-	63,342.55	-	-	-	-	-	73,661.40	144,036.91
Payroll Taxes	6	-	3,320.56	-	14,989.60	-	-	-	-	-	2,434.48	20,744.64
Employee Benefits	7	-	2,144.90	-	13,476.28	-	-	-	-	172.98	7,594.37	23,388.53
Consultants and Contractors	8	-	1,825.00	-	712.50	-	-	-	-	-	16,064.92	18,602.42
Utilities - note 1	9	-	(11,717.89)	-	21,826.86	-	-	-	-	-	-	10,108.97
Maintenance	10	-	6,418.04	-	168.20	-	-	-	-	-	-	6,586.24
Equipment Supplies	11	-	474.66	-	2,411.40	-	-	-	-	-	-	2,886.06
Disposal	12	-	70.65	-	-	-	-	-	-	-	-	70.65
Environmental & Permits	13	-	-	-	-	-	-	-	-	-	-	-
Telecom	14	-	-	-	125.41	-	-	-	-	119.95	763.06	1,008.42
Office Supplies	15	-	10.70	-	881.54	-	-	-	-	-	44.04	936.28
Insurance	16	-	-	-	9,184.42	-	-	-	-	-	61,739.18	70,923.60
IP Attorneys/Consultants	17	-	-	-	-	-	-	-	-	-	-	-
Travel Expenses	18	-	-	-	2,246.13	-	-	-	-	-	12,728.10	14,974.23
Bad Debt Expense	19	-	-	-	-	-	-	-	-	-	-	-
Bank Fees	20	-	-	-	-	-	-	-	-	-	262.22	262.22
Total Operating Expenses		-	9,579.58	-	129,364.89	-	-	-	-	292.93	175,291.77	314,529.17
OTHER INCOME AND EXPENSES												
Interest Income	21	-	-	-	330.08	-	-	-	-	-	-	330.08
Interst Expense - note 2	22	-	-	-	-	-	-	-	-	-	-	-
Other Income and(expenses), net	23	-	28,033.00	-	(1,744,952.50)	-	-	-	-	-	(2,829,361.66)	(4,546,281.16)
Income (Loss) before reorganization items		-	15,725.42	-	(1,873,987.31)	-	-	-	-	(292.93)	(3,004,653.43)	(4,863,208.25)
REORGANIZATION ITEMS												
Professional Fees	24	-	-	-	505,343.43	-	-	-	-	-	1,339,685.93	1,845,029.36
U.S. Trustee quarterly fees	25	-	-	-	4,166.67	-	-	-	-	-	-	4,166.67
Total reorganization expenses		-	-	-	509,510.10	-	-	-	-	-	1,339,685.93	1,849,196.03
Net income (loss)		-	15,725.42	-	(2,383,497.41)	-	-	-	-	(292.93)	(4,344,339.36)	(6,712,404.28)

Notes:

In re:
Nova Holding Clinton County, LLC, et al.,
Debtors

Case no. 09-11081 (KG)
Jointly Administered
Reporting Period: 9/01/09 to 9/30/09

MOR-3: BALANCE SHEETS
September 30, 2009

	6	5	12	13	16	15	14	2	7			
	Nova Holding Clinton County, LLC	Nova Biofuels Clinton County, LLC	Nova Holding Seneca, LLC	Nova Biofuels Seneca, LLC	Nova Holding Trade Group, LLC	Nova Biofuels Trade Group, LLC	NBF Operations, LLC	Nova Biosource Technologies, LLC	Biosource America, Inc.	Nova Biosource Fuels, Inc.	Total of all Debtors (1)	
Case number for individual debtor	09-11081	09-11082	09-11083	09-11084	09-11085	09-11086	09-11087	09-11088	09-11089	09-11090		
ASSETS												
Current Assets												
Cash and cash equivalents	31	1,000.00	73,590.01	-	594,033.77	-	-	-	0.01	6,513.57	\$ 675,137.36	
Restricted Cash	32	-	-	-	-	-	-	-	-	-	-	
Receivables, net	33	-	17,454.41	-	816,398.34	-	-	-	14,679.82	-	848,532.57	
Inter-Company receivables	34	14,684,782.45	1,699,636.91	59,602,859.09	3,050,422.50	1,132,416.09	(2,227,541.72)	-	86,154.59	20,132,184.64	207,090,995.75	
Inventories	35	-	78,074.00	-	1,000.00	-	-	-	-	-	79,074.00	
Prepaid expenses and other current assets	36	(9,399.80)	20,000.00	-	2,554.83	-	-	-	-	(794,677.69)	(781,522.66)	
TOTAL CURRENT ASSETS		14,676,382.65	1,888,755.33	59,602,859.09	4,464,409.44	1,132,416.09	(2,227,541.72)	-	86,154.59	20,146,864.47	207,912,217.02	
Restricted Cash	37	-	-	-	-	-	-	-	-	-	-	
Investment in Subsidiary	38	-	-	-	-	-	-	-	-	350,100.00	350,100.00	
Property and equipment, net	39	-	9,098,991.50	-	70,652,754.27	-	-	-	193,513.77	-	79,945,259.54	
Intellectual property, net	40	-	-	-	-	-	-	5,155,495.55	-	-	5,155,495.55	
Deferred financing costs	41	-	-	-	-	-	-	-	-	(0.00)	(0.00)	
TOTAL ASSETS		\$ 14,676,382.65	\$ 10,987,746.83	\$ 59,602,859.09	\$ 75,117,163.71	\$ 1,132,416.09	\$ (2,227,541.72)	\$ -	\$ 5,241,650.14	\$ 20,340,378.24	\$ 108,492,017.08	\$ 293,363,072.11
LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)												
LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)												
Amounts due to Insiders	42	-	-	-	-	-	-	-	-	-	\$ -	
Accounts Payable	43	-	3,450,082.17	-	8,137,856.77	-	101,200.00	-	18,861.19	89,794.64	477,074.52	12,274,869.29
Accrued compensation and related benefits	44	-	278.19	-	35,389.88	-	-	-	(11,812.89)	2,548.13	-	26,403.31
Accrued expenses and other	44a	-	-	-	3,297,321.63	-	-	-	-	-	-	3,297,321.63
Intercompany	45	14,676,382.65	16,579,474.98	49,495,167.31	61,765,719.04	1,132,416.09	1,694,095.21	-	5,443,229.03	33,994,586.61	10,440,628.32	195,221,699.24
Current portion of long-term debt	46	-	-	-	7,700,000.00	-	-	-	-	-	-	7,700,000.00
TOTAL POST PETITION LIABILITIES		14,676,382.65	20,029,835.34	49,495,167.31	80,936,287.32	1,132,416.09	1,795,295.21	-	5,462,090.22	34,072,568.36	10,920,250.97	218,520,293.47
LIABILITIES SUBJECT TO COMPROMISE (Prepetition)												
Secured Liabilities	47	-	-	-	32,220,000.00	-	-	-	-	55,000,000.00	\$ 87,220,000.00	
Priority Liabilities	48	-	-	-	-	-	-	-	-	-	-	
Non-Priority Liabilities	49	-	230,000.00	-	-	-	-	-	-	-	230,000.00	
TOTAL PREPETITION LIABILITIES		-	230,000.00	-	32,220,000.00	-	-	-	-	55,000,000.00	87,450,000.00	
STOCKHOLDERS' EQUITY (DEFICIT)												
Common stock	50	-	-	-	-	-	-	-	0.10	110,198.57	\$ 110,198.67	
Member interest - Kaluzney	51	-	-	2,573,813.95	-	-	-	-	-	-	2,573,813.95	
Additional paid-in-capital	52	-	-	-	-	-	-	-	350,099.90	100,429,639.83	100,779,739.73	
Retained earnings (Accumulated deficit)	53	-	(9,272,088.51)	7,533,877.83	(38,039,123.61)	-	(4,022,836.93)	-	(220,440.08)	(14,082,290.12)	(57,543,992.29)	(115,646,893.71)
Postpetition Contributions (Disbursements)	54	-	-	-	-	-	-	-	-	-	-	
Treasury stock	55	-	-	-	-	-	-	-	-	(424,080.00)	(424,080.00)	
TOTAL STOCKHOLDERS' EQUITY (DEFICIT)		-	(9,272,088.51)	10,107,691.78	(38,039,123.61)	-	(4,022,836.93)	-	(220,440.08)	(13,732,190.12)	42,571,766.11	(12,607,221.36)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)												
		\$ 14,676,382.65	\$ 10,987,746.83	\$ 59,602,859.09	\$ 75,117,163.71	\$ 1,132,416.09	\$ (2,227,541.72)	\$ -	\$ 5,241,650.14	\$ 20,340,378.24	\$ 108,492,017.08	\$ 293,363,072.11
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(1) Each individual entity's balances are presented in their respective columns; the "Total of all Debtors" column is provided to show the balances of the combined Debtor entities as a whole for information purposes only

In re:
Nova Holding Clinton County, LLC, et al.,
Debtors

Case no. 09-11081 (KG)
Jointly Administered
Reporting Period: 9/01/09 to 9/30/09

MOR-4: SUMMARY OF UNPAID POSTPETITION ACCOUNTS PAYABLE
September 30, 2009

	Number of Days Past Due					Total
	Current	0 - 30	31 - 60	61 - 90	over 90	
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Professional Fees	68,142.06	42,853.60	-	-	-	110,995.66
Total Postpetition Accounts Payable	<u>\$ 68,142.06</u>	<u>\$ 42,853.60</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 110,995.66</u>

Notes

All invoices are recorded and paid during the week received.

In re:
Nova Holding Clinton County, LLC, et al.,
Debtors

Case no. 09-11081 (KG)
Jointly Administered
Reporting Period: 9/01/09 to 9/30/09

MOR-5: ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

September 30, 2009

	6	5	12	13	16	15	14	2	7		
	Nova Holding Clinton County, LLC	Nova Biofuels Clinton County, LLC	Nova Holding Seneca, LLC	Nova Biofuels Seneca, LLC	Nova Holding Trade Group, LLC	Nova Biofuels Trade Group, LLC	NBF Operations, LLC	Nova Biosource Technologies, LLC	Biosource America, Inc.	Nova Biosource Fuels, Inc.	Total of all Debtors
Case number for individual debtor	09-11081	09-11082	09-11083	09-11084	09-11085	09-11086	09-11087	09-11088	09-11089	09-11090	
Accounts Receivable Reconciliation											
33 Total Accounts Receivable at the beginning of the reporting period	-	17,454.41	-	816,398.34	-	-	-	-	14,679.82	-	\$ 848,532.57
+ Amounts billed during the period	-	14,730.00								-	14,730.00
- Amounts collected during the period	-	(14,730.00)									(14,730.00)
Amounts reclassified to intercompany	-										-
19 - Amounts written off from Gavilon settlement agreement	-									-	\$ -
33 Total Accounts Receivable at the end of the reporting period	-	17,454.41	-	816,398.34	-	-	-	-	14,679.82	-	848,532.57
Accounts Receivable Aging											
0 - 30 days old	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
31 - 60 days old	-	-	-	-	-	-	-	-	-	-	-
61 - 90 days old	-	-	-	-	-	-	-	-	-	-	-
91+ days old	-	17,454.41	-	816,398.34	-	-	-	-	14,679.82	-	848,532.57
Total Accounts Receivable	\$ -	\$ 17,454.41	\$ -	\$ 816,398.34	\$ -	\$ -	\$ -	\$ -	\$ 14,679.82	\$ -	\$ 848,532.57
Amount considered uncollectible (Bad Debt)											
Accounts Receivable (Net)		-									

DEBTOR QUESTIONNAIRE

Must be completed each month	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.	X	
2. Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below.	X	
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide an explanation below.	X	
5. Has any bank account been opened during the reporting period? If yes, provide documentation identifying the opened account(s). If an investment account has been opened provide the required documentation pursuant to the Delaware Local Rule 4001-3.		X

Nova Biofuels Clinton County LLC sold substantially all of its assets pursuant to a Court order.