IMPACT FUSION INTERNATIONAL INC.

INFORMATION STATEMENT

September 30, 2010
(Date of this Annual Report)

Impact Fusion International, Inc.
(Exact name of issuer as specified in its charter)

ANNUAL REPORT

Nevada
(State of incorporation or organization)

5100 W. Copans Road, Ste 710 **Margate, FL** (Address of Principal Executive Office)	**33063** (Zip Code)

The number of shares outstanding of each of the Registrant's classes of common equity, as of
the date of the Annual Report, are as follows:

Common Stock, $.0001 par value (Class of Securities Quoted)	**199,001,799** (Number of Shares Outstanding
45257G109 (CUSIP Number)	**IFUS.PK** (Trading Symbol)

Item (1) The exact name of the issuer and its predecessor.

The exact name of the issuer is Impact Fusion International Inc. ("IFUS") (the "Company", "Issuer" or "Impact")

The issuer was originally incorporated on October 1, 2002 under the laws of Florida under the name GSC Global, Inc.

Predecessors:

GSC Global Inc. Articles of Incorporation October 1, 2002
Changed its corporate name to Red Reef Laboratories International Inc. on January 10, 2005 changed its corporate name to Impact Fusion International Inc. April 9, 2009.
On July 23, 2010 changed the authorized from 1,000,000,000 to 250,000,000

Item (2) Contact Information for Issuer:

Parent:

Impact Fusion International Inc.
5100 W. Copans, Suite 710
Margate, Florida 33063
Telephone: 1-888-716-6668
Facsimile: 1-888-316-9088
Website: www.impactfusionintl.com

Subsidiaries:

Supreme Energy Resources, Inc.
(Formerly: RR Louisiana Properties, LLC)
5100 W. Copans, Suite 710
Margate, Florida 33063
Telephone: 1-888-716-6668
Facsimile: 1-888-316-9088

Versace Direct, LLC
5100 W. Copans, Suite 710
Margate, Florida 33063
Telephone: 1-888-716-6668
Facsimile: 1-888-316-9088

Mastic Blast Beverages, Inc.
5100 W. Copans, Suite 710
Margate, Florida 33063
Telephone: 1-888-716-6668
Facsimile: 1-888-316-9088

Investor Relations Contact Information:

None

Item (3) The state of incorporation.

Date of incorporation: October 01, 2002
State of Incorporation: Nevada

Item (4) The exact title and class of the security to be quoted.

Total number of shares of capital stock authorized to issue is 260,600,000
Total number of shares of common stock authorized to issue is 250,000,000
Total number of shares of preferred A stock authorized to issue is 10,000,000
Total number of shares of preferred B stock authorized to issue is 600,000
Trading symbol: IFUS
CUSIP: 45257G109

Item (5) The par or stated value of the security.

A. Common Stock par value 0.0001/share
   Preferred A Stock par value 0.001/share
   Preferred B Stock no par value

B. Common or Preferred Stock:

   1. Common equity:

      VOTING OF SHARES: Subject to the provisions of the articles of incorporation and otherwise may be provided by law, each outstanding share of common stock entitled to vote shall be entitled to one vote upon each matter submitted to a vote at a meeting of shareholders.

      QUORUM: A majority of the outstanding shares of the corporation entitled to vote, represented in person or by proxy, shall constitute a quorum at a meeting of shareholders. When a specified item of business is required to be voted on by a class or series of stock, a majority of the shares of such class or series shall constitute a quorum for the transaction of such item of business by that class or series.

   2. Preferred Stock:

      Dividend, voting, conversion, liquidation, redemption or sinking fund provisions- NONE

      a. Common Stock:

Any other material rights of common or preferred shareholders-NONE

b. There are no provisions that would delay, defer or prevent a change in control of the issuer.

Item (6):

A. The number of shares or total amount of the securities outstanding as of the end of the issuer's most recent fiscal year.

COMMON SHARES

(1) Period end date: September 30, 2010
(2) Number of shares authorized: 250,000,000
(3) Number of shares outstanding: 199,001,799
(4) Freely tradable shares: 62,644,487
(5) Total number of Beneficial Shareholders: 565
(6) Total number of Shareholders of record: 565

PREFERRED A SHARES

(1) Period end date: September 30, 2010
(2) Number of shares authorized: 10,000,000
(3) Number of shares outstanding: 1,000
(4) Freely tradable shares: 0
(5) Total number Beneficial Shareholders: 4
(6) Total number of Shareholders of record: 4

PREFERRED B SHARES

(7) Period end date: September 30, 2010
(8) Number of shares authorized: 600,000
(9) Number of shares outstanding: 36,000
(10) Freely tradable shares: 0
(11) Total number Beneficial Shareholders: 5
(12) Total number of Shareholders of record: 5

Comparatives for the last two fiscal Years:

(i) Period end date;
(ii) Number of shares authorized;
(iii) Number of shares outstanding
(iv) Freely tradable shares (public float);
(v) Total number of beneficial shareholders; and
(vi) Total number of shareholders of record.

COMMON SHARES

(i)	2010	2009	2008	2007
(ii)	250,000,000	1,000,000,000	1,500,000,000	1,500,000,000
(iii)	199,001,799	167,375,226	992,078,460	822,095,644
(iv)	62,644,487	34,932,805	134,293,671	114,780,916
(v)	565	542	232	81
(vi)	565	542	232	81

PREFERRED A SHARES

(i)	2010	2009	2008	2007
(ii)	10,000,000	10,000,000	10,000,000	10,000,000
(iii)	1,000	999	999	0
(iv)	0	0	0	0
(v)	4	4	4	0
(vi)	4	4	4	0

PREFERRED B SHARES

(i)	2010	2009	2008	2007
(ii)	600,000	-	-	-
(iii)	36,000	-	-	-
(iv)	0	-	-	-
(v)	5	-	-	-
(vi)	5	-	-	-

B. List of Securities Offering in the past two years.

Common Stock

2010

The Company issued 9,546,052 common shares for services rendered and expensed to consulting services of $116,224.

The Company converted debt of $128,677 and issued 6,070,642 for the conversion and issued 15,378,300 for interest expense on the conversion of $331,200.

The Company had beneficial conversion features of $210,200 for the convertible debt held by affiliates and notes payables of non-affiliate.

The Company had cost of raising capital of $135,554.

The Company issued 36,000 of Preferred B shares for $180,000 in cash.

The Company issued 631,560 in common stock for $6,000 in cash.

2009

The Company issued 44,045,454 of stock that was subscribed in year ended December 31, 2008 at a value of $66,068.

The company reversed the stock on April 9, 2009 for a 2500:1 reverse split. After the reverse split the Company had 573,561 shares issued and outstanding.

The Company issued 15,000,000 common shares to prior officers and directors in exchange for early extinguishment of all employment and other contracts with the company the shares were valued at $.59 and the Company expensed $8,850,000.

The Company issued 113,500,000 for all the shares in Impact Fusion International, Inc. The Company's common stock as trading at $.59 the Company valued that asset at $66,965,000. This value is eliminated in the consolidated financial statements.

The Company issued 1,200,000 to modify its existing agreement with its wholly owned subsidiary and the trading value at the time of modification was $.55 and the Company expensed $660,000 as consulting expenses.

The Company issued 370,000 for the conversion of debt outstanding with the company that totalled $177,521 the stock was trading at $.45 per share at the time of the debt reduction.

The Company issued 517,242 for $25,000 the stock was trading at $.55 per share with the total value of $263,794 the Company expensed the difference of $238,794 as consulting fees.

The Company issued 514,831 for marketing services and expensed $231,793 as marketing expenses.

The Company issued 32,957,600 shares for the conversion of debt of $164,788 the stock was trading at $.04 with the total value of $1,512,936 where the difference to the debt reduction of $1,348,148 was expenses as consulting services.

The Company issued 1,200,000 common shares for $25,000 the stock was trading at $.08 for the total value of $90,000 the difference of $65,000 was expensed as consulting fees.

The Company issued 518,091 common shares where as 500,000 was for consulting fees valued at $.55 per shares and 18,091 common shares was for outstanding debt of $5,000 with a trading value of $.55 per share. The company reduced the debt of $10,000 and expenses the difference of $279,973 to consulting services.

The Company issued 23,901 common shares for $5,000 in outstanding debt the trading value of the stock was $.42 with a total value of 10,038 where as $5,000 was applied to the reduction of debt and the difference of $5,038 was expensed as consulting.

The Company issued 1,000,000 common shares for marketing expenses at the trading value of $.04 the Company expensed $40,000.

The Company has authorized 250,000,000 shares of $.0001 par value of common stock. The Company authorized 10,000,000 in Preferred A shares issued 1,000 at a $.001 par value. The company authorized 600,000 in Preferred B shares issued 36,000 at no par value.

Preferred Stock A

The Company issued 1,000 shares of Series A Preferred Stock, $.001 par value at the date of issuance. The Series A Preferred Stock shares were issued to affiliates for services rendered for the company. These shares are restricted, have no conversion rights to common shares, and not sold on the open markets. The Series A Preferred Stock has no dividend rights. The Series A Preferred Stock has liquidation preferences equal to the holders of common shares. In the cast that 50% or more of the voting power of the Corporation is disposed of, the Series A Preferred Stock holders are entitled to vote as a separate group and a majority consent of the holders of the Class A shares is required. Series A Preferred Stock shares vote as a separate group, and votes submitted to the common shareholders for approval must also be submitted to the Series A Preferred Stock shareholders for approval, any matter submitted to the shareholders require approval of the Series A Preferred Stock. The Series A Preferred Stock are restricted, in the event a preferred shareholder does not desire to retain his shares or dies while retained ownership of his shares the remaining preferred shares holders are required to purchase the shares of the offering shareholder on a pro-rata basis.

Preferred Stock B

The holders of the Series B Preferred shall not be entitled to receive dividends except as the discretion of the Board of Directors; except the holders of the Series B Preferred will be entitled to receive fifty percent (50%) of the net profits of Mastic Blast Beverages, Inc., a Florida corporation and a wholly owned subsidiary of the Corporation ("Mastic Blast Beverages"), proportionate to the percentage holdings of their Series B Preferred and provided all Series B Preferred shares are issued. The fifty percent (50%) payments will be proportionately reduced if less than all Series B Preferred are issued. The Corporation shall compel Mastic Blast Beverages, as a condition to the business transacted between the companies, to honor the provisions of this paragraph.

In the event of any liquidation, dissolution or winding up of the Corporation, either voluntary or involuntary, the holders of the Series B Preferred shall be entitled to receive, prior and in preference to any distribution of any assets of the Corporation to the holders of the Common Stock an amount equal to their original investment in the Series B Preferred.

The holders of the Series B Preferred shall convert their Series B Preferred as follows:

(a) Right to Convert. Shares of Series B Preferred will be convertible into fifty percent (50%) of the issued and outstanding shares of fully paid and nonassessable shares common stock of Mastic Blast Beverages, proportionate to the percentage holdings of their Series B Preferred and provided all Series B Preferred shares are issued (e.g. if a holder retains 25% of the Series B Preferred shares, they would be entitled to convert to twelve and as half percent (12.5%) of fully paid and nonassessable shares of common stock of Mastic Blast Beverages. The fifty percent (50%) conversion ratio will be proportionately reduced if less than all Series B Preferred are issued. The mandatory conversion pursuant to this paragraph will arise at such time as Mastic Blast Beverages is a fully reporting company pursuant to the Securities Exchange Act of 1934, as amended. The Corporation, as the sole shareholder of Mastic Blast Beverages, shall cause Mastic Blast Beverages to reserve such shares of common stock of Mastic Blast Beverages for such conversion.

(b) Mechanics of Conversion. Series B Preferred will convert into shares of Mastic Blast Beverages common stock pursuant to the provisions of Section 3(a). The holder shall give written notice from the Corporation and Mastic Blast Beverages (which notice may be given by facsimile or email transmission) of the conversion and shall state therein date of the conversion and the number of shares to be converted. Promptly thereafter, the holder shall surrender the certificate or certificates representing the shares to be converted, duly endorsed, at the office of the Corporation or of any transfer agent for such shares, or at such other place designated by the Corporation; *provided,* that the holder shall not be required to deliver the certificates representing such shares if the holder is waiting to receive all or part of such certificates from the Corporation. The Corporation shall issue and deliver to or upon the order of such holder, against delivery of the certificates representing the shares which have been converted, a certificate or certificates for the number of shares of Common Stock to which such holder shall be entitled. The notice of conversion may be given by a holder at any time during the day up to 5:00 p.m. New York time and such conversion shall be deemed to have been made immediately prior to the close of business on the date such notice of conversion is given. The person or persons entitled to receive the shares of Common Stock issuable upon such conversion shall be treated for all purposes as the record holder or holders of such shares of Common Stock at the close of business on such date.

Item (7) Transfer Agent Information:

Pacific Stock Transfer Agent
4045 South Spencer Street
Suite 403
Las Vegas, NV 89119
702-361-3033
702-433-1979 (Fax)

SIC: Services allied with the exchange of Securities or Commodities, NEC
The transfer agent is registered under the Securities Exchange Act of 1934.

Item (8) The nature of the issuer's business

A. Business Development

1. Form of organization: Nevada For-Profit Corporation
2. The year the issuer or predecessor was organized: October 1,2002
3. The issuer's fiscal year end date: September 30
4. We nor our predecessors have never been in bankruptcy or receivership
5. Material reclassification, merger, consolidation, purchase or sale of significant assets

We were originally incorporated for the purpose of providing superior surface decontamination products and specialized services in the fight against bacteria, viruses and fungi (mold) infestations of our living environment. As a result of the acquisition of Impact in April 2009, the Company's principal business has evolved to include the development, marketing and sale of proprietary products to aid in the health and wellness of humans and animals under the Intact Nutrition™ brand (the "Health & Wellness Business").

Impact Fusion International, Inc. was originally incorporated in the State of Florida in October 2002 as GSC Global, Inc. ("GSC"). GSC changed its name to Red Reef Laboratories International, Inc. in January 2005 ("Red Reef"). In April 2009, we acquired Impact Fusion International, Inc., a Nevada corporation and a wholly owned subsidiary of the Company ("Impact"). As a result of the acquisition, Red Reef changed its name to Impact Fusion International, Inc.

On July 28, 2010, the Company reincorporated in the State of Nevada. The Company has four wholly owned subsidiaries; Supreme Energy Resources, Inc., Versace Direct, LLC, Impact Nevada Corporation., and Mastic Blast Beverages, Inc.

Supreme Energy Resources, Inc., f/k/a RR Louisiana Properties LLC ("Supreme"), is a corporation formed in the state of Louisiana in February 2007. Supreme is engaged in providing alternative energy research, validation and commercialization of various energy technologies. Supreme currently has marketing contracts for low wind velocity turbines with solar skin energy retrieval systems and battery backup for areas of the world that do not have cost effective grid access. Supreme's principal asset consists of an 62.696 acre property in the state of Louisiana with several building structures, intended to be used as an energy research park. For the nine months ended June 30, 2009 and 2008, Supreme did not conduct any operations, and was a holding company with the Louisiana property as its principal asset.

Versace Direct, LLC is a limited liability company formed in the state of Florida in August 2008 ("Versace"). Versace was originally established to function as a wholesale distributor of the Company's products marketed and sold in its Health & Wellness Business. For the nine months ended June 30, 2010 and 2009, Versace did not conduct any operations. Versace does not currently have any operations, and is considered a development stage company.

Impact Nevada Corporation. was incorporated in the state of Nevada in February 2009 ("Impact Nevada"). Impact Nevada holds the Company's patents. Impact Nevada was purchased by the Company and is now a subsidiary of the Company. During the year ended Impact Nevada became a wholly owned subsidiary of the Company.

Mastic Blast Beverages, Inc. was incorporated in the state of Florida in July 2010 ("Mastic Blast"). The Company intends to enter into an agreement with Mastic Blast to license its Nutri-Mastic™ formula to Mastic Blast to develop energy and related drinks featuring the Nutri-Mastic™ formula.

6. There has been no default of the terms of any note, loan, lease, or other indebtedness financing arrangement requiring the issuer to make payments.
None

7. Any change in control; none

8. Any increase of 10% or more of the same class of outstanding equities is outlined in item #5 above. No

9. There has been no recent increase of the total number of shares of common stock authorized. Additionally on April 8, 2009 the Company enacted a reverse split of 2500:1, with all fractional shares being rounded up.

10. There has been no delisting of the issuers securities by any securities exchange or deletion from the OTC Bulletin Board.

11. There are no current, past, pending or threatened legal proceedings that could have a material effect on the issuer's business, financial condition, or operations and by any current, past or pending trading suspensions by a securities regulator.

PLAN OF OPERATION

Impact Fusion International, Inc is in the business of marketing products in the "Health and Wellness" sector of all international markets. It is the company's mission to invent, develop and market these proprietary products worldwide for the health and well being of Humans and Animals to aid in digestive health, liver, kidneys, blood cells, maintains healthy blood pressure and blood sugar levels, reduces the side effects for chemo patients. Management will target a list of products that will be developed into revenue producing, profitable brand sectors utilizing investment capital and other resources including management, patent development and strategic planning for the benefit of these individual brands. Impact Fusion International, Inc. owns patent technologies that are the core ingredients in all of our products. The patent pending was established in 2005 after many years of research and development. What we have discovered was by adding Mastic Gum to ionic minerals it will allow the Mastic gum to be delivered into the blood system due to the positive and negative charge of the ionic minerals and this creates a host of benefits to the body.

Intact Nutrition™ Brands

As many as 20 percent of the adult population, or one in five Americans, have constipation, that makes it one of the most common disorders diagnosed by doctors. It occurs more often in women than in men, and it begins before the age of 35 at a rate of approximately 50 percent of the population. No one likes to talk about it but regularity is very important to health, work, concentration, energy and comfort. Your immune system depends on a clean body, a body that is free of accumulated waste. Dealing with constipation creates a situation of "waste congestion" in your liver, kidneys, blood as well as bloating and swelling in your colon. Daily, easy natural bowel movements are the basis for overall good health. For those individuals who are dealing with chronic health challenges such as vulnerability to viruses and bacteria, poor sleep, poor energy, low vitality and mood can be a result of accumulation of waste debris in the body. The waste minimizes how well all the systems of the body are able to function**. Intact Nutrition™** products support the "Health and Wellness" level of functionality with all systems of the body responsible for removing waste.

Intact Nutrition™ with Nutri-Mastic™ Minerals.

Although the body manufactures some vitamins, it cannot manufacture a single mineral. All tissue and internal fluids contain quantities of minerals which are vital to our physical "Health and Wellness". Muscle and nerve functions are electrical and we need the right mix of minerals to support that activity. With minerals in widespread distribution though out the metabolic workings of the human body, trace minerals are integral to the functioning of one of the bodies largest organs systems, the muscles. Without these vital nutrients, it would be impossible for the muscles of the human or animal body to function. The stomach muscles rely on these minerals for the electrical impulses that enable them to perform at their best. The pharmacology and medicinal use of mastic is diverse. It is thought to have anti-microbial properties and Columbus believed it was a cure for cholera. The Gum Mastic Grower's Association lists over 60 uses for mastic including its use in the treatment of duodenal ulcers, heartburn, and its anti-cancer properties and extolling its aphrodisiac effects. Studies also document its use as an antioxidant, and for treatment of high cholesterol, Crohn's disease, diabetes, and hypertension. However, clinical trials to support these uses are limited. The Egyptians are known to have used Mastic resin used as a preservative and a breath sweetener. Mastic oil was mentioned by Dioskourides in ancient Grecian times and by Christopher Columbus in 1493. Mastic resin is still used as a flavoring in some Greek alcoholic beverages (e.g., retsina wine) and in chewing gum from Chios. Mastic Gum aids in the conversion of ammonia to the urea filtering system in the blood and promotes the formation of Bifidius bacteria in the digestive system.

What are Prebiotics?

"Prebiotics" are a food ingredient that humans are not capable of digesting (soluble fiber), yet they keep the existing strains of "friendly bacteria" in the colon healthy. Insulin is a type of plant fiber that is not digestible in the human intestine and is considered a prebiotic. Insulin is isolated from vegetables or fruits. Insulin is commonly added to low-fat foods to help promote a "fat-like" mouth feel, providing a better taste and texture. It is fermented in the colon by friendly bacteria that produce short-chain fatty acids, which have notable health effects. Additional food sources rich in prebiotics are asparagus, oatmeal, barley and many types of beans.

Thus, prebiotics nourish the "good guys" and promote their growth and survival. Keeping the "good" bacteria healthy and well fed has beneficial effects, namely, encouraging the existing healthy bacteria to multiply so that they can overpower the "bad" disease-promoting, harmful bacteria strains.

Why, then, is it good for your health to increase the number of these bacteria (by ingesting them in food) and feed them with prebiotics to keep them happy? Because good bacteria:

- Overpower bad disease-causing bacteria.
- Help boost the body's immune system.
- Help the body absorbs vitamins and minerals and increase the body's internal production of B vitamins.
- May help bone health by increasing the absorption of calcium and the ability of the bones to absorb calcium.

Note that prebiotics differ from “probiotics.” Probiotics are actual live “healthy” bacteria added to the diet, and they promote health; prebiotics feed the probiotic bacteria. Common names of these healthy probiotic bacteria that are added to foods and reside in the colon are *Lactobacilli* and *Bifidobacteria* (this strain is included in Dannon Activia® yogurt). Should you try and get both pre- and probiotics into your diet? More and more scientific evidence is emerging suggesting that ingesting the good bacteria and their food has beneficial health effects. So enjoy better gastrointestinal health. All of our dietary supplements (capsules, tablets) beverages, food for humans, horses, pets, and other live stock will include natural prebiotics. This also will enhance our sales of our patent pending ingredients to other manufacturers of food (canned foods, refrigerated juices, flower, candy bars and more)

What are Ionically Charged Minerals?

An ionic mineral is an element that has a charge, either positive or negative. On the molecular level, that means the element has either one too many or too few electrons. This unstable Ionic state allows the element to bond readily with water, making it possible for the body to absorb it. In this state, an element has specific positive or negative electrical signatures that cause a dynamic, equilibrium to take place. The body can then assimilate minor changes to move nutrients to the areas that need help.

What are Trace Minerals?

You may collect silver coins, wear a platinum ring, or have a gold filling. You’ve likely sipped tea poured from a copper kettle, eaten a cookie from fancy tin container, or traveled on an airplane made of titanium. But did you know that these elements and many others- in very small, balanced trace amounts are critical to your health? Although trace minerals are no longer as common in the foods we eat, they exist plentifully in their proper proportions in the mineral rich waters of the earth’s oceans and seas.

Where Have All the Minerals Gone?

Traditionally, eating fresh grains, fruits and vegetables grown in nutrient rich soil have been the primary supply for the full spectrum of ironically charged minerals. Unfortunately in today’s world, naturally occurring, nutrient rich soil is becoming a thing of the past. Eons of vegetation growth and aggressive modern farming techniques have brought many of the earth's minerals to the surface where they have been washed away. Synthesized fertilizers are routinely applied to farms and fields where minerals have been depleted. But man-made fertilizers provide only enough mineral substance to support basic plant life. Numerous trace minerals so essential to life are never replenished. The average modern diet is devoid of sufficient minerals to allow us to fully enjoy wellness. Due to erosion over the last 200 years, top soil depth in the United States has gone from 21 inches to a mere 6 inches. This means that trace minerals have been washed and blown away from farmlands. Without the minerals in the soil, the plants can't deliver them to our body to sustain the dynamic human frame. So, it is imperative to actively, in fact Pro-Actively take charge, and charges your nervous system and entire body with the electrolytes that are the spark of life.

Why is Absorption and Conversion so Important?

You cannot benefit from minerals unless you can absorb them. The absorption of minerals primarily takes place within the small intestines. As food matter passes through the intestines, minerals transfer into the blood stream through the walls of the intestines. This can only happen if the minerals are ironically charged. Although stomach acid helps ionize the minerals in foods, a mineral supplement should contain already naturally ionized minerals to be fully absorbed. The Mastic Gum promotes conversion of ammonia to urea filtering system and the formation of Bifidius bacteria in the digestive system.

Why Ionic Minerals?

Minerals that are absorbed in their ionic form are in true liquid solution and have either positive or negative charges. They also have unique properties that distinguish them from each other and allow them to freely take part in biochemical communication throughout the body. These communications help nutrients move to those areas of the body that are in most need of their help. Imbalances of any of these ions or certain trace ions in the body…can lead to dysfunction in the conduction of electrical messages. This dysfunction quickly leads to a general body disturbance and loss of ability to maintain somewhat stable internal conditions.

Colloidal vs. Ionic Minerals

Minerals can generally be found in two different forms. The first form is that of a colloid, where minerals are suspended in a stable form. In this stable form, the minerals are evenly distributed throughout the medium in which they are suspended. Minerals in this colloid state are held in large, organized patterns, whereby they remain in suspension without settling out. Colloidal minerals are not readily absorbed by the body due to the absence of an electrical charge and their relatively large size, unlike other mineral forms. In fact, one definition of a colloid is as a substance that when suspended in a liquid phase, will not easily diffuse through a living membrane. Colloid arrangements are unable to pass through the membrane which lines the digestive tract, from the mouth all the way out. It is argued that colloidal mineral forms are more easily dispersed in the body;

however, this does not improve their absorption. In fact, it is necessary for the body to break these minerals down into smaller constituents in order for them to be absorbed.

Manufacturers claim that supplements made from these colloids are more balanced than other mineral supplements and are in a natural form that is easier for the body to use. According to the Food and Drug Administration (FDA) and the American Dietetic Association, no scientific evidence supports these claims. Commercial colloidal mineral products are derived from clay or humid shale deposits and there is a tremendous amount of promotional claims for colloidal mineral products. There is no reliable medical evidence to support using these products.

Ionic minerals, on the other hand, are easily transported across the highly selective cell membranes of the human digestive tract. Because ionic minerals are charged, the body has to employ less energy in order to absorb these minerals. Colloidal minerals must be dismantled, into smaller parts, and obtain an electrical charge in order to cross the intestinal membrane. This electrical gradient allows for the easy flow of ionic minerals from an area of higher concentration (intestines) to an area of lesser concentration (cells of the body). The body assists in this process by further charging ions during the course of the digestive process. The body absorbs ionic minerals with greater efficacy than colloidal minerals, as colloids must undergo the complete processes of digestion into smaller charged particles, and even after undergoing these processes; the body utilizes not all of the colloid mineral form, just as not all foods eaten are completely utilized.

Ionic States

Ionic minerals are comprised of atoms or collections of atoms that retain their intrinsic electric charge, either positive or negative. This electrical charge exists surrounding the atom because it is either missing an electron or has additional electrons within its surrounding area. The addition or subtraction of electrons gives the atom, or ion, its electrical signature, or charge. This charge causes the ions to interact, attracting or repelling each other in a search for another ion to contribute or remove additional electrons, in a never-ending process to create a neutral electrical charge, which is important in maintaining the total concentration of ions in the body.

Various minerals, in their atomic form, link with other minerals to form ionic complexes. Nature has designed an intricate fit between atoms of different species. For instance, each atom has a particular number of electrons within its grasp that it constantly maintains. As this atom interacts with other atoms of the same type, or even different types, it enters into electron-sharing agreements with these different atoms, forming different mineral complexes. This association is highly important to the workings of all biological organisms, as the linking of many different types of atoms forms solid matter.

The human body contains a massive amount of ongoing chemical reactions. The majority of these processes occur within our cells, the smallest building blocks of our bodies. Like any other factory, the body produces wastes that can be quite toxic to the body if not disposed of properly. A large percentage of waste from our cells finds its way into the blood stream. These wastes can alter the environment of the blood in a negative way if they are not rapidly metabolized. One of the major cellular waste products is hydrogen ions. These ions are responsible for changing the environment of the blood, mainly by making the blood more or less acidic, which can be very detrimental to the functioning of other bodily processes.

Trace Minerals and PH   "It's simply a matter of health"

In the science of chemistry, the degrees of acidity or alkalinity of a substance are expressed in pH values. The pH system, or potential of hydrogen, is measured on a scale from 0 to 14. The point at which is substance is neither acidic nor alkaline is measured at point 7. Increasing acidity is displayed as any number less than 7, while increasing alkalinity is expressed as any number above 7. Thus, maximal acidity is measured at 0, while maximal alkalinity is measured at 14. Additionally, each unit on the scale is logarithmically derived, meaning that there is a factor of ten between each digit. So, a pH of 2 is ten times more acidic than a pH of 3, and a pH of 1 is 100 times more acidic than a pH of 3.

The pH of blood is closely maintained between 7.45 and 7.35. More specifically, the blood within the arterial system stays near 7.45 while the blood within the veins stays near 7.35. Venous blood is more acidic due to the large amounts of hydrogen ions indirectly produced from carbon dioxide that is released from the tissues. It is noteworthy to point out that the chemically neutral mark for blood is a pH of 7.4, which is slightly more alkaline than the standard neutral point of 7.0. Death may rapidly occur if the blood pH falls outside the range of 6.8 to 8.0 for more than a few seconds, as a blood pH outside of this range is incompatible with life. This fact greatly relays the importance of careful regulation of hydrogen ion concentration in the body.

Regulation of pH is also referred to as acid-base balance. The body is constantly working to maintain a balance between too many acid products and too many alkaline or basic products. Normally, the body is able to maintain an acid-base balance with little difficulty. The lungs and the kidneys are the primary organs by which the body regulates its supply of acids and bases. It is when we do not have enough raw materials for the body to accomplish its task that we run into problems with acid-base balance. Even small changes in acid-base balance can have dramatic effects on the normal function of cells within our bodies. For instance, one of the main manifestations of acidosis is a depressive effect on the central nervous system. This may be experienced as disorientation and in more severe episodes as coma. Conversely, a person who tends to have more alkaline blood will experience over excitability of the nervous system, seen as nervousness, tingling, spasms, and twitches of the muscles. Excessive alkalinity that is not promptly addressed can lead to violent muscle spasms and convulsions.

The most important nutrients in our bodies for maintaining acid-base balance are certain minerals. More specifically, sodium, potassium, chloride, and bicarbonate (a combination of hydrogen, carbon, and oxygen molecules) are responsible for the precise balance involved. Physicians routinely analyze the proportions of these elements in order to determine one's relative acid-base concentrations. By fine-tuning the relative amounts of these elements in the blood, many practitioners of natural medicine can work to improve their patient's overall balance with the environment. The amounts of sodium, potassium, chloride and bicarbonate can be mathematically compared to arrive at a general consensus in regard to how well the body is dealing with its production of hydrogen, a waste product. As stated earlier, a build up of hydrogen can lead to imbalances in the acid-base ratio. If the physician finds an unusual ratio between those different elements, he/she may suspect an irregularity in the production and clearance of hydrogen in the patient. Natural medicine practitioners will then design and implement a treatment geared toward correcting this imbalance, by intervening with strategic use of absorbable minerals and trace minerals to re-establish a healthful balance.

Analyzing acid-base balance and the concentrations of minerals in the blood provide yet another way for the practitioner of natural medicine to address the ability of the body to maintain homeostasis, or balance. By supplying the body with enough of the smaller, lesser known substances found in nature, physicians can steer how the body reacts to its own internal production of wastes and to external influences on its health. Additionally, by preventing excessive fluctuations in acid-base balance, the body may be more apt to heal itself from chronic forms of illness. Thus in summary, maintaining the complex functioning of the body's tightly regulated pH system requires maintaining proper mineral and trace mineral levels to sustain optimal and healthful balance.

Intact Nutrition is the developer and supplier of the most remarkable alternative and complementary herbal health support products available today. Our researchers focus on synergistic botanical preparations that leverage the unique beneficial effects of the various natural ingredients in each Nutri-Mastic™, (ionic trace mineral complex found in sea water) and herbal formulation. It is important for minerals to be in ionic form for the organism to properly and completely absorb, utilize, metabolize, and penetrate the cellular barriers, known as the cellular membrane.

IONIC MINERALS, and TRACE MINERALS, play an important role in the function of the liver, kidneys, increase red blood cells, amino acids, enzymes, iron, mobilize calcium, support the digestive system, muscles, joints, ligaments, tendons, immune system, reduce the risk of ulcers, poor appetite, stress, PH balance and nervousness.

Conclusion of Summary

In these challenging economic times it has become increasingly difficult to secure financing necessary to professionally market viable products. One avenue open to entrepreneurs is to take their project to the public market which provides an exit strategy for investors.

It is also the intention of the Impact Fusion International to raise $1,000,000 of working capital and financing in early 2011. There is no guarantee that such financing will be realized, no determination as to the terms and conditions of such financing, the instruments used, the resulting dilution to shareholders or the timing of such financing. The use of funds will be for product brand development, inventory of minerals, effective staff, and implementation of additional products as described in the current and new product section of this summary.

On November 11, 2009, Impact Fusion International, Inc. launched its Intact Nutrition™ eCommerce website to facilitate the sales and distribution of 13 new products for the Health and Wellness market both for Human and Animal Brand consumption. We are featuring the patent pending Nutri-Mastic™ proprietary blend in all of our products. Included in the new products are newly developed powdered energy drinks for the Intact Sports Nutrition™ brand.

We will also be working with our fulfillment service for the distribution of the multiple products to the consumer and to the retailer. In addition, manufacturing specifications along with packaging is being finalized with new labels on all products with our manufacturers.

Marketing and advertising campaigns are being developed by our staff to find the most cost effectives ways to get the Nutri-Mastic story to the consumer. We will be developing a market strategy for the internet, direct TV, small magazines and medical magazines.

We believe that it is important to communicate our future expectations in our Executive Summary. This Executive Summary and the documents incorporated by reference herein, therefore, contain statements about future events and expectations which are "forward-looking statements" including the statements about our plans, objectives, expectations and prospects under the headings "Summary" and "Risk Factors," And elsewhere in this Memorandum. You can expect to identify these statements by forward-looking words such as "may," "might," "could," "would," "anticipate," "believe," "plan," "estimate," "project," "expect," "intend," "seek" and other similar expressions. Any statement contained in this prospectus that is not a statement of historical fact may be deemed to be a forward-looking statement. Although we believe that the plans, objectives, expectations and prospects reflected in or suggested by our forward-looking statements are reasonable, those statements involve risks, uncertainties and other factors that may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by these forward-looking statements, and we can give no assurance that our plans, objectives, expectations and prospects will be achieved.

Important factors that might cause our actual results to differ materially from the results contemplated by the forward-looking statements in this Executive Summary are include, among others, the following:

~ Our ability to successfully market our Brand of products and the consumer acceptance of our Brand of products;
~ Our ability to raise sufficient capital to carry out our strategic Plan

~ Increased competition in our markets;

~ The greater financial resources of competitors;

~ Unanticipated future losses;

~ Our current and long-term liabilities;

~ Our ability to manage anticipated growth and rapid expansion

~General economic and business conditions.

1. SIC Codes:
   2833 – Medicinal and Botanicals
   2000 – Food and Kindred Products
   2080 - Beverages

2. The issuer is currently conducting operations. It is also adding additional operations as part of its new business focus. Impact Fusion International has added the Intact Nutrition line of products, along with the sports nutrition products. In addition, Impact has added the Equine Intact and Pet Intact Brands for animal consumption. These products all contain the Nutri-Mastic proprietary formulas that will also be sold for other Brands as an ingredient.

3. The issuer is not nor has ever been a "Shell Company".

4. Names of parent, subsidiary, or affiliate of the issuer and its business purpose and method of operation and whether it is included in the financial statements.

   Impact Fusion International Inc. is the parent company. Its main business purpose is to develop and market the Intact Nutrition Brand and its product lines. All information with respect to the parent company is included in the financial statements.

   Versace Direct, LLC and Supreme Energy Resurces, Inc. (Formerly: RR Louisiana Properties LLC), Impact Nevada Corporation, and Mastic Blast Beverages, Inc. are all wholly owned subsidiaries of the Company.

   Supreme Energy Resources, Inc. (Formerly: RR Louisiana Properties LLC.) Is an energy resource company that has marketing contracts with wind energy and solar energy along with BioClear which is a mold remediation product for residential, commercial and industrial application. This subsidiary also owns a property in Louisiana that is intended to be an energy park.

   Versace Direct, LLC was formed to become a wholesale distributor that will sell wholesale products that are developed and manufactured by the parent company that will be used in the cosmetic or micro market sector of Health and Wellness.

   Impact Nevada Corporation was the original company that holds the Patent Pendings and was the entity that was purchased by Impact Fusion International, Inc. the parent company.

   Mastic Blast Beverages, Inc. was incorporated in the state of Florida in July 2010 ("Mastic Blast"). The Company intends to enter into an agreement with Mastic Blast to license its Nutri-Mastic™ formula to Mastic Blast to develop energy and related drinks featuring the Nutri-Mastic™ formula. Mastic Blast currently does not have any operations or assets, and is considered a development stage company.

5. The effect of existing or probable governmental regulations.

General - The products that Intact Nutrition and its brands are regulated under the Food and Drug Administration (FDA).

Environmental Matters - Not applicable to Intact Natural Nutrition and Myotrend Nutrition Brands.

Supreme Energy Resources, Inc. has no environmental issues that we know of at this time that will affect the operation of the business now or in the future.

Item (9) The nature of products or services offered:

The Intact Nutrition Brands

As many as 20 percent of the adult population, or one in five Americans, have constipation, that makes it one of the most common disorders diagnosed by doctors. It occurs more often in women than in men, and it begins before the age of 35 at a rate of approximately 50 percent of the population. No one likes to talk about it but regularity is very important to health, work, concentration, energy and comfort. Your immune system depends on a clean body, a body that is free of accumulated waste. Dealing with constipation creates a situation of "waste congestion" in your liver, kidneys, blood as well as bloating and swelling in your colon. Daily, easy natural bowel movements are the basis for overall good health. For those individuals who are dealing with chronic health challenges such as vulnerability to viruses and bacteria, poor sleep, poor energy, low vitality and mood can be a result of accumulation of waste debris in the body. The waste minimizes how well all the systems of the body are able to function. Intact Nutrition products support the "Health and Wellness" level of functionality with all systems of the body responsible for removing waste.

What is the product being sold?

Intact Nutrition with Intact Minerals is in a liquid form, Ionic Trace Mineral formulated with Mastic Gum **"Nutri-Mastic™".** Although the body manufactures some vitamins, it cannot manufacture a single mineral. All tissue and internal fluids contain quantities of minerals which are vital to our physical "Health and Wellness". Muscle and nerve functions are electrical and we need the right mix of minerals to support that activity. With minerals in widespread distribution though out the metabolic workings of the human body, trace minerals are integral to the functioning of one of the bodies largest organs systems, the muscles. Without these vital nutrients, it would be impossible for the muscles of the human or animal body to function. The stomach muscles rely on these minerals for the electrical impulses that enable them to perform at their best. The pharmacology and medicinal use of mastic is diverse. (It is thought to have anti-microbial properties and Columbus believed it was a cure for cholera. The Gum Mastic Grower's Association lists over 60 uses for mastic including its use in the treatment of duodenal ulcers, heartburn, and its anti-cancer properties and extolling its aphrodisiac effects. Studies also document its use as an antioxidant, and for treatment of high cholesterol, diabetes, and hypertension. However, clinical trials to support these uses are limited. The Egyptians are known to have used Mastic resin used as a preservative and a breath sweetener. Mastic oil was mentioned by Dioskourides in ancient Grecian times and by Christopher Columbus in 1493. Mastic resin is still used as a flavoring in some Greek alcoholic beverages (e.g., retsina wine) and in chewing gum from Chios.

Core Additive Sales - ***(Nutri-Mastic™)*** Because of the many benefits of our core patented mineral product, Intact Nutrition products can enhance other products in the Market establishing a new brand to optimize the nutritional values of other Brands. This will be mineral sales only mixed to our specifications for their product and sold under an ingredient Brand established by our marketing group.

Competition:

The competition for Impact Fusion International and its Intact Nutrition Brands are anyone that is in the Health and Wellness market in both Human and Animal nutrition.

The competition for Supreme Energy Resources is any company that is in the energy generation or regeneration which includes primarily solar, wind and algae.

Item (10) Nature and Extent of Issuer's facilities:

As of fiscal year end September 30, 2010 the company rents facilities consist of 300 Sq. Ft. of Executive Office Space at the Margate Florida address.

Item (11) The name of the chief executive officer, members of the board of directors, as well as counsel, accountant, and public relations consultant.

A. Officers and Directors

1. Legal name: Marc A. Walther, CEO / Chairman of the Board
2. Business address: 5100 W. Copans Drive, Suite 710, Margate, FL 33063
   Telephone: 888-716-6668 Facsimile 888-316-9088

   Employment history- see below

   Marc A Walther

As a senior executive with more than 35 years of significant management, public company and engineering experience for diverse organizations, with a background for moving technologies from "Proof of Concept to Commercialization". Mr. Walther also developed a patent for high speed machining which is currently licensed to Ford, Visteon. Marc Walther as CEO has the opportunity to apply his leadership skills for the benefit of this dynamic and forward looking company. Mr. Walther's engineering experience coupled with the depth and breadth of his hands on management experience in a variety of disciplines makes him the ideal choice to oversee the diverse leadership challenges CEOs face in our ever changing environment.

3. Marc Walther sits on the Board of Directors of no other companies.
4. Marc Walther does not have a compensation agreement
5. Marc Walther owns 5,000,000 commons shares

Joseph Scivoletto, CTO & Inventor, Director

As the inventor of the patents that are held by Impact Fusion International and the originator of the Intact Nutritional Brands of products, Mr. Scivoletto has spent over 40 years in the health and beauty fields. Mr. Scivoletto also since 1992 has been directly involved in the rehabilitation of horses, while working with veterinarians on treating injuries and digestive disease which is so common in this area. As a result of this study, he has developed products for Human "Health and Wellness" that can be used to enhance many products for many market sectors.

3. Joseph Scivoletto sits on the Board of Directors of no other companies.
4. Joseph Scivoletto's compensation has been set at $120,000.
5. Joseph Scivoletto is a beneficial owner of RMS7 with 18,000,000 common and 250 Preferred A with Rose Marie Scivoletto his wife.

Pamela J Thompson has been hired to serve as our Chief Financial Officer of the Company. Ms. Thompson holds a Bachelor of Science from Moorhead State University in Accountancy and holds her licenses as a Certified Public Accountant in the State of Arizona. She is a member of the Arizona Society of Certified Public Accountants and is the founder and principle Executive Officer of The Thompson Group, CPA's. She is also a member of the Arizona Women's Society of Certified Public Accountants, Multiple Joys, Inc. and Behind the Bench: National Basketball Wives Association.

Prior to joining the Company, Ms. Thompson practiced public accounting for the international firm of Arthur Andersen and Pannell Kerr Forester, and a regional firm Eide, Bailey and Company. She has had over 20 years of experience in tax, accounting, and Securities and Exchange Commission compliance for publicly traded companies. Ms. Thompson maintains a clientele of both public and private companies in a variety of business industries as well as in the area of professional athletes. Ms. Thompson has been featured in *Wall Street Journal, Arizona Republic, New Jersey Star, Arizona Women's Success Magazine, National Basketball Players Association Magazine, Behind the Bench: National Basketball Wives Association Magazine.*

Item (12) The issuer’s most recent balance sheet and profit and loss and retained earnings statements.

Item (13) Similar financial information for such part of the two proceeding fiscal years as the issuer

IMPACT FUSION INTERNATIONAL, INC. - UNAUDITED

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IMPACT FUSION INTERNATIONAL, INC.
F/K/A RED REEF LABORATORIES INTERNATIONAL, INC.
CONSOLIDATED BALANCE SHEETS - Unaudited

ASSETS:		September 30, 2010		September 30, 2009
CURRENT ASSETS				
Cash	$	37,105	$	1,675
Accounts receivables		1,284		-
Inventory		42,022		-
Advances to affiliate		9,900		-
Total current assets		90,311		1,675
PROPERTY AND EQUIPMENT, net		359,155		363,120
Patent		20,000		20,000
TOTAL ASSETS	$	469,466	$	384,795
LIABILITIES AND STOCKHOLDERS' DEFICIT:				
CURRENT LIABILITIES:				
Accounts payable	$	66,518	$	317,826
Disputed accounts payables		57,832		103,432
Accrued expenses and other liabilities		317,512		316,655
Convertible note payable - affiliate		295,178		-
Note payable - affiliate		408,832		400,202
Note payable - current		-		25,000
Total current liabilities		1,145,872		1,163,115
		-		-
TOTAL LIABILITIES		1,145,872		1,163,115
CONTINGENCIES AND COMMITMENTS		-		-
STOCKHOLDERS' DEFICIT:				
Preferred stock series A, $.001 par value, 10,000,000 shares authorized; 999 and 999 issued and outstanding as of September 30, 2010 and 2009, respectively		1		1
Preferred stock series B, no par value, 600,000 shares authorized; 36,000 and 0 issued and outstanding as of September 30, 2010 and 2009, respectively		180,000		-
Common stock, $.0001 par value, 250,000,000 shares authorized; 199,001,799 and 167,375,226 issued and outstanding as of September 30, 2010 and 2009, respectively		19,900		16,738
Additional paid-in capital		20,342,723		19,418,032
Accumulated deficit		(21,219,030)		(20,213,090)
Total stockholders' deficit		(676,406)		(778,320)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	$	469,466	$	384,795

The accompanying notes are an integral part of these consolidated financial statements.

IMPACT FUSION INTERNATIONAL, INC.
F/K/A RED REEF LABORATORIES INTERNATIONAL, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009- Unaudited

	September 30,	
	2009	2009
Revenue	$ 9,893	$ 24,936
Total	9,893	24,936
Cost of Sales	2,251	3,193
Gross Profit	7,642	21,743
OPERATING EXPENSES:		
General and administrative	337,359	11,409,848
Selling and marketing	60,254	795,245
Depreciation and amortization	3,965	13,916
Total operating expenses	401,578	12,219,009
OPERATING LOSS	(393,936)	(12,197,266)
OTHER (INCOME) AND EXPENSES		
Interest expense	621,504	63,696
Interest income	-	-
Loss on the sale of assets	(9,500)	-
Total other (income) expense	612,004	63,696
NET LOSS	$ (1,005,940)	$ (12,260,962)
NET LOSS PER SHARE:		
Basic	$ (0.01)	$ (0.14)
Diluted	$ (0.00)	$ (0.02)
Basic	85,445,114	85,445,114
Diluted	751,296,084	751,296,084

The accompanying notes are an integral part of these consolidated financial statements.

IMPACT FUSION INTERNATIONAL, INC.
F/K/A RED REEF LABORATORIES INTERNATIONAL, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009- Unaudited

	September 30, 2010	September 30, 2009
Net loss	$ (1,005,940)	$ (12,260,962)
Adjustments to reconcile net loss to net cash used in operating activities:		
Depreciation and amortization	3,965	13,916
Common stock issued for services	116,224	9,720,470
Common stock issued for debt conversion	-	1,679,436
Common stock issued for interest expense	331,200	-
Beneficial conversion feature	210,200	-
Issuance of options	-	456,372
Changes in operating assets and liabilities:		
Other assets	-	
Inventory	(42,022)	-
Prepaid expenses	(1,284)	-
Accounts payables	(251,308)	-
Accrued liabilities	(46,092)	136,535
Notes payable affiliates	(9,900)	227,179
Net cash used in operating activities	(694,957)	(27,054)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of intangible asset	-	(20,000)
Net cash used in investing activities	-	(20,000)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Common stock issued for cash	6,000	50,000
Preferred B shares issued for cash	180,000	-
Cost of capital	135,554	56,608
Repayment of debt		(74,705)
Proceeds from affiliated note payable	408,832	-
Net cash provided by financing activities	730,386	31,903
INCREASE (DECREASE) IN CASH	35,429	(15,151)
CASH, BEGINNING OF PERIOD	1,675	16,826
CASH, END OF PERIOD	$ 37,105	$ 1,675
Taxes paid	$ -	$ -
Interest paid	$ 621,504	$ 63,696

The accompanying notes are an integral part of these consolidated financial statements.

IMPACT FUSION INTERNATIONAL, INC.
CONSOLIDATED STATEMENT OF STOCKHOLDER' DEFICIT
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009 - Unaudited

	Common Stock		Preferred Stock Preferred A		Preferred Stock Preferred B		Additional Paid-in Capital	Common Stock Subscribed Not Issued	Accumulated Deficit	Total
	Shares	Amount	Shares	Amount	Shares	Amount				
SEPTEMBER 30, 2006	671,862,000	$ 671,862	-	$ -	$ -	$ -	$ 818,064	-	$ (3,275,669)	$ (1,785,743)
Common stock issued for cash	71,175,556	71,176	-	-			527,255	-	-	598,431
Common stock issued for services @ .001	3,000,000	3,000					-			3,000
Common stock issued for conversion of debt	2,461,324	2,461					39,002			41,463
Common stock issued for services @ .0167	1,200,000	1,200					18,800			20,000
Common stock issued for board compensations @ .01	1,000,000	1,000					9,000			10,000
Common stock issued for services @ .01	76,250,000	76,250					686,513			762,763
Common stock issued for conversion of debt	59,145,929	59,146					1,091,499			1,150,645
Common stock issued for 5% stock dividend	41,104,581	41,105					550,755			591,860
Early extinguishment of debt - affiliate							191,505			191,505
Preferred stock issued for board compensations			999	1			8			9
Common stock subscribed not issued 57,500,000								57,500		57,500
Common stock subscribed not issued board compensations 1,000,000								5,000		5,000
Warrants issued 165,000,000 @ $.01 January 31, 2008							1,401,809			1,401,809
Beneficial conversion feature							55,000			55,000
Net loss									(3,119,439)	(3,119,439)
SEPTEMBER 30, 2007	927,199,390	$ 927,199	999	$ 1	-	$ -	$ 5,389,210	$ 62,500	$ (6,395,108)	$ (16,198)
Amendment of articles of incorporation change in par value to $.0001		(834,478)					834,478			-
Common stock cancelled officer repayment of debt	(13,970,930)	(1,397)					(152,283)			(153,680)
Common stock issued for cash	108,670,635	10,867					112,133			123,000
Common stock issued for the exercise of warrants	17,204,546	1,720					13,712			15,432
Common stock issued for services @ $.02	5,360,000	536					106,664			107,200
Common stock issued for services @ $.01	7,000,000	700					20,300			21,000
Common stock issued for services @ $.0034	20,000,000	2,000					58,000			60,000
Common stock issued for services @ $.009	7,722,222	772					68,728			69,500

IMPACT FUSION INTERNATIONAL, INC.
CONSOLIDATED STATEMENT OF STOCKHOLDER' DEFICIT
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009 - Unaudited

	Common Stock		Preferred Stock Preferred A		Preferred Stock Preferred B		Additional Paid-in	Common Stock Subscribed	Accumulated	
	Shares	Amount	Shares	Amount	Shares	Amount	Capital	Not Issued	Deficit	Total
Common stock issued for services @ $.007	707,543	71					4,882			4,953
Common stock issued for subscribed stock	58,500,000	5,850					56,650	(62,500)		-
Common stock issued in share exchange @ $.0030	250,000,000	25,000					725,000			750,000
Common stock subscribed not issued exercise of warrants 44,045,454								66,068		66,068
Early extinguishment of debt - affiliate							29,500			29,500
Net loss	-	-	-	-			-	-	(1,557,020)	(1,557,020)
SEPTEMBER 30, 2008	1,388,393,406	$ 138,841	999	$ 1	-	$ -	$ 7,266,974	$ 66,068	$ (7,952,128)	$ (480,244)
Common stock issued for subscribed stock	44,045,454	4,405					61,663	(66,068)		-
Reverse split 2500:1	(1,431,865,299)	(143,188)					143,188			-
Common stock issued for compensation of officer agreements @ $.59	15,000,000	1,500					8,848,500			8,850,000
Merger of Impact Fusion International, Inc - Nevada @ $.59	113,500,000	11,350					66,953,650			66,965,000
Impact Fusion International Nevada - consolidated affiliate							(66,965,000)			(66,965,000)
Common stock issued for compensation Myotrend modification @ $.55	1,200,000	120					659,880			660,000
Myotrend modification - consolidated affiliate							(660,000)			(660,000)
Common stock issued for conversion of debt @ $.45	370,000	37					166,463			166,500
Common stock issued for cash	382,353	38					49,962			50,000
Common stock issued for services $ .075	866,667	87					64,913			65,000
Common stock issued for services $ .51	468,222	47					238,747			238,794
Common stock issued for services $ .45	514,831	51					231,614			231,665
Options issued							456,372			456,372
Common stock issued for the conversion of debt @$.04	32,999,592	3,300					1,529,647			1,532,947
Common stock issued for compensation @ $.55	500,000	50					274,950			275,000
Common stock issued for compensation @ $.04	1,000,000	100					39,900			40,000
Cost of capital							56,609			56,609
Net loss									$ (12,260,962)	(12,260,962)

IMPACT FUSION INTERNATIONAL, INC.
CONSOLIDATED STATEMENT OF STOCKHOLDER' DEFICIT
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009 - Unaudited

	Common Stock Shares	Amount	Preferred Stock — Preferred A Shares	Preferred A Amount	Preferred Stock — Preferred B Shares	Preferred B Amount	Additional Paid-in Capital	Common Stock Subscribed Not Issued	Accumulated Deficit	Total
SEPTEMBER 30, 2009	167,375,226	$ 16,738	999	$ 1	-	$ -	$ 19,418,032	$ -	$ (20,213,090)	$ (778,319)
Common stock issued for conversion of debt	6,070,642	607					128,070			128,677
Common stock issued for interest expense	15,378,319	1,538					329,662			331,200
Common stock issued for compensaton @ $.025	2,150,000	215					46,538			46,753
Common stock issued for compensaton @ $.0.02	2,000,000	200					36,300			36,500
Common stock issued for cash	631,560	63					5,937			6,000
Common stock issued for services@ $.0075	396,052	40					2,930			2,970
Common stock issued for compensation	5,000,000	500					29,500			30,000
Preferred B shares issued for cash					36,000	180,000				180,000
Cost of capital							135,554			135,554
Beneficial conversion feature							210,200			210,200
Net loss									$ (1,005,940)	(1,005,940)
SEPTEMBER 30, 2010	199,001,799	$ 19,900	999	$ 1	36,000	$ 180,000	$ 20,342,723	$ -	$ (21,219,030)	$ (676,405)

The accompanying notes are an integral part of these consolidated financial statements.

IMPACT FUSION INTERNATIONAL, INC.AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009

NOTE 1 – BACKGROUND

We were originally incorporated for the purpose of providing superior surface decontamination products and specialized services in the fight against bacteria, viruses and fungi (mold) infestations of our living environment. As a result of the acquisition of Impact in April 2009, the Company's principal business has evolved to include the development, marketing and sale of proprietary products to aid in the health and wellness of humans and animals under the Intact Nutrition™ brand (the "Health & Wellness Business").

Impact Fusion International, Inc. was originally incorporated in the State of Florida in October 2002 as GSC Global, Inc. ("GSC"). GSC changed its name to Red Reef Laboratories International, Inc. in January 2005 ("Red Reef"). In April 2009, we acquired Impact Fusion International, Inc., a Nevada corporation and a wholly owned subsidiary of the Company ("Impact"). As a result of the acquisition, Red Reef changed its name to Impact Fusion International, Inc.

On July 28, 2010, the Company reincorporated in the State of Nevada. The Company has five wholly owned subsidiaries; Supreme Energy Resources, Inc., Versace Direct, LLC, Impact Fusion International, Inc., and Mastic Blast Beverages, Inc.

Supreme Energy Resources, Inc., f/k/a RR Louisiana Properties LLC ("Supreme"), is a corporation formed in the state of Louisiana in February 2007. Supreme is engaged in providing alternative energy research, validation and commercialization of various energy technologies. Supreme currently has marketing contracts for low wind velocity turbines with solar skin energy retrieval systems and battery backup for areas of the world that do not have cost effective grid access. Supreme's principal asset consists of an 83 acre property in the state of Louisiana with several building structures, intended to be used as an energy research park. For the nine months ended June 30, 2009 and 2008, Supreme did not conduct any operations, and was a holding company with the Louisiana property as its principal asset. The Company currently intends to spin-off Supreme to the Company's shareholders as a separate corporation, and has, contemporaneously with this filing on Form 10, filed a separate registration statement on Form 10 to register under the Exchange Act the shares of common stock proposed to be spun off to the Company' shareholders. We determined to spin-off Supreme since its business is unrelated to the Health & Wellness Business, the Company's principal focus, and due to management's belief that our shareholders would realize greater value from the business and assets of Supreme if it were operated as a separate corporation.

Versace Direct, LLC is a limited liability company formed in the state of Florida in August 2008 ("Versace"). Versace was originally established to function as a wholesale distributor of the Company's products marketed and sold in its Health & Wellness Business. For the nine months ended June 30, 2010 and 2009, Versace did not conduct any operations.

Versace does not currently have any operations, and is considered a development stage company.

Impact Nevada Corporation. was incorporated in the state of Nevada in February 2009 ("Impact Nevada"). Impact Nevada holds the Company's patents. Impact Nevada was purchased by the Company and is now a subsidiary of the Company. During the year ended Impact Nevada became a wholly owned subsidiary of the Company.

Mastic Blast Beverages, Inc. was incorporated in the state of Florida in July 2010 ("Mastic Blast"). The Company intends to enter into an agreement with Mastic Blast to license its Nutri-Mastic™ formula to Mastic Blast to develop energy and related drinks featuring the Nutri-Mastic™ formula. Mastic Blast currently is considered a development stage company.

NOTE 2 – BASIS OF PRESENTATION

The accompanying financial statements represent the consolidated financial position and results of operations of the Company and include the accounts and results of operations of the Company and its wholly owned subsidiaries. The accompanying consolidated financial statements include the active entity of Impact Fusion International, Inc., Versace Direct, LLC, Impact Nevada Corporation, Mastic Blast Beverages, Inc., and Supreme Energy Resources, Inc.

NOTE 3 - GOING CONCERN

The accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America which contemplate continuation of the Company as a going concern. However, the Company has an accumulated loss from operations is September 30, 2010 of $21,219,030 since inception. Further, the Company has inadequate working capital to maintain or develop its operations, and is dependent upon funds from private investors and the support of certain stockholders.

These factors raise substantial doubt about the ability of the Company to continue as a going concern. The financial statements do not include any adjustments that might result from the outcome of these uncertainties. In this regard, Management is planning to raise any necessary additional funds through loans and additional sales of its common stock. There is no assurance that the Company will be successful in raising additional capital.

The Company's ability to meet its obligations and continue as a going concern is dependent upon its ability to obtain additional financing, achievement of profitable operations. Although the Company plans to pursue additional financing, there can be no assurance that the Company will be able to secure financing when needed or to obtain such financing on terms satisfactory to the Company, if at all.

NOTE 4 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Company prepares its financial statements in accordance with accounting principles generally accepted in the United States of America. Significant accounting policies are as follows:

Use of Estimates and Assumptions

The preparation of financial statements in conformity with accounting principles generally accepted in the United States ("GAAP") requires management to make estimates and assumptions that affect (i) the reported amounts of assets and liabilities, (ii) the disclosure of contingent assets and liabilities known to exist as of the date the financial statements are published, and (iii) the reported amount of net sales and expenses recognized during the periods presented. Adjustments made with respect to the use of estimates often relate to improved information not previously available. Uncertainties with respect to such estimates and assumptions are inherent in the preparation of financial statements; accordingly, actual results could differ from these estimates.
These estimates and assumptions also affect the reported amounts of revenues, costs and expenses during the reporting period. Management evaluates these estimates and assumptions on a regular basis. Actual results could differ from those estimates.

Revenue Recognition

Revenue includes product sales. The Company recognizes revenue from product sales in accordance with Topic 605 "Revenue Recognition in Financial Statements" which is at the time customers are invoiced at shipping point, provided title and risk of loss has passed to the customer, evidence of an arrangement exists, fees are contractually fixed or determinable, collection is reasonably assured through historical collection results and regular credit evaluations, and there are no uncertainties regarding customer acceptance.
The Company recognizes revenues when all of the following criteria are met: (1) persuasive evidence of an arrangement exists, (2) delivery of products and services has occurred, (3) the fee is fixed or determinable and (4) collectability is reasonably assured.
In certain cases, the Company enters into agreements with customers that involve the delivery of more than one product or service. Revenue for such arrangements is allocated to the separate units of accounting using the relative fair value method in accordance with ASC Topic 605. The delivered item(s) is considered a separate unit of accounting if all of the following criteria are met: (1) the delivered item(s) has value to the customer on a standalone basis, (2) there is objective and reliable evidence of the fair value of the undelivered item(s) and (3) if the arrangement includes a general right of return, delivery or performance of the undelivered item(s) is considered probable and substantially in the control of the vendor. If all the conditions above are met and there is objective and reliable evidence of fair value for all units of accounting in an arrangement, the arrangement consideration is allocated to the separate units of accounting based on their relative fair values.

Accounts Receivable

Substantially all of the Company's accounts receivable balance is related to trade receivables. Trade accounts receivable are recorded at the invoiced amount and do not bear interest. The allowance for doubtful accounts is the Company's best estimate of the amount of probable credit losses in its existing accounts receivable. The Company will maintain allowances for doubtful accounts for estimated losses resulting from the inability of its customers to make required payments for products. Accounts with known financial issues are first reviewed and specific estimates are recorded. The remaining accounts receivable balances are then grouped in categories by the amount of days the balance is past due, and the estimated loss is calculated as a percentage of the total category based upon past history. Account balances are charged off against the allowance when it is probable the receivable will not be recovered.

Allowance for Doubtful Accounts

The determination of collectibility of the Company's accounts receivable requires management to make frequent judgments and estimates in order to determine the appropriate amount of allowance needed for doubtful accounts. The Company's allowance for doubtful accounts is estimated to cover the risk of loss related to accounts receivable. This allowance is maintained at a level we consider appropriate based on historical and other factors that affect collectibility. These factors include historical trends of write-offs, recoveries and credit losses, the careful monitoring of customer credit quality, and projected economic and market conditions. Different assumptions or changes in economic circumstances could result in changes to the allowance.

Property and Equipment

Property and equipment is recorded at cost and depreciated over the estimated useful lives of the assets using principally the straight-line method. When items are retired or otherwise disposed of, income is charged or credited for the difference between net book value and proceeds realized. Ordinary maintenance and repairs are charged to expense as incurred, and replacements and betterments are capitalized.
The range of estimated useful lives used to calculated depreciation for principal items of property and equipment are as follows:

Asset Category	**Depreciation/ Amortization Period**
Furniture and Fixture	3 Years
Office equipment	3 Years
Leasehold improvements	5 Years

Goodwill and Other Intangible Assets

The Company adopted Statement of Financial Accounting Standard ("FASB") Accounting Standards Codification ("ASC") Topic 350 *Goodwill and Other Intangible Assets*, effective July 1, 2002. In accordance with ("ASC Topic 350") "Goodwill and Other Intangible Assets," goodwill, represents the excess of the purchase price and related costs over the value assigned to net tangible and identifiable intangible assets of businesses acquired and accounted for under the purchase method, acquired in business combinations is assigned to reporting units that are expected to benefit from the synergies of the combination as of the acquisition date. Under this standard, goodwill and intangibles with indefinite useful lives are no longer amortized. The Company assesses goodwill and indefinite-lived intangible assets for impairment annually during the fourth quarter, or more frequently if events and circumstances indicate impairment may have occurred in accordance with ASC Topic 350. If the carrying value of a reporting unit's goodwill exceeds its implied fair value, the Company records an impairment loss equal to the difference. ASC Topic 350 also requires that the fair value of indefinite-lived purchased intangible assets be estimated and compared to the carrying value. The Company recognizes an impairment loss when the estimated fair value of the indefinite-lived purchased intangible assets is less than the carrying value.

Impairment of Long-Lived Assets

In accordance with ASC Topic 360, *long-lived assets*, such as property, plant, and equipment, and purchased intangibles, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Goodwill and other intangible assets are tested for impairment. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset. There were no events or changes in circumstances that necessitated an impairment of long lived assets. In year ended September 30, 2008 the company impaired the purchase price of Myotrend Nutritional Technologies, LLC since Myotrend subsidiary was placed into a chapter 7 Bankruptcy.

Income Taxes

Deferred income taxes are provided based on the provisions of ASC Topic 740, "*Accounting for Income Taxes*", to reflect the tax consequences in future years of differences between the tax bases of assets and liabilities and their financial reporting amounts based on enacted tax laws and statutory tax rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

The Company adopted the provisions of ASC Topic 740; "Accounting For Uncertainty In Income Taxes-An Interpretation Of ASC Topic 740 ("ASC Topic 740"). ASC Topic 740 contains a two-step approach to recognizing and measuring uncertain tax positions. The first step is to evaluate the tax position for recognition by determining if the weight of available evidence indicates it is more likely than not, that the position will be sustained on audit, including resolution of related appeals or litigation processes, if any. The second step is to measure the tax benefit as the largest amount, which is more than 50% likely of being realized upon ultimate settlement. The Company considers many factors when evaluating and estimating the Company's tax positions and tax benefits, which may require periodic adjustments. At June 30, 2010, the Company did not record any liabilities for uncertain tax positions.

Concentration of Credit Risk

The Company maintains its operating cash balances in banks located in Fort Lauderdale, Florida area. The Federal Depository Insurance Corporation (FDIC) insures accounts at each institution up to $250,000.

Earnings Per Share

Basic income (loss) per share is computed by dividing net income (loss) available to common shareholders by the weighted average number of common shares outstanding during the reporting period. Diluted earnings per share reflects the potential dilution that could occur if stock options, warrants, and other commitments to issue common stock were exercised or equity awards vest resulting in the issuance of common stock that could share in the earnings of the Company. Diluted loss per share is the same as basic loss per share, because the effects of the additional securities, a result of the net loss would be anti-dilutive.

Fair Value of Financial Instruments

The Company's financial instruments consist primarily of cash, accounts payable and accrued expenses, and debt. The carrying amounts of such financial instruments approximate their respective estimated fair value due to the short-term maturities and approximate market interest rates of these instruments. The estimated fair value is not necessarily indicative of the amounts the Company would realize in a current market exchange or from future earnings or cash flows.

The Company adopted ASC Topic 820, Fair Value Measurements ("ASC Topic 820"), which defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. The standard provides a consistent definition of fair value which focuses on an exit price that would be received upon sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The standard also prioritizes, within the measurement of fair value, the use of market-based information over entity specific information and establishes a three-level hierarchy for fair value measurements based on the nature of inputs used in the valuation of an asset or liability as of the measurement date.

The three-level hierarchy for fair value measurements is defined as follows:

- Level 1 – inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets:
- Level 2 – inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable or the asset or liability other than quoted prices, either directly or indirectly including inputs in markets that are not considered to be active;
- Level 3 – inputs to the valuation methodology are unobservable and significant to the fair value.

Reclassification

Certain prior period amounts have been reclassified to conform to current year presentations.

Recent Accounting Pronouncements

Recent accounting pronouncements that the Company has adopted or that will be required to adopt in the future are summarized below.

In January 2010, the FASB issued an amendment to ASC 505, Equity, where entities that declare dividends to shareholders that may be paid in cash or shares at the election of the shareholders are considered to be a share issuance that is reflected prospectively in EPS, and is not accounted for as a stock dividend. This standard is effective for interim and annual periods ending on or after December 15, 2009 and is to be applied on a retrospective basis. The adoption of this standard is not expected to have a significant impact on the Company's consolidated financial statements.

On February 24, 2010, the FASB issued guidance in the "Subsequent Events" topic of the FASC to provide updates including: (1) requiring the company to evaluate subsequent events through the date in which the financial statements are issued; (2) amending the glossary of the "Subsequent Events" topic to include the definition of "SEC filer" and exclude the definition of "Public entity"; and (3) eliminating the requirement to disclose the date through which subsequent events have been evaluated. This guidance was prospectively effective upon issuance. The adoption of this guidance did not impact the Company's results of operations of financial condition.

In January 2010, the Financial Accounting Standards Board ("FASB") issued guidance to amend the disclosure requirements related to recurring and nonrecurring fair value measurements. The guidance requires new disclosures on the transfers of assets and liabilities between Level 1 (quoted prices in active market for identical assets or liabilities) and Level 2 (significant other observable inputs) of the fair value measurement hierarchy, including the reasons and the timing of the transfers. Additionally, the guidance requires a roll forward of activities on purchases, sales, issuance, and settlements of the assets and liabilities measured using significant unobservable inputs (Level 3 fair value measurements). The guidance became effective for us with the reporting period beginning January 1, 2010, except for the disclosure on the roll forward activities for Level 3 fair value measurements, which will become effective for us with the reporting period beginning July 1, 2011. Other than requiring additional disclosures, adoption of this new guidance did not have a material impact on our financial statements.

On July 1, 2009, we adopted guidance issued by the FASB on business combinations. The guidance retains the fundamental requirements that the acquisition method of accounting (previously referred to as the purchase method of accounting) be used for all business combinations, but requires a number of changes, including changes in the way assets and liabilities are recognized and measured as a result of business combinations. It also requires the capitalization of in-process research and development at fair value and requires the expensing of acquisition-related costs as incurred. Adoption of the new guidance did not have a material impact on our financial statements.

On July 1, 2009, guidance issued by the FASB those changes the accounting and reporting for non-controlling interests. Non-controlling interests are to be reported as a component of equity separate from the parent's equity, and purchases or sales of equity interests that do not result in a change in control are to be accounted for as equity transactions. In addition, net income attributable to a non-controlling interest is to be included in net income and, upon a loss of control, the interest sold, as well as any interest retained, is to be recorded at fair value with any gain or loss recognized in net income. Adoption of the new guidance did not have a material impact on our financial statements.

On July 1, 2009, we adopted guidance on fair value measurement for nonfinancial assets and liabilities, except for items that are recognized or disclosed at fair value in the financial statements on a recurring basis (at least annually). Adoption of the new guidance did not have a material impact on our financial statements.

The Company has implemented all new accounting pronouncements that are in effect and that may impact its financial statements and does not believe that there are any other new accounting pronouncements that have been issued that might have a material impact on its financial position or results of operations.

NOTE 5 - PROPERTY AND EQUIPMENT

The Company has fixed assets as of September 30, 2010 and 2009 as follows:

	September 30,	
	2010	2009
Building and equipment	185,366	185,366
Accumulated depreciation	(45,713)	(41,748)
Subtotal	139,653	143,618
Land	219,502	219,502
Total Property and equipment	359,155	363,120

Depreciation Expense is $3,479 and $10,437 for the nine months ended June 30, 2010 and 2009.

NOTE 6 – ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities as of the following:

	September 30,	
	2010	2009
Trade accounts payable	66,518,	317,826
Disputed accounts payables	57,832	103,432
Accrued Interest	41,593	44,602
Accrued expenses	317,512	230,460

Accrued payroll and taxes		41,593		41,593
Total accounts payable and liabilities		525,048		737,913

NOTE 7 – ACQUISITON

Supreme Energy Resources, Inc. (f/k/a) RR Louisiana Properties LLC

In November 2006, the Company acquired the assets and assumed the liabilities of Altfuels Corporation, and its related organization L-1011 Corporation, which included approximately 62.696 acres in Napoleonville, Louisiana. The principal purpose of the acquisition was to acquire the 62.696 acre site in Napoleonville for purposes of conducting its regional remediation business; however, management has determined that the highest and best use of the property is to conduct its proposed business of providing alternative energy research and validation and commercialization of various energy technologies.

The aggregate purchase price of the property was $400,195, which reflected the amount of the assumed liabilities of the L-1011 Corporation, which were in default at the time of the acquisition, and for which judgments existed.

The purchase price was determined by appraisal and were written down to the amount of liabilities assumed. The Company has refinanced the debt and the judgments have been removed. The following table summarizes the estimated fair values of the assets acquired and liabilities assumed at the date of acquisition:

Property, plant and equipment	$	400,195
Total assets acquired		400,195
Notes payable		400,195
Total liabilities assumed		400,195
Net assets acquired	**$**	**-**

The note, which is secured by the acquired land, buildings and machinery, consist of the following:

Iberville Bank	$	236,046
Community Bank		124,086
Capital Bank		29,000
S/Savoie Inc.		10,000
Property tax due		1,063
Total judgments payable	**$**	400,195

The Company refinanced these notes with South Richmond Realty Co. on September 12, 2007. As of September 30, 2007, there was an outstanding balance of $300,000, which Iberville Bank reduced by $31,960.61 to provide a remaining balance of $125,000. The remaining balance was paid off as of September 30, 2007.

Myotrend Nutritional Technologies, LLC

On September 29, 2008, the Company acquired Myotrend Nutritional Technologies, LLC, pursuant to a Stock Purchase Agreement and Share Exchange (the "Myotrend Agreement") in consideration for the issuance of 250,000,000 shares of the Company's common stock to the members of Myotrend. In connection with the acquisition, the Company agreed that the common stock issued would have a value of at least $1.5 million for a period of 12 months following the closing date. In addition, the Company issued to the members a promissory note in the principal amount of $500,000 (the "Note").

On May 27, 2009, in consideration for the termination of the Myotrend Agreement, and the Note, and in consideration for the release of any and all claims that could have been made by any of the parties to the Myotrend Agreement, the Company issued to the members 1,200,000 shares of common stock, and agreed to pay a commission of between two and four percent of gross sales of Myotrend products.

In April 2010 the Company went into a Chapter 7 Bankruptcy.

Impact Nevada Corporation

On April 9, 2009, the Company with Impact Nevada Corporation ("Impact Nevada"), entered into a Share Exchange Agreement ("Impact Agreement"), pursuant to which Impact Nevada's shareholders agreed to transfer to the Company all of the issued and outstanding shares of Impact Nevada for an in exchange for 113,500,000 shares of the Company's common stock, representing approximately 88% of the Company's issued and outstanding shares on the date of the Impact Agreement.

NOTE 8 – NOTE PAYABLES

Notes payable consist of the following for the period ended September 30, 2010 and September 30, 2009:

		September 30, 2010		September 30, 2009
Secured promissory note dated September 12, 2007 at an interest rate of 10.00% per annum until September 12, 2008. There is no required Principal and interest due in monthly basis. On September 12, 2008 any		379,633		379,633

unpaid balance will continue to accrue at 14% per annum.				
Promissory note dated December 21, 2007 at an interest rate of 8.00% per annum until January 31, 2009. There is no principal and interest due on a monthly basis. This is a related party note and is delinquent as of December 31, 2009 and accrues at the delinquent interest of 10.00%.		-		25,000
Advances from Shareholder A. Guglieri accrued at an interest rate of 8.00% per annum. There is no principal and interest due on a monthly basis. This is a related party note.		-		8,571
Promissory note dated February 9, 2009 at no interest rate but a balloon payment due nine months from the date of the note. As of August 2009 the maker has extended the note at no interest rate for three months at the remaining balance.		-		12,000
Convertible promissory note dated January 5, 2010 at 8% interest rate which matures on January 5, 2011. The notes are related party with officers of the Company. The shares convert at 40% discount at a five day range at the option of the holder.		195,178		
Convertible promissory note dated January 20, 2010 at 12% interest rate which matures on January 20, 2010. The shares convert at 25% discount at a five day range at the option of the holder.		100,000		
Advances from affiliate		29,200		
Total of Notes Payable		704,010		425,204
Less Current Portion		(704,010)		(425,204)
Long-Term Portion		-		-

NOTE 9 - STOCKHOLDERS' EQUITY

The Company has authorized 250,000,000 shares of $.0001 par value of common stock.

At year ended June 30, 2010, the Company had issued and outstanding of 199,001,799.

In April 2009 the company issued 1,000,000 options with a 2 year life which are exercisable at 50% of the bid price of the value of the common stock traded.

On December 1, 2006, the Company resolved to increase the number of issued and outstanding shares of common stock by way of a forward stock split (the Stock Split) in the amount of 1 share for 6 shares. All common stock amounts in this report have been restated to account for the stock split and retroactive effect has been given to financial statements to the stock split. All common stock amounts in this report have been restated to account for the stock split and retroactive effect has been given to financial statements to the stock split.

Common Stock

2010

The Company issued 9,546,052 common shares for services rendered and expensed to consulting services of $116,224.

The Company converted debt of $128,677 and issued 6,070,642 for the conversion and issued 15,378,300 for interest expense on the conversion of $331,200.

The Company had beneficial conversion features of $210,200 for the convertible debt held by affiliates and notes payables of non-affiliate.

The Company had cost of raising capital of $135,554.

The Company issued 36,000 of Preferred B shares for $180,000 in cash.

The Company issued 631,560 in common stock for $6,000 in cash.

2009

The Company issued 44,045,454 of stock that was subscribed in year ended December 31, 2008 at a value of $66,068.

The company reversed the stock on April 9, 2009 for a 2500:1 reverse split. After the reverse split the Company had 573,561 shares issued and outstanding.

The Company issued 15,000,000 common shares to prior officers and directors in exchange for early extinguishment of all employment and other contracts with the company the shares were valued at $.59 and the Company expensed $8,850,000.

The Company issued 113,500,000 for all the shares in Impact Fusion International, Inc. The Company's common stock as trading at $.59 the Company valued that asset at $66,965,000. This value is eliminated in the consolidated financial statements.

The Company issued 1,200,000 to modify its existing agreement with its wholly owned subsidiary and the trading value at the time of modification was $.55 and the Company expensed $660,000 as consulting expenses.

The Company issued 370,000 for the conversion of debt outstanding with the company that totalled $177,521 the stock was trading at $.45 per share at the time of the debt reduction.

The Company issued 517,242 for $25,000 the stock was trading at $.55 per share with the total value of $263,794 the Company expensed the difference of $238,794 as consulting fees.

The Company issued 514,831 for marketing services and expensed $231,793 as marketing expenses.

The Company issued 32,957,600 shares for the conversion of debt of $164,788 the stock was trading at $.04 with the total value of $1,512,936 where the difference to the debt reduction of $1,348,148 was expenses as consulting services.

The Company issued 1,200,000 common shares for $25,000 the stock was trading at $.08 for the total value of $90,000 the difference of $65,000 was expensed as consulting fees.

The Company issued 518,091 common shares where as 500,000 was for consulting fees valued at $.55 per shares and 18,091 common shares was for outstanding debt of $5,000 with a trading value of $.55 per share. The company reduced the debt of $10,000 and expenses the difference of $279,973 to consulting services.

The Company issued 23,901 common shares for $5,000 in outstanding debt the trading value of the stock was $.42 with a total value of 10,038 where as $5,000 was applied to the reduction of debt and the difference of $5,038 was expensed as consulting.

The Company issued 1,000,000 common shares for marketing expenses at the trading value of $.04 the Company expensed $40,000.

The Company has authorized 250,000,000 shares of $.0001 par value of common stock. The Company authorized 10,000,000 in Preferred A shares issued 1,000 at a $.001 par value. The company authorized 600,000 in Preferred B shares issued 36,000 at no par value.

Preferred Stock A

The Company issued 1,000 shares of Series A Preferred Stock, $.001 par value at the date of issuance. The Series A Preferred Stock shares were issued to affiliates for services rendered for the company. These shares are restricted, have no conversion rights to common shares, and not sold on the open markets. The Series A Preferred Stock has no dividend rights. The Series A Preferred Stock has liquidation preferences equal to the holders of common shares. In the cast that 50% or more of the voting power of the Corporation is disposed of, the Series A Preferred Stock holders are entitled to vote as a separate group and a majority consent of the holders of the Class A shares is required. Series A Preferred Stock shares vote as a separate group, and votes submitted to the common shareholders for approval must also be submitted to the Series A Preferred Stock shareholders for approval, any matter submitted to the shareholders require approval of the Series A Preferred Stock. The Series A Preferred Stock are restricted, in the event a preferred shareholder does not desire to retain his shares or dies while retained ownership of his shares the remaining preferred shares holders are required to purchase the shares of the offering shareholder on a pro-rata basis.

Preferred Stock B

The holders of the Series B Preferred shall not be entitled to receive dividends except as the discretion of the Board of Directors; except the holders of the Series B Preferred will be entitled to receive fifty percent (50%) of the net profits of Mastic Blast Beverages, Inc., a Florida corporation and a wholly owned subsidiary of the Corporation ("Mastic Blast Beverages"), proportionate to the percentage holdings of their Series B Preferred and provided all Series B Preferred shares are issued. The fifty percent (50%) payments will be proportionately reduced if less than all Series B Preferred are issued. The Corporation shall compel Mastic Blast Beverages, as a condition to the business transacted between the companies, to honor the provisions of this paragraph.

In the event of any liquidation, dissolution or winding up of the Corporation, either voluntary or involuntary, the holders of the Series B Preferred shall be entitled to receive, prior and in preference to any distribution of any assets of the Corporation to the holders of the Common Stock an amount equal to their original investment in the Series B Preferred.

The holders of the Series B Preferred shall convert their Series B Preferred as follows:

(a) Right to Convert. Shares of Series B Preferred will be convertible into fifty percent (50%) of the issued and outstanding shares of fully paid and nonassessable shares common stock of Mastic Blast Beverages, proportionate to the percentage holdings of their Series B Preferred and provided all Series B Preferred shares are issued (e.g. if a holder retains 25% of the Series B Preferred shares, they would be entitled to convert to twelve and as half percent (12.5%) of fully paid and nonassessable shares of common stock of Mastic Blast Beverages. The fifty percent (50%) conversion ratio will be proportionately reduced if less than all Series B Preferred are issued. The mandatory conversion pursuant to this paragraph will arise at such time as Mastic Blast Beverages is a fully reporting company pursuant to the Securities Exchange Act of 1934, as amended. The Corporation, as the sole shareholder of Mastic Blast Beverages, shall cause Mastic Blast Beverages to reserve such shares of common stock of Mastic Blast Beverages for such conversion.

(b) Mechanics of Conversion. Series B Preferred will convert into shares of Mastic Blast Beverages common stock pursuant to the provisions of Section 3(a). The holder shall give written notice from the Corporation and Mastic Blast Beverages (which notice may be given by facsimile or email transmission) of the conversion and shall state therein date of the conversion and the number of shares to be converted. Promptly thereafter, the holder shall surrender the certificate or certificates representing the shares to be converted, duly endorsed, at the office of the Corporation or of any transfer agent for such shares, or at such other place designated by the Corporation; *provided,* that the holder shall not be required to deliver the certificates representing such shares if the holder is waiting to receive all or part of such certificates from the Corporation. The Corporation shall issue and deliver to or upon the order of such holder, against delivery of the certificates representing the shares which have been converted, a certificate or certificates for the number of shares of Common Stock to which such holder shall be entitled. The notice of conversion may be given by a holder at any time during the day up to 5:00 p.m. New York time and such conversion shall be deemed to have been made immediately prior to the close of business on the date such notice of conversion is given. The person or persons entitled to receive the shares of Common Stock issuable upon such conversion shall be treated for all purposes as the record holder or holders of such shares of Common Stock at the close of business on such date.

Reverse Stock Splits

Share data in this report have been adjusted to reflect the following stock splits relating to the Company's common stock: April 9, 2009 the board of directors authorized a 1-for-2500 reverse split. This reverse split is reflected in the statement of shareholder’s equity for December 31, 2009 as a decrease in common stock of 1,427,652,421 with the ending shares outstanding of 573,561 on that date.

NOTE 10 - COMMITMENTS AND CONTINGENCIES

The Company has no material contracts at this time other than the Company entered into an agreement with Cyenergx Power Corporation to develop and design a low energy turbine windmill. This agreement is effective through November 30, 2011.

NOTE 11 - RELATED PARTY TRANSACTIONS

Due to Stockholders

Due to stockholders at for the years ended September 30, 2010 and 2009, consisted of the following:

	September 30,	
	2010	2009
Advances from shareholder, unsecured, due on demand, and accrues interest at no interest rate	29,200	12,000
Total due to related parties	29,200	12,000

The Company has been able to finance the outstanding debt by loans from shareholders and minority shareholders.

NOTE 12 – SUBSEQUENT EVENTS

The Company issued 8,616,515 for the conversion of affiliate debt of $29,200 and the Company issued 9,000 Preferred B shares for $45,000 in cash.

In October 2010, the Company created a Medical Advisory Board and entered into a consulting agreement with Bear Walker for a three (3) year agreement to be paid 10,000,000 common shares of the Company with no vesting requirement.

Item (13) Beneficial Owners

JSR Productions, LLC 46148 Rhodes Drive Macomb, MI 48044	26,250,000 250	Common Preferred A	13.63%
RMS7, Inc. 1635 NW 67th Avenue Margate, FL 33063	18,000,000 250	Common Preferred	9.35%
Bottom Line Holdings Inc. 315 N. 11th Street, Suite 803 St. Louis, MO 63101	26,250,000 250	Common Preferred	13.63%
Korona Group, Ltd. 8250 English Church Mt. Hope, Ontario LOR 1W0	26,250,000 250	Common Preferred	13.63%

Item (15) List of outside providers that advise Impact Fusion International Inc. on matters relating to operations, business development and disclosure

1. The company is not connected to an investment Banker.

2. The company has not engaged any Stock Promoters.

3. Legal Counsel:

Samuel E. Whitley
11767 Katy Freeway
Suite 425
Houston, TX 77079
Phone: 281-206-0432
Fax: 832-688-9201

4. Auditor:

GBH CPAs
6002 Rogerdale Rd., #500
Houston, TX 77072
Telephone: 713-629-8300

Accountant:

Pamela J. Thompson, CPA PC
736 East Braeburn Drive
Phoenix, AZ 85022
Office: 602-279-6399
Facsimile: 602-283-5122

5. Public Relations

None

6. Investor Relations Consultant:

None

7. No other advisors have assisted or advised with respect to this disclosure.

Item (16) Managements Discussion, Analysis and Action Plan

The following information has been summarized from financial information included elsewhere and should be read in conjunction with such financial statements and notes thereto.

Summary of Statements of Operations of IFUS

Year Ended September 30, 2010 and 2009

Statement of Operations Data

	September 30	
	2010	2009
Revenues	$ 9,893	$ 24,936
Operating and Other Expenses	(1,015,833)	(12,285,898)
Net Loss	$ (1,005,940)	$ (12,260,962)

Balance Sheet Data:

	September 30	
	2010	2009
Current Assets	$ 37,105	$ 1,675
Total Assets	469,466	384,795
Current Liabilities	1,145,872	1,163,115
Non Current Liabilities	-	-
Total Liabilities	1,145,872	1,163,115
Working Capital (Deficit)	(1,108,767)	(1,161,440)
Shareholders'Equity (Deficit)	$ (676,406)	$ (778,320)

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OR PLAN OF OPERATION.

The following is management’s discussion and analysis of certain significant factors that have affected our financial position and operating results during the periods included in the accompanying consolidated financial statements, as well as information relating to the plans of our current management. This report includes forward-looking statements. Generally, the words “believes,” “anticipates,” “may,” “will,” “should,” “expect,” “intend,” “estimate,” “continue,” and similar expressions or the negative thereof or comparable terminology are intended to identify forward-looking statements. Such statements are subject to certain risks and uncertainties, including the matters set forth in this report or other reports or documents we file with the Securities and Exchange Commission from time to time, which could cause actual results or outcomes to differ materially from those projected. Undue reliance should not be placed on these forward-looking statements which speak only as of the date hereof. We undertake no obligation to update these forward-looking statements.

The following discussion and analysis should be read in conjunction with our consolidated financial statements and the related notes thereto and other financial information contained elsewhere in this Annual Report..

We believe our cash balance will be sufficient to cover the expenses we will incur during the next twelve months in a limited operations scenario or until we raise the funding from this offering. If we experience a shortage of funds prior to funding we may utilize funds from our director, who has informally agreed to advance funds to allow us to pay for offering costs, filing fees, and professional fees, however he has no formal commitment, arrangement or legal obligation to advance or loan funds to the company. In order to achieve our business plan goals, we will need the funding from this offering.

Critical Accounting Policies

The Company prepares its financial statements in accordance with accounting principles generally accepted in the United States of America. Significant accounting policies are as follows:

Principle of Consolidation

The condensed consolidated financial statements include the accounts of Impact Fusion International, Inc. Florida, Impact Fusion International, Inc. Nevada, Myotrend, Inc. and Supreme Energy, Inc. Intercompany accounts and transactions have been eliminated in the consolidated financial statements.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. These estimates and assumptions also affect the reported amounts of revenues, costs and expenses during the reporting period. Management evaluates these estimates and assumptions on a regular basis. Actual results could differ from those estimates.

Revenues

Revenue includes product sales. The Company recognizes revenue from product sales in accordance with Topic 605 “Revenue Recognition in Financial Statements” which is at the time customers are invoiced at shipping point, provided title and risk of loss has passed to the customer, evidence of an arrangement exists, fees are contractually fixed or determinable, collection is reasonably assured through historical collection results and regular credit evaluations, and there are no uncertainties regarding customer acceptance.

Cash and Cash Equivalents

The Company considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. At September 30, 2010, cash and cash equivalents include cash on hand and cash in the bank.

Property and Equipment

Property and equipment is recorded at cost and depreciated over the estimated useful lives of the assets using principally the straight-line method. When items are retired or otherwise disposed of, income is charged or credited for the difference between net book value and proceeds realized thereon. Ordinary maintenance and repairs are charged to expense as incurred, and replacements and betterments are capitalized.

The range of estimated useful lives used to calculated depreciation for principal items of property and equipment are as follow:

Asset Category	Depreciation/ Amortization Period
Furniture and Fixture	3 Years
Office equipment	3 Years
Leasehold improvements	5 Years

The Company's corporate office is located in Deerfield Beach, Florida and the office is provided free of charge by our Treasurer.

Impairment of Long-Lived Assets

In accordance with ASC Topic 3605, *long-lived assets*, such as property, plant, and equipment, and purchased intangibles, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Goodwill and other intangible assets are tested for impairment. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset. There were no events or changes in circumstances that necessitated an impairment of long lived assets.

Income Taxes

Deferred income taxes are provided based on the provisions of ASC Topic 740, "*Accounting for Income Taxes*", to reflect the tax consequences in future years of differences between the tax bases of assets and liabilities and their financial reporting amounts based on enacted tax laws and statutory tax rates applicable to the periods in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized.

The Company adopted the provisions of ASC Topic 740; "Accounting For Uncertainty In Income Taxes-An Interpretation Of ASC Topic 740 ("ASC Topic 740"). ASC Topic 740 contains a two-step approach to recognizing and measuring uncertain tax positions. The first step is to evaluate the tax position for recognition by determining if the weight of available evidence indicates it is more likely than not, that the position will be sustained on audit, including resolution of related appeals or litigation processes, if any. The second step is to measure the tax benefit as the largest amount, which is more than 50% likely of being realized upon ultimate settlement. The Company considers many factors when evaluating and estimating the Company's tax positions and tax benefits, which may require periodic adjustments. At September 30, 2010, the Company did not record any liabilities for uncertain tax positions.

Concentration of Credit Risk

The Company maintains its operating cash balances in banks in Deerfield Beach, Florida. The Federal Depository Insurance Corporation (FDIC) insures accounts at each institution up to $250,000.

Basic and Diluted Net Loss Per Share

Basic income (loss) per share is computed by dividing net income (loss) available to common shareholders by the weighted average number of common shares outstanding during the reporting period. Diluted earnings per share reflects the potential dilution that could occur if stock options, warrants, and other commitments to issue common stock were exercised or equity awards vest resulting in the issuance of common stock that could share in the earnings of the Company. Diluted loss per share is the same as basic loss per share, because the effects of the additional securities, a result of the net loss would be anti-dilutive.

Fair Value of Financial Instruments

The fair value of a financial instrument is the amount at which the instrument could be exchanged in a current transaction between willing parties other than in a forced sale or liquidation.

The carrying amounts of the Company's financial instruments, including cash, accounts payable and accrued liabilities, income tax payable and related party payable approximate fair value due to their most maturities.

RESULTS OF OPERATIONS

Fiscal Year Ended September 30, 2010, Compared to Fiscal Year Ended September 30, 2009

We have generated limited revenues from sales of our first product. For the years ended September 30, 2010 and 2009 we generated 9,893 and $24,936. Our future revenue plan is uncertain and is dependent on our ability to effectively introduce our products to our target consumers, generate sales, and obtain contract manufacturing opportunities. The margin for nutraceutical supplement products depends on the distribution market. In warehouse clubs, the wholesale margin is less than 30%. In Mass retail markets which include grocery and convenience stores, the margins are 40%+. In MLM, (Multi-level Marketing), and Direct to Consumer markets, the margins are 50%+. Margins for Contract Manufacturing are 20-30%.

General and administrative expenses increased to $337,359 and $11,409,848 for the years ended September 30, 2010 and 2009 respectively. The increase in general and administrative expenses relates to employing full time employees and officers during rather than consultants, including costs associated with our filings with the Pinksheets. Further we issued additional stock to prior management for the waiver and release of all outstanding employment agreement and contracts with the company.

Selling and marketing expenses increased to $60,254 and $795,245 for the years ended September 30, 2010 and 2009 respectively. We have incurred heavy marketing expenses during the initial launch of our products, creation of our website, and general marketing of the company.

Depreciation and amortization increased $3,965 and $13,916 for years ended September 30, 2010 and 2009 respectively.

We incurred losses of approximately $1,005,940 and $12,260,962 for year ended September 30, 2010 and 2009 respectively. During 2009 we made major investments in our products, brands and distribution, which will not be recurring expenses going forward.

Net Loss as adjusted for non-recurring and/or non-cash expenses

		Year Ended September 30, 2010		**Year Ended September 30, 2009**
Losses available for common shareholders	$	($1,005,940)	$	($12,260,962)
Non-cash expense related to issuance of options		-		456,372
Other non-cash expenses		3,965		13,916
Stock issued for services		116,224		9,720,470
Stock issued for conversion of debt		331,200		1,679,436
Beneficial conversion feature		210,200		
Losses available for common shareholder, as adjusted	$	(344,351)	$	(390,768)

Liquidity and Capital Resources

We have maintained a minimum of one months of working capital since September of 2008. This reserve was intended to allow for an adequate amount of time to secure additional funds from investors as needed. To date, management has not successfully secured capital as needed.

Our cash used in operating activities is 694,957 and $27,054 the years ended September 30, 2010 and 2009 respectively. The increase is mainly attributable to the increase in operating expenses.

Cash used by investing activities was $0 and $20,000 the years ended September 30, 2010 and 2009, respectively. The decrease in asset was the decrease in the purchase of patents for the Company.

Cash provided by financing activities was $730,386 and $31,903 for the years ended September 30, 2010 and 2009, respectively. The increase is due to an increase in raising funds from our shareholders to develop our products for sale in the market. In 2010 we sold common shares of 631,560 and received proceeds of $6,000 and sold Series B Preferred Shares for 180,000. We received proceeds from an affiliate of $408,832, respectively. We sold common shares of 1,717,242 and received proceeds of $50,000. We received proceeds from an affiliate of $56,608.

Off-Balance Sheet Arrangements

None

Other Considerations

There are numerous factors that affect the business and the results of its operations. Sources of these factors include general economic and business conditions, federal and state regulation of business activities, the level of demand for product services, the level and intensity of competition in the health drink industry, and the ability to develop new services based on new or evolving technology and the market's acceptance of those new services, the Company’s ability to timely and effectively manage periodic product transitions, the services, customer and geographic sales mix for any particular period, and our ability to continue to improve our infrastructure including personnel and systems to keep pace with the Company’s anticipated rapid growth.

QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

We do not hold any derivative instruments and do not engage in any hedging activities

Item (17) Securities offerings and Shares issued for service in the past two (2) years:

Common Stock

2010

The Company issued 9,546,052 common shares for services rendered and expensed to consulting services of $116,224.

The Company converted debt of $128,677 and issued 6,070,642 for the conversion and issued 15,378,300 for interest expense on the conversion of $331,200.

The Company had beneficial conversion features of $210,200 for the convertible debt held by affiliates and notes payables of non-affiliate.

The Company had cost of raising capital of $135,554.

The Company issued 36,000 of Preferred B shares for $180,000 in cash.

The Company issued 631,560 in common stock for $6,000 in cash.

2009

The Company issued 44,045,454 of stock that was subscribed in year ended December 31, 2008 at a value of $66,068.

The company reversed the stock on April 9, 2009 for a 2500:1 reverse split. After the reverse split the Company had 573,561 shares issued and outstanding.

The Company issued 15,000,000 common shares to prior officers and directors in exchange for early extinguishment of all employment and other contracts with the company the shares were valued at $.59 and the Company expensed $8,850,000.

The Company issued 113,500,000 for all the shares in Impact Fusion International, Inc. The Company's common stock as trading at $.59 the Company valued that asset at $66,965,000. This value is eliminated in the consolidated financial statements.

The Company issued 1,200,000 to modify its existing agreement with its wholly owned subsidiary and the trading value at the time of modification was $.55 and the Company expensed $660,000 as consulting expenses.

The Company issued 370,000 for the conversion of debt outstanding with the company that totalled $177,521 the stock was trading at $.45 per share at the time of the debt reduction.

The Company issued 517,242 for $25,000 the stock was trading at $.55 per share with the total value of $263,794 the Company expensed the difference of $238,794 as consulting fees.

The Company issued 514,831 for marketing services and expensed $231,793 as marketing expenses.

The Company issued 32,957,600 shares for the conversion of debt of $164,788 the stock was trading at $.04 with the total value of $1,512,936 where the difference to the debt reduction of $1,348,148 was expenses as consulting services.

The Company issued 1,200,000 common shares for $25,000 the stock was trading at $.08 for the total value of $90,000 the difference of $65,000 was expensed as consulting fees.

The Company issued 518,091 common shares where as 500,000 was for consulting fees valued at $.55 per shares and 18,091 common shares was for outstanding debt of $5,000 with a trading value of $.55 per share. The company reduced the debt of $10,000 and expenses the difference of $279,973 to consulting services.

The Company issued 23,901 common shares for $5,000 in outstanding debt the trading value of the stock was $.42 with a total value of 10,038 where as $5,000 was applied to the reduction of debt and the difference of $5,038 was expensed as consulting.

The Company issued 1,000,000 common shares for marketing expenses at the trading value of $.04 the Company expensed $40,000.

The Company has authorized 250,000,000 shares of $.0001 par value of common stock. The Company authorized 10,000,000 in Preferred A shares issued 1,000 at a $.001 par value. The company authorized 600,000 in Preferred B shares issued 36,000 at no par value.

Item (18) Material Contracts

None

Item (19) Articles of Incorporation and Bylaws

Incorporated on the pinksheets.com website

Item (20) Purchases of Equity Securities by the Issuer and Affiliated Purchasers

None

Item (21) Impact Fusion International Inc. Certifications

I, Marc Walther, CEO of Impact Fusion International Inc. hereby certify that:

1. I have prepared and reviewed the quarterly disclosure statement of Impact Fusion International Inc.

2. Based on my Knowledge, this disclosure statement 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 the circumstances under which statements were made, not misleading with respect to the period covered by the disclosure statement; and

3. Based on my knowledge, the financial statements, and the financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of Impact Fusion International Inc. as of, and for, the periods presented in this disclosure statement

Date: December 30, 2010

Signature On File;
__/S/_________________________________
Marc Walther
CEO & Director

I, Pamela Thompson, CFO of Impact Fusion International Inc. hereby certify that:

2. I have prepared and reviewed the quarterly disclosure statement of Impact Fusion International Inc.

2. Based on my Knowledge, this disclosure statement 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 the circumstances under which statements were made, not misleading with respect to the period covered by the disclosure statement; and

3. Based on my knowledge, the financial statements, and the financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of Impact Fusion International Inc. as of, and for, the periods presented in this disclosure statement

Date: December 30, 2010

Signature On File;
_/S/__________________________________
Pamela Thompson
CFO