

EC DEVELOPMENT, INC.
(Formerly EC Development, LLC)
BALANCE SHEET

	September 30, 2011 (Unaudited)	December 31, 2010
ASSETS		
Current Assets		
Cash	\$ 56,664	\$ 1,940
Accounts receivable	73,917	87,915
Total current assets	130,581	89,855
Fixed assets - net	61,832	104,267
Intangible assets -software	5,750,000	6,500,000
Deferred patent costs	38,397	40,716
TOTAL ASSETS	\$ 5,980,810	\$ 6,734,838
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued expenses	\$ 419,904	\$ 302,971
Loan payable - other		
Dividends payable	119,811	158,366
Current portion of long-term debt	255,288	303,448
Loan payable - related party	83,818	128,579
Loan payable - stockholder/officer	15,677	28,830
Total current liabilities	894,498	922,194
Accounts payable - noncurrent	-	60,945
Long-term debt	751,418	908,046
Shares to be issued	-	47,394
TOTAL LIABILITIES	1,645,916	1,938,579
STOCKHOLDERS' EQUITY		
Preferred stock, \$.001 par value, 20,000,000 shares authorized; none issued	-	-
Common stock, \$.001 par value, 100,000,000 shares 26,825,194 and 25,825,680 issued and outstanding as of September 30, 2011 (Unaudited) and December 31, 2010, respectively	26,825	25,826
Additional paid-in capital	13,061,939	12,106,960
Retained earnings	(8,753,870)	(7,336,527)
TOTAL STOCKHOLDERS' EQUITY	4,334,894	4,796,259
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 5,980,810	\$ 6,734,838

See notes to financial statements