

Evolution Solar Corporation
Quarterly Report
Period Ended March 31, 2011

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Item 1 Exact name of the issuer and the address of its principal executive offices.	2
Item 2 Shares outstanding.....	2
Item 3 Interim Financial Statements.....	3
Consolidated Balance Sheets.....	3
Consolidated Statements of Operations.....	4
Consolidated Statements of Cash Flow.....	5
Consolidated Statements Stockholders' Equity (Deficit).....	6
Notes to Unaudited Consolidated Financial Statements.....	7
Item 4 Management's discussion and analysis or plan of operation.....	9
Item 5 Legal proceedings.....	10
Item 6 Defaults upon senior securities.....	10
Item 7 Other information.....	10
Item 8 Exhibits.....	10
Item 9 Certifications.....	11

Item 1 Exact name of the issuer and the address of its principal executive offices.

Evolution Solar Corporation
(formerly Auto Club Marketing, Corp. until May 1, 2008)

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The Woodlands, Texas 77380
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Item 2 Shares outstanding.

Class of Security	Period End Date	Number of Shares Authorized	Number of Shares Outstanding	Freely Tradable Shares	Total Number of Beneficial Shareholders	Total Number of Shareholders of Record
Common stock	March 31, 2011	1,000,000,000	383,010	182,487	2	246

Item 3 Interim Financial Statements.**Evolution Solar Corporation
Consolidated Balance Sheets
(Unaudited)**

	March 31, 2011	December 31, 2010
CURRENT ASSETS		
Cash and cash equivalents	\$ 54,786	\$ 26,105
Accounts receivable	27,714	59,091
Inventory	40,276	40,276
Prepaid expenses	26	26
Total current assets	<u>122,802</u>	<u>125,498</u>
Goodwill	<u>1,850,000</u>	<u>1,850,000</u>
TOTAL ASSETS	<u><u>\$ 1,972,802</u></u>	<u><u>\$ 1,975,498</u></u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Accounts payable and accrued expenses	\$ 50,134	\$ 45,062
Loans and accrued interest	<u>605,748</u>	<u>423,837</u>
TOTAL LIABILITIES	<u>655,882</u>	<u>468,899</u>
STOCKHOLDERS' EQUITY		
Common Stock, \$0.0001 par value, 1 billion shares authorized, 383,010 and 363,010 shares issued and outstanding at March 31, 2011 and December 31, 2010, respectively	38	36
Additional paid-in capital	8,154,738	8,104,740
Accumulated deficit	(6,807,856)	(6,568,177)
Treasury stock	<u>(30,000)</u>	<u>(30,000)</u>
TOTAL STOCKHOLDERS' EQUITY	<u>1,316,920</u>	<u>1,506,599</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u><u>\$ 1,972,802</u></u>	<u><u>\$ 1,975,498</u></u>

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

Evolution Solar Corporation
Consolidated Statements of Operations
(Unaudited)

	Three months ended	
	March 31,	
	2011	2010
REVENUE	\$ -	\$ 51,758
COST OF GOODS SOLD	-	39,091
GROSS PROFIT	-	12,667
GENERAL AND ADMINSTRATIVE	239,679	210,665
LOSS FROM OPERATIONS	(239,679)	(197,998)
OTHER INCOME (EXPENSE)		
Loss on conversion of debt to equity	-	(750,000)
Total Other Income (Expense)	-	(750,000)
NET LOSS	\$ (239,679)	\$ (947,998)
Net loss per common share	\$ (0.64)	\$ (9.74)
Weighted Common Shares Outstanding	377,232	97,307

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

Evolution Solar Corporation
Consolidated Statements of Cash Flow
(Unaudited)

	Three months ended March 31,	
	2011	2010
Operating Activities:		
Net loss	\$ (239,679)	\$ (947,998)
Adjustments to reconcile net loss to net cash (used)		
by operating activities:		
Loss on conversion of debt to equity	-	750,000
Changes in operating assets and liabilities:		
Accounts receivable and other receivables	31,377	19,689
Prepaid expenses	-	3,276
Accounts payable and accrued liabilities	5,072	(6,701)
Net cash used in operating activities	(203,230)	(181,734)
Financing Activities:		
Proceeds from issuance of loans	181,911	189,965
Proceeds from sales of stock	50,000	-
Net cash provided by financing activities	231,911	189,965
Net increase in cash	28,681	8,231
Cash - Beginning of Period	26,105	9,766
Cash - End of Period	\$ 54,786	\$ 17,997
Supplemental Disclosures of Cash Flow Information:		
Cash Paid During The Period For:		
Interest	\$ -	\$ -

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

Evolution Solar Corporation
Consolidated Statements Stockholders' Equity (Deficit)
(Unaudited)

	Common stock		Additional paid-in capital	Accumulated Deficit	Treasury Stock	Total
	Shares	Par				
Balance, December 31, 2010	363,010	\$ 36	\$ 8,104,740	\$ (6,568,177)	\$ (30,000)	\$ 1,506,599
Shares issued for cash	20,000	2	49,998	-	-	50,000
Net loss	-	-	-	(239,679)	-	(239,679)
Balance, March 31, 2011	383,010	\$ 38	\$ 8,154,738	\$ (6,807,856)	\$ (30,000)	\$ 1,316,920

Effective April 29, 2011, the Company effected a one-for-500 reverse stock split. All share and per share numbers have been restated for the effect of the reverse split.

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

Evolution Solar Corporation
Notes to Unaudited Consolidated Financial Statements

NOTE 1 – NATURE OF BUSINESS

Evolution Solar Corporation, (“Evolution”, “EVSO”, the “Company”, “we” or “us”), is pursuing opportunities in the alternative energy field.

Company History

The Company was incorporated in the State of Colorado on April 23, 1986 as Altech Capital Corporation. On January 25, 1988, the Company changed its name to Auto Club of America Corp. following the acquisition of and subsequent merger of the Auto Club of America, Inc.

On April 29, 2002, the Company changed its name to Auto Club Marketing Corp. following the sale of its assets and former name. On May 1, 2008, the Company acquired Evolution Solar with the issuance of 12 million shares of common stock and prior business activities were abandoned. The Company then changed its name to Evolution Solar Corporation to better reflect the current line of business.

On July 30, 2008, the Company purchased a 51% interest in Synergy Design and Development, Ltd., a Hong Kong company, which assists foreign clients with imports and exports in China, for \$200,000.

Summary of Significant Accounting Policies

Basis of Presentation – These financial statements have been prepared in accordance with generally accepted accounting principles in the United States of America (“US GAAP”).

Cash and Cash Equivalents – For purposes of the statement of cash flows, the Company considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. There are no cash equivalents at March 31, 2011 and December 31, 2010.

The Company maintains its cash in well known banks selected based upon management's assessment of the banks' financial stability. Balances periodically exceed the \$100,000 federal depository insurance limit; however, the Company has not experienced any losses on deposits.

Revenue Recognition – The Company recognizes revenue when persuasive evidence of an arrangement exists, product delivery has occurred or the services have been rendered, the price is fixed or determinable and collectability is reasonably assured. Revenue is recognized net of sales returns and allowances.

Stock-Based Compensation – We account for stock-based employee compensation arrangements using the accounting standard issued by the FASB relating to Stock-Based Compensation (“Topic 718”). We account for stock options issued to non-employees in accordance with Topic 718.

Basic and Diluted Earnings per share – Basic earnings per common share is computed by dividing net earnings or loss (the numerator) by the weighted average number of common shares outstanding during each period (the denominator). Diluted earnings per common share is similar to the computation for basic earnings per share, except that the denominator is increased by the dilutive effect of stock options outstanding and unvested restricted shares and share units, computed using the treasury stock method.

Management 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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. While it is believed that such estimates are reasonable, actual results could differ significantly from those estimates.

Concentrations of Credit Risk – Financial instruments which subject the Company to concentrations of credit risk include cash and cash equivalents and accounts receivable.

Income Taxes – We recognize deferred tax assets and liabilities based on differences between the financial reporting and tax bases of assets and liabilities using the enacted tax rates that are expected to be in effect when the differences are expected to be recovered. We provide a valuation allowance for deferred tax assets for which we do not consider realization of such assets to be more likely than not.

Recently Issued Accounting Pronouncements – The Company does not expect that any recently-issued accounting pronouncements will have a material effect on the financial statements.

NOTE 2 – GOING CONCERN

The accompanying financial statements have been prepared assuming that Evolution will continue as a going concern. As shown in the accompanying financial statements, we suffered cumulative losses since inception of \$6,807,856. Moreover, we have a working capital deficit of \$533,080 at March 31, 2011. These conditions raise substantial doubt as to our ability to continue as a going concern. The financial statements do not include any adjustments that might be necessary if we are unable to continue as a going concern. Management intends to finance these deficits by selling its common stock and making additional shareholder notes.

NOTE 3 – CAPITAL STOCK

On April 29, 2011, the Company effected a one-for-500 reverse stock split. All share and per share amounts have been restated for the effect of the reverse split.

On January 26, 2011, we issued 200,000 shares of common stock in exchange for cash proceeds of \$50,000.

At March 31, 2011, we had 383,010 shares of common stock outstanding.

NOTE 4 – LOANS PAYABLE

We have relied partially on cash received in exchange for notes payable in order to fund our operations. During the three months ended March 31, 2011, we received cash proceeds in the amount of \$181,911. These loans are due on demand and bear no interest.

NOTE 5 – SUBSEQUENT EVENTS

On May 25, 2011, we issued 10,000,000 shares of common stock for the acquisition of the remaining 49% minority interest in Synergy.

Item 4 Management’s discussion and analysis or plan of operation.

A. Plan of Operation.

Evolution Solar Corp. hopes to develop solar solutions for domestic and international companies focused on energy services worldwide. Through SDD, the Company expects to leverage its extensive manufacturing and distribution partners to bring low-cost, high-efficiency, green solutions to consumers worldwide.

The Company intends to continue executing its business plan; however the Company is operating at a loss, has limited funds and may not be able to sustain sufficient funding for the next twelve months. The Company’s revenues will likely continue to be insufficient to sustain operations, and the Company will likely require additional funds in the form of loans or private sales of equity from existing or new sources. There can be no assurance that additional funds will be available when needed from any source or, if available, will be available on terms that are acceptable.

Management is in the process of developing a demonstration project to highlight the Company’s ability to provide custom solar solutions through its use of innovative products sourced by the Company’s subsidiary in China. Through this demonstration project the company will work in partnership with academic institutions on product research and development. In analyzing prospective opportunities, management will evaluate to the extent applicable, the available technical, financial and managerial resources of any future business. Management will also consider the nature of present and expected competition; potential advances in research and development; the potential for growth and/or expansion; the likelihood of sustaining a profit within a period of time; perceived value of the product or service; and other relevant factors.

Management will assess all relevant factors and make a determination based on the composite of available information, without reliance on any one factor. Until such time that the Company has a project complete, the Company will continue to rely on the productivity of its subsidiary in China for income. At this time there are no expected changes in the number of employees. Any expansion of the team would be commensurate with opportunity in the market place.

We have never been a “shell company” as defined by Securities Act Rule 405.

i. a discussion of how long the issuer can satisfy its cash requirements and whether it will have to raise additional funds in the next twelve months;

(See A1 above)

ii. a summary of any product research and development that the issuer will perform for the term of the plan;

(See A1 above)

iii. any expected purchase or sale of plant and significant equipment; and

(See A1 above)

iv. any expected significant changes in the number of employees.

(See A1 above)

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

Liquidity and Financial Condition

As of March 31, 2011, the Company has cash on hand of \$54,786. The Company has cumulative losses since inception of \$6,807,856. The Company had negative cash flows from operations in the amount of \$203,230 during the three months ended March 31, 2011. The Company has funded its operations since inception by obtaining loans. As of March 31, 2011, the Company has negative working capital and negative cash flow from operations. This condition is expected to continue over the near term. As a result, the Company will require additional funds in order to carry out its business plan over the next twelve months. The Company expects to satisfy those requirements by obtaining additional loans; however, there is no assurance that additional capital will be available to the Company when needed and on acceptable terms.

Results of Operations

Three months ended March 31, 2011 compared to the three months ended March 31, 2010

Revenue for the three months ended March 31, 2011 was \$0 compared to \$51,758 during the same period of 2010. The Company's Chinese subsidiary (Synergy) has refocused its efforts on exporting solar products and technologies during the first quarter of 2011. These types of contracts take longer to negotiate and deliver but are expected to be more lucrative for the Company. The Company expects to achieve revenue from these contracts during the second quarter of 2011.

Cost of sales decreased from \$39,091 for the three months ended March 31, 2010 to \$- for the three months ended March 31, 2011 as a result of the decrease in revenue.

General and administrative expenses were \$239,679 for the three months ended March 31, 2011 and \$210,665 for the three months ended March 31, 2010, a slight increase of \$29,014. The primary reason for the increase was a general increase in costs of goods and services.

During the three months ended March 31, 2010, the Company recognized a loss on conversion of debt to equity in the amount of \$750,000. There was no such loss during the three months ended March 31, 2011

C. Off-Balance Sheet Arrangements.

The Company has no off-balance sheet arrangements.

Item 5 Legal proceedings.

---None---

Item 6 Defaults upon senior securities.

---None---

Item 7 Other information.

---None---

Item 8 Exhibits.

See Initial Disclosure Statement filed on April 15, 2008.

Item 9 Certifications.

I, Robert Hines, certify that:

1. I have reviewed this Quarterly Disclosure Statement of Evolution Solar Corporation;
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 such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the financial statements, and other 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 the issuer as of, and for, the periods presented in this disclosure statement.

By: *//s//Robert Hines*
Robert Hines
Chairman and CEO
Date: May 26, 2011