

Hybrid Fuels, Inc - Essential Chemical Services, Inc
 Consolidated Financial Statements
 Unaudited

	31-Dec 2011	31-Dec 2010
ASSETS		
Current		
Cash	100	635
Inventory	-	-
Accts receivable	-	-
Due from affiliate	-	-
Total current assets	<u>100</u>	<u>635</u>
Property & equipment	-	-
Intangible asseete	-	-
TOTAL ASSETS	<u>100</u>	<u>635</u>
LIABILITIES		
Current		
Accts payable	-	-
Note payable (Advanced by shareholder)		30,270
Leases & redeemable shares		
Total Liabilities	<u>-</u>	<u>30,270</u>
STOCKHOLDERS' EQUITY		
SHARE CAPITAL		
190,000,000 no par valu Common share,authorized		
151,999,733 outstanding	62,100	62,100
10,000,000 Preferred shares authorized		
10,000,000 outstanding (see Note 7)	1,000	1,000
Additional Paid in capital (see note 5)	-	2,436,788
Donated capital (see note 5)	-	739,916
Common Stock Subscribed (see note 2)	-	-
Accumulated Other Comprehensive Loss		
Accumulate deficit	(63,000)	(3,269,439)
Shareholders' Equity (Gain - Loss)	<u>100</u>	<u>(29,635)</u>
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	<u>100</u>	<u>635</u>

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HYBRID FUELS, INC, INC
 CONSOLIDATED STATEMENTS OF OPERATIONS
 (Unaudited)

REVENUE		
Gross Income		6,786
	-	-
	<u>-</u>	<u>-</u>
GROSS MARGIN	<u>-</u>	<u>6,786</u>
EXPENSES		
Cost of goods		-
Depreciation and amortization	-	-
General and administrative	-	6,151
Total Expenses	<u>-</u>	<u>6,151</u>

Hybrid Fuels, Inc - Essential Chemical Services, Inc
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	31-Dec 2011	31-Dec 2010
NET GAIN (LOSS)	<u>-</u>	<u>635</u>
Weighted Average Number of Common Shares	151,999,733	151,999,733
Net Gain (Loss) Per Share - Basic and Fully Diluted \$	-	0.00

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HYBRID FUELS, INC, INC

CONSOLIDATED STATEMENTS OF CASH FLOWS

Net Gain (Loss)		635
Shares issued for cash	-	20,000
Shares issued for services	-	11,988
Accounts payable	-	-
Accounts receivable	<u>-</u>	<u>-</u>
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>-</u>	<u>32,623</u>
 CASH FLOWS FROM FINANCING ACTIVITIES	 -	 -
Advances by(to) shareholder	-	-
Share capital issued	<u>-</u>	<u>31,988</u>
NET CASH FLOWS FROM (USED IN) FINANCING AC	<u>-</u>	<u>31,988</u>
 Cash and Cash Equivalents - beginning of quarter	 635	 -
Cash and Cash Equivalents - end of quarter	<u>-</u>	<u>635</u>
Net Change In Cash	<u>(635)</u>	<u>635</u>

SUPPLEMENTARY INFORMATION

Interest paid	-	-
Income taxes paid	-	-

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HYBRID FUELS, INC, INC

STATEMENT OF STOCKHOLDERS' EQUITY

AS OF September 30, 2011

(Unaudited)

	Preferred Shares outstanding	Shares Amount	Common Shares outstanding	Shares Amount	Additional Paid In Capital	Accumulated Deficit	Total	
Balance - January 1, 2008			-	30,111,733	30,112	3,177,918	(3,165,345)	42,685.0
Stock issued for services								
Stock issued for cash								
Totals- March 31, 2009			-	30,111,733	30,112	3,177,918	(3,165,692)	42,337.7
 Stock issued for services								
Stock issued for cash								
Totals - March 31, 2010			-	30,111,733	30,112	3,177,918	(3,165,692)	42,338.0
 Stock issued for services								
Stock issued for cash								
Totals- May 1, 2011			-	30,111,733	30,112	3,177,918	(3,165,692)	42,337.7
 Stock issued for services	10,000,000	1,000	119,888,000	11,988	-			
Stock issued for acquisition			2,000,000	20,000				
Stock issued for cash			-	-				
Totals- June 30, 2011	10,000,000	1,000	151,999,733	62,100	3,177,918	(3,269,439)	(29,421)	
 Stock issued for services	10,000,000	1,000	151,999,733	62,100	-			
Stock issued for acquisition								
Stock issued for cash			-	-				
Totals- September 30, 2011	10,000,000	1,000	151,999,733	62,100	-	(63,000)	100	
Totals- December 31, 2011	10,000,000	1,000	151,999,733	62,100	-	-	63,100	