Enable IPC Corporation

Quarterly Report
Period Ending December 31, 2010

Enable IPC Corporation ◆ 4005 Felland Road, Suite 107 ◆ Madison, WI 53718 USA
Tel: (661) 347 0607 ◆ Fax: (661) 414 8080 ◆ ir@enableipc.com ◆ www.enableipc.com
Symbol: EIPC

FORWARD-LOOKING STATEMENTS

This report contains forward-looking statements including statements regarding our expectations, beliefs, intentions or future strategies that are signified by the words "expects," "anticipates," "intends," "believes" or similar language. These forward-looking statements involve risks, uncertainties and other factors. All forward-looking statements included in this quarterly report are based on information available to us on the date hereof and speak only as of the date hereof.

Table of Contents

Item 1 – Offices

Enable IPC Corporation
4005 Felland Road, Suite 107
Madison, WI 53708
T: (661) 347-0607
F: (661) 414-8080
info@enableipc.com
www.enableipc.com

Mailing address:
26893 Bouquet Canyon Road, Suite C-110
Saugus, CA 91350

Item 2 – Shares Outstanding

The number of shares or total amount of the securities outstanding for each class of securities authorized is as follows:

Period ending:	**Mar 31, 2008**	**Mar 31, 2009**	**Mar 31, 2010**	**Dec 31, 2010**
Common stock				
Authorized	50,000,000	50,000,000	100,000,000	250,000,000
Outstanding	28,678,996	42,904,000	93,368,228	126,988,227
Free trading	6,576,395	26,299,120	32,185,402	43,335,095
Beneficial shareholders	64	76	134	131
Shareholders of record	65	91	178	166
Preferred stock				
Authorized	10,000,000	10,000,000	10,000,000	10,000,000
Outstanding	0	0	0	14
Free trading	0	0	0	0
Beneficial shareholders	0	0	0	4
Shareholders of record	0	0	0	4

Item 3 – Interim Financial Statements

The following financial information covers the Company's most recent fiscal period, the quarter ending December 31, 2010.

Enable IPC Corporation and SolRayo, Inc.
Consolidated and Condensed Financial Statements
and Notes to Financial Statements
for the Quarter Ended
December 31, 2010
Unaudited

ENABLE IPC CORPORATION
(A DEVELOPMENT STAGE COMPANY)
CONDENSED BALANCE SHEET
Unaudited

ASSETS		
	December 31, 2010	March 31, 2010
Current assets		
Cash	$ 80,897	$ 6,808
Prepaid expenses due within 12 months	105	4,105
Inventory	2,734	-
Total current assets	83,736	10,913
Fixed assets, net	44,454	52,641
Other assets		
Other prepaid expenses	1,500	1,500
Intangible assets, net	642,263	666,740
	643,763	668,240
Total assets	$ 771,953	$ 731,794
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current liabilities		
Accounts payable	$ 161,870	$ 169,527
Accrued expenses and other current liabilities	240,400	187,408
Other liabilities		
Deferred income	54,179	-
License fees	20,000	20,000
Due to stockholders	419,147	504,207
Total current liabilities	895,596	881,142
Long-term liabilities		
Present value of minimum royalty payments	224,688	211,723
Total long-term liabilities	224,688	211,723
Total liabilities	1,120,284	1,092,865
Commitments and contingencies	-	-
Stockholders' deficit		
Minority interest in SolRayo	596,716	345,571
Preferred stock; $0.001 par value; 10,000,000 shares authorized, 14 shares issued and outstanding	-	-
Common stock; $0.001 par value; 250,000,000 shares authorized, 102,901,560 shares issued and outstanding	126,988	93,368
Additional paid-in capital	3,060,853	2,916,195
Additional paid-in capital -- warrants	88,000	88,000
Prepaid services in common stock	(30,000)	(16,000)
Accumulated deficit	(4,190,888)	(3,788,205)
Total stockholders' deficit	(348,331)	(361,071)
Total liabilities and stockholders' deficit	$ 771,953	$ 731,794

See Accompanying Notes to Financial Statements

ENABLE IPC CORPORATION
(A DEVELOPMENT STAGE COMPANY)
CONDENSED STATEMENTS OF OPERATIONS
(UNAUDITED)

	Three months ended December 31		Nine months ended December 31		March 17, 2005 (Inception) through
	2010	2009	2010	2009	December 31 2010
Revenues	$ -	$ 620	$ 23,157	$ 620	$ 128,295
Cost of Goods Sold	-	-	19,508	-	80,755
Gross Profit	-	620	3,649	620	47,540
Operating expenses					
General and administrative expenses					
Legal and professional fees	24,038	13,660	42,671	20,188	641,610
Wages and salaries	37,500	37,500	132,243	114,720	907,180
Research and development	49,118	59,885	173,721	202,508	1,350,929
Other general and administrative	57,480	42,579	117,574	131,510	1,247,246
Total general and administrative expenses	168,136	153,624	466,209	468,926	4,146,965
Loss from operations	(168,136)	(153,004)	(462,560)	(468,306)	(4,099,425)
Other Income	37,500	39,241	75,000	130,058	294,275
Interest income/expense	(4,603)	(10,054)	(15,123)	(44,390)	(384,235)
Loss before provision for income taxes	(135,239)	(123,817)	(402,683)	(382,638)	(4,189,385)
Provision for income taxes	-	-	-	-	(1,503)
Net loss	$ (135,239)	$ (123,817)	$ (402,683)	$ (382,638)	$ (4,190,888)
Basic and diluted loss per common share	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.11)
Basic and diluted weighted average common shares outstanding	115,302,140	62,882,325	103,114,422	53,442,401	37,914,019

See Accompanying Notes to Financial Statements

ENABLE IPC CORPORATION and SOLRAYO, INC.
(A DEVELOPMENT STAGE COMPANY)
STATEMENT OF STOCKHOLDERS' DEFICIT
(Unaudited)

	Preferred Stock		Common Stock		Additional	Minority	Prepaid Services Paid in	Accumulated	Stockholders'
	Shares	Amount	Shares	Amount	Paid-in Capital	Interest	Common Stock	Deficit	Deficit
Balance at March 31, 2010	-	-	93,368,228	93,368	3,004,195	345,571	(16,000)	(3,788,204)	(361,070)
Common stock issued for cash			13,774,999	13,775	45,283	-	-	-	59,058
Common stock issued for services			19,845,000	19,845	85,375	-	-	-	105,220
Preferred stock issued for cash	14	-	-	-	14,000	-	-	-	14,000
Minority interest in SolRayo						251,145			251,145
Amortization of prepaid services			-	-	-	-	(14,000)	-	(14,000)
Net loss	-	-	-	-	-	-	-	(402,683)	(402,683)
Balance at December 31, 2010	14	-	126,988,227	126,988	3,148,853	596,716	(30,000)	(4,190,887)	(348,331)

See Accompanying Notes to Financial Statements

ENABLE IPC CORPORATION
(A DEVELOPMENT STAGE COMPANY)
CONDENSED STATEMENTS OF CASH FLOWS
(UNAUDITED)

	Nine months ended December 31, 2010	Nine months ended December 31, 2009	March 17, 2005 (Inception) through December 31, 2010
Cash flows from operating activities:			
Net loss	$ (402,683)	$ (382,639)	$ (4,190,888)
Adjustments to reconcile net loss to net cash provided by operating activities:			
Depreciation and amortization	21,188	33,214	209,204
Stock based compensation	91,220	258,261	761,299
Stock based compensation related to office supplies	-	-	2,608
Interest accrued on PV of minimum royalty payments	12,965	12,965	246,333
Deferred Income	54,179		54,179
Changes in operating assets and liabilities:			
Prepaid expenses	4,000	46	(1,605)
Inventory	(2,734)		(2,734)
Accounts receivable		30,513	-
Other receivable		20,629	-
Accounts payable	(7,657)	(6,560)	176,801
Accrued liabilities	52,993	(89,113)	338,838
Net cash used by operating activities	(176,529)	(122,684)	(2,405,965)
Cash flows from investing activities:			
Purchase of fixed assets	-	-	(93,932)
Change in non-controlling interest	251,145	103,600	596,716
Purchase of intangible assets	11,476	(17,633)	1,762
Net cash used by investing activities	262,621	85,967	504,546
Cash flows from financing activities:			
Issuance of common stock for cash	59,058	61,185	1,362,295
Issuance of common stock in satisfaction of due to stockholders			235,239
Issuance of preferred stock for cash	14,000	-	14,000
Change in due to stockholders	(85,061)	(34,034)	370,782
Net cash provided by financing activities	(12,003)	27,151	1,982,316
Net change in cash	74,089	(9,566)	80,897
Beginning balance, April 1	6,808	25,663	0
Ending balance, December 31	$ 80,897	$ 16,097	$ 80,897

Schedule of non-cash investing and financing activities:			
Issuance of 2,780,200 shares for fixed assets	$ -	$ -	$ 13,901
Purchase of intangible asset			
Issuance of 2,000,000 shares related to Technology			
and Patent assignment	$ -	$ -	$ 10,000
Other liability for patent relatring to ultracapacitor			
technology from University of Wisconsin (WARF)	-	-	25,000
Present value of minimum royalty payments related to			
license from University of Wisconsin (WARF)	224,687	207,401	224,867
	$ 224,687	$ 207,401	$ 259,867
Issuance of warrants in conjunction with due to stockholders	$ -	$ -	$ 88,000
Issuance of common stock in satisfaction of due to stockholders	$ -	$ -	$ 307,164
Amendment to Technology and Patent Assignment	$ -	$ -	$ 686,494
Issuance of common stock for prepaid services	$ -	$ -	$ 145,000
Supplemental disclosure for			
Cash paid for			
Interest	$ 2,157	$ 30,829	$ 114,665
Income taxes	$ -	$ -	$ 1,503

See Accompanying Notes to Financial Statements

ENABLE IPC CORPORATION and SOLRAYO, INC

(A DEVELOPMENT STAGE COMPANY)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

(Unaudited)

1. BASIS OF PRESENTATION

Enable IPC Corporation (hereinafter referred to as the "Company") is a development stage company incorporated on March 17, 2005 under the laws of the state of Delaware. Enable IPC is engaged in the development of new power technologies that combine thin films and nanotechnology. Enable IPC (Intellectual Property Commercialization) will use these breakthroughs to manufacture microbatteries on microscopically thin film (which are expected to be smaller, cheaper, last longer, and be more environmentally friendly than today's standard batteries), ultracapacitors on standard carbon sheets impregnated with nanoparticles, and potentiostat systems.

These unaudited interim financial statements present the condensed balance sheet, statements of operations, stockholders' deficit and statements of cash flows of the Company. The financial statements have been prepared in accordance with accounting principles generally accepted in the United States. The financial statements should be read in conjunction with the Company's Annual Financial Statements contained in the Initial Company Information and Disclosure Statement, field with OTC Markets in August 2010.

The interim financial information is unaudited. In the opinion of management, all adjustments necessary to present fairly the financial position of the Company as of December 31, 2010 and the results of operations and cash flows presented herein have been included in the financial statements. Interim results are not necessarily indicative of results of operations for the full year.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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 and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. STOCK-BASED COMPENSATION

On April 1, 2006 the Company adopted Statement of Financial Accounting Standards (SFAS) No. 123 (revised 2004), "Share-Based Payment", requiring the Company to recognize expense related to the fair value of its employee stock option awards. The Company recognizes the cost of all share-based awards on a graded vesting basis over the vesting period of the award.

The Company has granted no warrants or options to employees since inception. Accordingly, the adoption of SFAS No. 123 (R) did not impact the financial statements.

3. RELATED-PARTY TRANSACTIONS

At December 31, 2010, the Company recorded owing $419,147 to related parties. Of the total amount, $280,640 was owed for services rendered to the Company and $138,507 was recorded for outstanding loans to the Company. Both are summarized below.

Services

The Company owed $280,640 to stockholders for services to the Company. Of this amount, $236,269 was owed to five shareholders for consulting services rendered to the Company. In addition, the Company owed a total of $44,371 to Board members for services rendered.

Loans

The Company had two outstanding loans payable to shareholders on December 31, 2010 totaling $138,507. They are summarized as follows:

The first loan was for $40,000 at 13% interest per annum for a term of 24 months. The Company is required to make monthly payments of $1,905 for 24 months. Interest on this loan totals $5,721. As of December 31, 2010 the Company had made twelve payments on this loan totaling $22,861 ($18,671 toward principal and $4,190 toward interest). Total principal remaining on this loan on December 31, 2010 was $22,861, which included $1,531 in past due interest.

The second loan was for $240,000 at 13% interest per annum for a term of 30 months. The Company is required to make monthly payments of $9,413.17 for 30 months. Interest on this loan totals $42,395. As of December 31, 2010 the Company had made payments on this loan totaling $162,329 ($127,502 toward principal and $34,827 toward interest). The total principal remaining on this loan, including past due interest, on December 31, 2010 was $115,646.

4. GOING CONCERN

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The Company is in the development stage, has no operating revenue and incurred a net loss of approximately $4,190,888 for the period from March 17, 2005 (Date of Inception) through December 31, 2010. The Company's management is in the process of raising additional capital for the Company.

As part of this effort, during the fiscal year ended March 31, 2006, the Company issued an aggregate of 2,807,000 shares of common stock for proceeds of $268,400. Also, in September 2005, the Company issued to another private investor a warrant to purchase 305,000 shares of common stock at an exercise price of $0.10 per share, none of which had been exercised as of March 31, 2008.

During the fiscal year ended March 31, 2007, the Company issued an aggregate of 3,017,497 shares for proceeds of $202,225 less $3,302 in offering costs. In addition, the Company issued an aggregate of 150,000 shares for services valued at $10,500, 100,000 shares to satisfy outstanding loans from shareholders totaling $7,000, and warrants to purchase 250,000 shares of common stock at an exercise price of $0.01 per share, all of which had been exercised as of March 31, 2008 for total proceeds of $2,500, and 100,000 at $0.10 per share, none of which have been exercised as of the date of this quarterly report.

During the fiscal year ended March 31, 2008, the Company issued an aggregate of 9,442,500 shares for proceeds of $313,500 less $3,413 in offering costs. In addition, the Company issued an aggregate of 3,599,641 shares for services valued at $344,320, 714,358 shares to satisfy outstanding loans from shareholders totaling $65,005, and warrants to purchase 3,350,000 shares of common stock, 1,000,000 at an exercise price of $0.04 per share, 50,000 of which have been exercised for proceeds of $2,000 as of the date of this quarterly report, and 2,350,000 at an exercise price of $0.01 per share, 33,333 of which have been exercised as of the date of this quarterly report for proceeds of $333. In addition, the Company reacquired an aggregate of 2,500,000 shares.

During the fiscal year ended March 31, 2009, the Company issued an aggregate of 8,660,000 shares for proceeds of $252,000. In addition, the Company issued an aggregate of 1,614,504 shares for services valued at $38,601, 768,000 shares to satisfy an outstanding loan from a shareholder totaling $30,725, and 2,865,000 shares in satisfaction of amounts due to shareholders. In addition, the Company issued 317,500 shares for prepaid services valued at $19,800, which were amortized over the performance period.

During the fiscal year ended March 31, 2010, the Company issued an aggregate of 32,050,000 shares for proceeds of $243,500, less offering costs of $125. In addition, the Company issued an aggregate of 12,450,000 shares for services valued at $140,000, 2,000,000 shares for prepaid services being performed between November 2009 and November 2010 valued at $24,000 (which are being amortized over the period) and 2,250,000 shares to satisfy loans totaling $19,000. In addition, during April 2009, the Board of Directors voted unanimously to send warrant agreements to every stockholder as of May 8, 2009 (record date) which allowed each stockholder on the record date to purchase one additional share of common stock for every two shares held. The exercise price on the warrant agreements reflected that 25% of the warrants be priced at $0.01 per share with an expiration date of July 31, 2009; 25% of the warrants be priced at $0.02 per share with an expiration date of October 31, 2009; 25% of the warrants be priced at $0.04 per share with an expiration date of January 31, 2010 and 25% of the warrants be priced at $0.08 with an expiration date of April 30, 2010.

The warrant agreements were non-transferable, there were no adjustments made in the price or quantity due to any warrant, stock or option issuance to any employee, investor, creditor, director, placement agent or other compensatory or incentive grants, the shares underlying the warrant agreement are restricted from sale on the open market and will not be registered, the warrants contained no rights as a shareholder prior to exercise and all stockholders who received the warrants were required to comply with any Securities Act requirements upon exercise.

Warrant agreements to purchase 22,823,024 shares (5,705,756 at $0.01 per share, expiring on July 31, 2009; 5,705,756 at $0.02 per share, expiring on October 31, 2009; 5,705,756 at $0.04 per share, expiring on January 31, 2010; and 5,705,756 at $0.08 per share, expiring on April; 30, 2010) were mailed out to stockholders beginning May 20, 2009. A total of 1,713,284 warrants were exercised for proceeds of $21,434, less $3,503 in offering costs and the remaining 20,109,740 warrant agreements expired.

During April 2010, the Company issued an aggregate of 3,000,000 shares to two investors for proceeds of $15,000. In addition, the Company issued 250,000 shares to an investor for services valued at $2,500.

During September 2010, the Company issued an aggregate of 6,250,000 shares to an investor for proceeds of $25,000. In addition, the Company issued 14 shares of Series A Preferred stock to four investors for proceeds of $14,000. A description of Series A Preferred stock can be found in this section under heading 8, "Preferred Stock".

During October 2010, the Company issued 1,190,476 shares to an investor for proceeds of $5000. In addition, the Company issued an aggregate of 2,700,000 shares to 2 investors for services valued at $21,000.

During November 2010, the Company issued an aggregate of 2,976,190 shares to three investors for a total of $17,500. In addition, the Company issued an aggregate of 6,775,000 shares to three investors for services valued at $41,000, 10,000,000 shares for prepaid services to be performed between December 1, 2010 and March 31, 2011 valued at $40,000 which will be amortized over the period, and 325,000 shares to one investor to repay a loan totaling $1,300.

During December 2010, the Company issued 120,000 shares to an investor for services valued at $720.

The Company continues to seek to raise additional funds to support operations through private placements of equity and debt securities. Management believes that the funds raised through this plan will be sufficient to support our operations through the year ending March 31, 2012.

These conditions give rise to substantial doubt about the Company's ability to continue as a going concern. These financial statements do not include adjustments relating to the recoverability and classification of reported asset amounts or the amount and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. The Company's continuation as a going concern is dependent upon its ability to obtain additional financing or sale of its common stock as may be required and ultimately to attain profitability.

5. DEFERRED INCOME

The Company recorded $54,179 in deferred income. This amount consisted of $29,222 received as a deposit against a potentiostat system to be delivered to a customer in February 2011 and $24,975 remaining on a partial prepayment made by the NSF on its grant.

6. PRESENT VALUE OF MINIMUM ROYALTY PAYMENTS, NET

The Company has entered into an Exclusive License Agreement ("License Agreement") granting the Company proprietary rights from the owner of the technology, the Wisconsin Alumni Research Foundation ("WARF"), in consideration for an initial license fee of $50,000, reimbursement of WARF's patent costs and royalties equal to 5% of the net sales of the product, beginning in calendar year 2010. The combined royalty amounts in any single calendar year must be at least equal to $25,000, or else the 5% royalty shall not be paid, and instead $25,000 shall be paid.

The Company recorded the present value of the above royalty payments totaling $170,955 (assuming a 10% per annum imputed interest rate) as part of the value of the intangible asset. As of December 31, 2010 the present value of minimum royalty payments, net is as follows:

Present value of minimum royalty payments	$ 170,955
Plus: Accrued interest on minimum royalty payments	53,733
Present value of minimum royalty payments, net	$ 224,688

7. COMMON STOCK

During April 2010, the Company issued an aggregate of 3,000,000 shares to two investors for proceeds of $15,000. In addition, the Company issued 250,000 shares to an investor for services valued at $2,500.

During September 2010, the Company issued an aggregate of 6,250,000 shares to an investor for proceeds of $25,000. In addition, the Company issued 14 shares of Series A Preferred stock to four investors for proceeds of $14,000. A description of Series A Preferred stock can be found in this section under heading 8, "Preferred Stock".

During October 2010, the Company issued 1,190,476 shares to an investor for proceeds of $5000. In addition, the Company issued an aggregate of 2,700,000 shares to 2 investors for services valued at $21,000.

During November 2010, the Company issued an aggregate of 2,976,190 shares to three investors for a total of $17,500. In addition, the Company issued an aggregate of 6,775,000 shares to three investors for services valued at $41,000, 10,000,000 shares for prepaid services to be performed between December 1, 2010 and March 31, 2011 valued at $40,000 which will be amortized over the period, and 325,000 shares to one investor to repay a loan totaling $1,300.

During December 2010, the Company issued 120,000 shares to an investor for services valued at $720.

8. PREFERRED STOCK

During September 2010, the Company sold 14 shares of Series A Preferred Shares to four investors for proceeds of $14,000. Cash dividends on the Series A Preferred Shares are payable on certain sales revenues and payable quarterly at a rate of 0.022% per share. The Series A Preferred Shares are not redeemable prior to July 1, 2013 and are redeemable thereafter in cash or the then-market value of common shares, at the option of the Company. The holders of the Series A Preferred Shares have voting rights equal to the number of Common shares issuable upon conversion of the stock and vote with the Common stock.

Item 4 – Management's Discussion and Analysis or Plan of Operation

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

Overview

This discussion is intended to supplement, and should be read in conjunction with, our financial statements and the accompanying notes to the financial statements.

We were incorporated in March 2005 to develop and commercialize rechargeable batteries for use in low power applications. One of our products will be a thin film lithium battery. A patent application covering this technology was assigned to us in March 2005 by Dr. Sung H. Choi. This product is in development.

In addition, we have entered into an Exclusive License Agreement with the Wisconsin Alumni Research Foundation (the licensing arm of the University of Wisconsin) which allow us to commercialize and sell products based on an ultracapacitor technology. We believe this technology will allow us to make ultracapacitors which will complement our microbattery as well as meet performance specifications for existing consumer products, and possibly industrial and transportation products.

In October 2008 we acquired a controlling interest in SolRayo, a Wisconsin-based company that was founded and operated by one of the inventors of our ultracapacitor technology.

Also in October 2008, SolRayo was awarded a $250,000 grant from the State of Wisconsin's Energy Independence Fund for the purpose of developing and commercializing the Company's ultracapacitor technology. As part of this, the Company developed and built a potentiostat system, which measures the performance of energy devices (e.g., batteries, capacitors, fuel cells, solar cells, etc.). In January 2010, SolRayo began offering its potentiostat systems for sale to companies, universities and research labs.

In July 2010, we were awarded a $149,935 grant from the National Science Foundation's SBIR/STTR Program to conduct research into "Using Nanoparticle Oxide Coatings to Increase Cycle Life of Cathode Materials for Li-Ion Batteries". The work is being performed under the guidance of the Company's subsidiary, SolRayo's Director of Battery R&D, Dr. Walter Zeltner, who serves as principal investigator, and is being accomplished in collaboration with the University of Wisconsin. The award provides funding for this effort from July 1, 2010 through June 30, 2011.

In September 2010, the Company reached an agreement with a major manufacturer of radio frequency identification (RFID) tags and readers to provide ultracapacitor-based products to improve the range in which the tags can be read. The customer has committed, subject to successful product development and testing, to purchase a total of $4.5 million in customized ultracapacitor devices from Enable IPC over the next three years to incorporate into the customer's RFID tags.

To date, we have commenced business operations and have realized some limited income. We have funded our operations through this income, private placements of equity and loans and contributions from our founders. We have incurred a net loss from operations from inception through December 31, 2010, of approximately $4,190,888.

Results of Operations

Three Months Ended December 31, 2010 Compared to Three Months Ended December 31, 2009

Revenues. We generated no sales revenue in the three months ended December 31, 2010, compared with $620 during the three months ended December 31, 2009. On December 31, 2010, the Company had $54,179 in deferred income received as prepayments on work due to be completed after December 31, 2010. The Company also recorded $37,500 in other income from the NSF grant during this period. We are just commencing product sales to a limited degree and anticipate revenue increases in the coming quarters. However, there can be no assurance that we will ever receive additional revenues or reach profitability.

General and Administrative Expenses. General and administrative expenses for the three months ended December 31, 2010 were $168,136, slightly higher than the $153,624 expended for general and administrative expenses during the same period in 2009. The general and administrative expenses for the three months ended December 31, 2010 included $37,500 in wages and salaries, equal to the $37,500 in wage expense for the three months ended December 31, 2009. In the three months ended December 31, 2010, we also incurred $24,038 in legal and professional expenses, an increase from the $13,660 in legal and professional expenses for the three months ended December 31, 2009. This increase was due mostly to the additional costs associated with maintaining the "Current Information" status on the Pink Sheets. We had $49,118 in research and development expenses for the three months ended December 31, 2010, lower than the $59,885 in research and development expenses for the three months ended December 31, 2009. This decrease was due to the lower funding of the NSF project compared with the Wisconsin Energy Independence Fund project of the prior year.

We incurred $57,480 in other expenses during the three months ended December 31, 2010, an increase from the $42,579 in other expenses we incurred for the three months ended December 31, 2009. These 2010 expenses consisted of: $8,197 in depreciation and amortization expenses, a decrease from $11,142 for the same period in 2009 due to the disposal of some fixed assets as a result of our closing of the Valencia office; $641 in office expenses, a slight increase from $585 for the same period in 2009; $4,810 in rent, a decrease over the $7,740 incurred during the same period in 2009 due to the closing of our Valencia office; $1,013 in utilities compared with $3,141 for the same period in 2009, again due to the closing of our Valencia office; $40,121 in service-related expenses, a large increase from the $13,385 expense incurred for the same period in 2009, due largely to an increase in our use of consultants; and $2,698 in other business related expenses compared with $6,586 for the same period in 2009 due lower business expenses as a result of our continuing efforts in streamlining operations. We anticipate that as revenues increase, and we ramp up our operations, our general and administrative expenses will continue to increase significantly.

Net Loss. As a result of the foregoing factors, our net loss was $135,239, less than $0.01 per share, for the three months ended December 31, 2010. This loss is a slight increase compared to the net loss of $123,817, less than $0.01 per share, for the same period in 2009.

Nine Months Ended December 31, 2010 Compared to Nine Months Ended December 31, 2009

Revenues. We generated $23,157 sales revenue in the nine months ended December 31, 2010, compared with $620 during the nine months ended December 31, 2009. On December 31, 2010, the Company had $54,179 in deferred income received as prepayments on work due to be completed after December 31, 2010. The Company also recorded $75,000 in other income from the NSF grant during this period. We are just commencing product sales to a limited degree and anticipate revenue increases in the coming quarters. However, there can be no assurance that we will ever receive additional revenues or reach profitability.

Cost of sales. Cost of sales expenses for the nine months ended December 31, 2010 were $19,508, compared with $0 for the same period in 2009.

General and Administrative Expenses. General and administrative expenses for the nine months ended December 31, 2010 were $466,209, about the same as the $468,926 expended for general and administrative expenses during the same period in 2009. These expenses included $132,243 in wages and salaries, higher the $114,720 in wage expense for the nine months ended December 31, 2009 due to an increase in work hours for personnel. In the nine months ended December 31, 2010, we also incurred $42,671 in legal and professional expenses, an increase from the $20,188 in legal and professional expenses for the nine months ended December 31, 2009. The higher expenses in this category were primarily due to increases in legal and negotiations activities and the commencement and maintenance of our "Current Information" status on the Pink Sheets. We had $173,721 in research and development expenses for the nine months ended December 31, 2010, less than the $202,508 in research and development expenses for the nine months ended December 31, 2009. This decrease was primarily due to the completion of our work on the Wisconsin Energy Independence Fund (WEIF) grant activity.

We incurred $117,574 in other expenses during the nine months ended December 31, 2010, a decrease from the $131,510 in other expenses we incurred for the nine months ended December 31, 2009. These 2010 expenses consisted of: $33,302 in depreciation and amortization expenses, about the same as the $33,214 for the same period in 2009; $2,888 in office expenses, less than the $3,349 for the same period in 2009 due to the closing of our Valencia office; $14,166 in rent, compared with $25,590 for the same period in 2009, again due to the closing of our Valencia office; $8,491 in utilities, compared with $9,704 for the same period in 2009, also due to the closing of our Valencia office; $46,807 in services and consulting expenses, about the same as the $47,325 for the same period in 2009;and $11,920 in other business related expenses, slightly less than the $12,328 for the same period in 2009.We anticipate that as revenues increase, and we ramp up our operations, our general and administrative expenses will continue to increase significantly.

Net Loss. As a result of the foregoing factors, our net loss was $402,683, less than $0.01 per share, for the nine months ended December 31, 2010. This loss is an increase compared to the net loss of $382,638, also less than $0.01 per share, for the nine month period ending December 31, 2009.

Liquidity and Capital Resources

From our date of inception (March 17, 2005), we have obtained the majority of our cash resources from the sale of stock to our founders. Our operating plan for the years ending March 31, 2011 and 2012 is focused on the continued development of our products and increasing sales revenue of our potentiostat systems and certain ultracapacitor applications. We currently anticipate that cash of $2,500,000 is required to support this plan. At December 31, 2010, we had $80,897 in cash and had a monthly burn rate of approximately $14,242 over the past quarter. We are in the process of raising additional capital.

During our fiscal year ended March 31, 2006, the Company issued an aggregate of 2,807,000 shares of common stock for proceeds of $268,400. In addition, the Company issued to another private investor a warrant to purchase 305,000 shares of common stock at an exercise price of $0.10 per share, none of which have been exercised as of the date of this quarterly report.

During the fiscal year ended March 31, 2007, the Company issued an aggregate of 3,017,497 shares for proceeds of $202,225 less $3,302 in offering costs. In addition, the Company issued an aggregate of 150,000 shares for services valued at $10,500, 100,000 shares to satisfy outstanding loans from shareholders totaling $7,000, and warrants to purchase 250,000 shares of common stock at an exercise price of $0.01 per share, all of which had been exercised as of March 31, 2008 for total proceeds of $2,500, and 100,000 at $0.10 per share, none of which have been exercised as of the date of this quarterly report.

During the fiscal year ended March 31, 2008, the Company issued an aggregate of 9,442,500 shares for proceeds of $313,500 less $3,413 in offering costs. In addition, the Company issued an aggregate of 3,599,641 shares for services valued at $344,320, 714,358 shares to satisfy outstanding loans from shareholders totaling $65,005, and warrants to purchase 3,350,000 shares of common stock, 1,000,000 at an exercise price of $0.04 per share, 50,000 of which have been exercised for proceeds of $2,000 as of the date of this quarterly report, and 2,350,000 at an exercise price of $0.01 per share, 33,333 of which have been exercised as of the date of this quarterly report for proceeds of $333. In addition, the Company reacquired an aggregate of 2,500,000 shares.

During the fiscal year ended March 31, 2009, the Company issued an aggregate of 8,660,000 shares for proceeds of $252,000. In addition, the Company issued an aggregate of 1,614,504 shares for services valued at $38,601, 768,000 shares to satisfy an outstanding loan from a shareholder totaling $30,725, and 2,865,000 shares in satisfaction of amounts due to shareholders. In addition, the Company issued 317,500 shares for prepaid services valued at $19,800, which were amortized over the performance period.

During the fiscal year ended March 31, 2010, the Company issued an aggregate of 32,050,000 shares for proceeds of $243,500, less offering costs of $125. In addition, the Company issued an aggregate of 12,450,000 shares for services valued at $140,000, 2,000,000 shares for prepaid services being performed between November 2009 and November 2010 valued at $24,000 (which are being amortized over the period) and 2,250,000 shares to satisfy loans totaling $19,000. In addition, during April 2009, the Board of Directors voted unanimously to send warrant agreements to every stockholder as of May 8, 2009 (record date) which allowed each stockholder on the record date to purchase one additional share of common stock for every two shares held. The exercise price on the warrant agreements reflected that 25% of the warrants be priced at $0.01 per share with an expiration date of July 31, 2009; 25% of the warrants be priced at $0.02 per share with an expiration date of October 31, 2009; 25% of the warrants be priced at $0.04 per share with an expiration date of January 31, 2010 and 25% of the warrants be priced at $0.08 with an expiration date of April 30, 2010.

The warrant agreements were non-transferable, there were no adjustments made in the price or quantity due to any warrant, stock or option issuance to any employee, investor, creditor, director, placement agent or other compensatory or incentive grants, the shares underlying the warrant agreement are restricted from sale on the open market and will not be registered, the warrants contained no rights as a shareholder prior to exercise and all stockholders who received the warrants were required to comply with any Securities Act requirements upon exercise.

Warrant agreements to purchase 22,823,024 shares (5,705,756 at $0.01 per share, expiring on July 31, 2009; 5,705,756 at $0.02 per share, expiring on October 31, 2009; 5,705,756 at $0.04 per share, expiring on January 31, 2010; and 5,705,756 at $0.08 per share, expiring on April; 30, 2010) were mailed out to stockholders beginning May 20, 2009. A total of 1,713,284 warrants were exercised for proceeds of $21,434, less $3,503 in offering costs and the remaining 20,109,740 warrant agreements expired.

During April 2010, the Company issued an aggregate of 3,000,000 shares to two investors for proceeds of $15,000. In addition, the Company issued 250,000 shares to an investor for services valued at $2,500.

During September 2010, the Company issued an aggregate of 6,250,000 shares to an investor for proceeds of $25,000. In addition, the Company issued 14 shares of Series A Preferred stock to four investors for proceeds of $14,000. A description of Series A Preferred stock can be found in the Notes to Financial Statements under heading 8, "Preferred Stock".

During October 2010, the Company issued 1,190,476 shares to an investor for proceeds of $5000. In addition, the Company issued an aggregate of 2,700,000 shares to 2 investors for services valued at $21,000.

During November 2010, the Company issued an aggregate of 2,976,190 shares to three investors for a total of $17,500. In addition, the Company issued an aggregate of 6,775,000 shares to three investors for services valued at $41,000, 10,000,000 shares for prepaid services to be performed between December 1, 2010 and March 31, 2011 valued at $40,000 which will be amortized over the period, and 325,000 shares to one investor to repay a loan totaling $1,300.

During December 2010, the Company issued 120,000 shares to an investor for services valued at $720.

We continue to seek to raise additional funds to support operations through private placements of equity and debt securities. We believe that the funds raised through this plan will be sufficient to support our operations through the year ending March 31, 2012. A large portion of our anticipated costs will relate to product research and development. In addition, we plan to invest in additional employees, and to build our infrastructure as revenues increase. However, we believe our success will be largely dependent on funding from private placements of equity securities. There can be no assurance that we will be successful in raising any capital, and at the present time, we have no other agreements or arrangements for any private placements.

All of these conditions give rise to substantial doubt about our ability to continue as a going concern. Our financial statements do not include adjustments relating to the recoverability and classification of reported asset amounts or the amount and classification of liabilities that might be necessary should we be unable to continue as a going concern. Our continuation as a going concern is dependent upon our ability to obtain additional financing from the sale of our common stock, as may be required, and ultimately to attain profitability.

Our Notes to the Financial Statements for the period ending December 31, 2010, included in this report, contains a paragraph regarding our ability to continue as a going concern.

Capital Resources – Nine Months Ended December 31, 2010

During the nine months ended December 31, 2010, we continued to spend cash to fund our operations. Cash used by operating activities for the nine months ended December 31, 2010 equaled $176,529, and consisted principally of our net loss of $402,683 and increases in depreciation and amortization of $21,188, stock-based compensation of $91,220, interest accrued on the present value of the minimum annual royalty payments of $12,965, deferred income of $54,179, prepaid expenses of $4,000, and accrued liabilities of $52,993, offset by decreases of $2,734 in inventory and $7,657 in accounts payable. During the comparable period in 2009, cash used by operating activities equaled $122,684, and consisted principally of our net loss of $382,639 and increases of $32,214 in depreciation and amortization, $258,261 in stock-based compensation, $12,965 in interest accrued on the present value of minimum annual royalty payments, $46 in prepaid expenses, $30,513 in accounts receivable, and $20,629 in other receivables, offset by $6,560 in accounts payable and $89,113 in accrued liabilities.

During the nine months ended December 31, 2010, cash provided by investing activities totaled $262,621, consisting of the change in non-controlling interest of $251,145 and purchase of intangible assets totaling $11,476. During the comparable period in 2009, cash provided by investing activities totaled $85,967 and consisted of $103,600 in change in non-controlling interest and a decrease of $17,633 in fixed assets.

During the nine months ended December 31, 2010, cash used by financing activities totaled $12,003, consisting of an increase of $59,058 from the issuance of common stock for cash, and $14,000 from the issuance of preferred stock for cash, offset by a decrease of $85,061 in the amounts due to our stockholders. During the nine months ended December 31, 2009, cash provided by financing totaled $27,151, due to an increase of $61,185 in common stock issued for cash offset by a $34,034 decrease in the amount due to our stockholders.

As of December 31, 2010, we had cash and cash equivalents amounting to $80,897, an increase from the balance of $16,097 at December 31, 2009. Our working capital deficit decreased to $811,961 at December 31, 2010, from $902,814 on December 31, 2009. There were no material commitments for capital expenditures on December 31, 2010.

Our research and development activities over the next twelve months are expected to consist of the optimization of our ultracapacitor technologies by developing stream-lined manufacturing processes and determining their suitability for various applications, followed by necessary chemical and structural modifications. These activities will be undertaken with a view towards our ultimate goal of developing a series of working, fully functional production units, which we currently anticipate could take anywhere from twelve to twenty-four months depending on the application.

As of December 31, 2010, we are uncertain as to the completion date of our research and development, or if products will ever be completed as a result of this research and development activity. We anticipate that the funds spent on research and development activities will need to increase prior to completion of a product. We may not be able to secure funding in the future necessary to complete our intended research and development activities.

Other

In December 2010 we received $29,222 in a partial pre-payment for a potentiostat system from a customer due to be delivered in February 2011. We recorded this amount as deferred income and will convert it to a sale when the product is delivered.

In July 2010 we were awarded a grant totaling $149,935 from the National Science Foundation SBIR/STTR program. The grant is to fund certain activity conducted by the Company between July 1, 2010 and June 30, 2011. $99,957 of this amount was issued to us in July. It was recorded as deferred income and is being amortized over the performance period. At December 31, 2010, deferred income for this effort totaled $24,957.

In March 2008 we renegotiated our Technology and Patent Assignment agreement with Dr. Sung Choi to eliminate the minimum annual royalty payments due to him in exchange for increasing the royalties on future sales from 5% to 7.5% and the initial license fee from $10,000 to $100,000.

We have certain minimum annual royalty payments to the University of Wisconsin amounting to $25,000 annually beginning in calendar year 2010.

Critical Accounting Policies

The preparation of financial statements and related disclosures in conformity with accounting principles generally accepted in the United States requires us to make judgments, assumptions and estimates that affect the amounts reported. Certain significant accounting policies are considered to be critical accounting policies, as defined below.

A critical accounting policy is defined as one that is both material to the presentation of our financial statements and requires management to make difficult, subjective or complex judgments that could have a material effect on our financial condition and results of operations. Specifically, critical accounting estimates have the following attributes: 1) we are required to make assumptions about matters that are highly uncertain at the time of the estimate; and 2) different estimates we could reasonably have used, or changes in the estimate that are reasonably likely to occur, would have a material effect on our financial condition or results of operations.

Estimates and assumptions about future events and their effects cannot be determined with certainty. We base our estimates on historical experience and on various other assumptions believed to be applicable and reasonable under the circumstances. These estimates may change as new events occur, as additional information is obtained and as our operating environment changes. These changes have historically been minor and have been included in the consolidated financial statements as soon as they became known. Based on a critical assessment of our accounting policies and the underlying judgments and uncertainties affecting the application of those policies, management believes that our financial statements are fairly stated in accordance with accounting principles generally accepted in the United States, and present a meaningful presentation of our financial condition and results of operations.

In preparing our financial statements to conform to accounting principles generally accepted in the United States, we make estimates and assumptions that affect the amounts reported in our financial statements and accompanying notes. These estimates include useful lives for fixed assets for depreciation calculations and assumptions for valuing options and warrants. Actual results could differ from these estimates.

We consider that the following are critical accounting policies:

Research and development expenses - All research and development costs are expensed as incurred. The value of acquired in-process research and development is charged to expense on the date of acquisition. Research and development expenses include, but are not limited to, payroll and personnel expense, lab supplies, raw materials to manufacture our solution, certain manufacturing costs, consulting and research-related overhead. Accrued liabilities for raw materials to manufacture our solution, manufacturing costs and patent legal fees are included in accrued liabilities and included in research and development expenses.

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 and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

Fixed assets – Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided principally on the straight-line method over the estimated useful lives of the assets. The cost of repairs and maintenance is charged to expense as incurred. Expenditures for property betterments and renewals are capitalized. Upon sale or other disposition of a depreciable asset, cost and accumulated depreciation are removed from the accounts and any gain or loss is reflected in other income (expense).

We periodically evaluate whether events and circumstances have occurred that may warrant revision of the estimated useful life of fixed assets or whether the remaining balance of fixed assets should be evaluated for possible impairment. We use an estimate of the related undiscounted cash flows over the remaining life of the fixed assets in measuring their recoverability.

Stock-based compensation - On April 1, 2006, we adopted Statement of Financial Accounting Standards (SFAS) No. 123 (revised 2004), "Share-Based Payment," requiring us to recognize expense related to the fair value of its employee stock option awards. We recognize the cost of all share-based awards on a graded vested basis over the vesting period of the award.

We have granted no warrants or options to employees since inception. Accordingly, the adoption of SFAS No. 123(R) did not impact the financial statements.

Off-Balance Sheet Arrangements - None

Item 5 – Legal Proceedings

The Company has entered into payment arrangements with certain creditors as noted below. There have been no current, past or pending trading suspensions by any securities regulator.

The Company has made arrangements to make monthly payments to the University of Idaho for fees owed to the University for the use of their facilities. As of December 31, 2010, the total amount owed was $ 23,788.

The Company has made arrangements to make monthly payments to Hopkins & Carley for legal services previously performed for the Company. As of December 31, 2010, the total amount owed was $ 89,775.

The Company has made arrangements to make monthly payments to Wonacott Communications for marketing services provided for the Company. As of December 31, 2010, the total amount owed was $ 11,500.

Item 6 – Defaults Upon Senior Securities

None

Item 7 – Other Information

None

Item 8 – Exhibits

None

Item 9 – Certifications

I, David A. Walker, certify that:

1. I have reviewed this quarterly disclosure statement of Enable IPC 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.

Date: February 4, 2011

David A Walker

Chief Executive Officer,
Acting Chief Financial Officer