PCS edventures!™ EXPERTS IN HANDS-ON STEM EDUCATION
11915 W Executive Dr. Suite 101
Boise, ID 83713
800.429.3110 208.343.3110

A Letter from the CEO

Dear Shareholders and Supporters,

PCS Edventures is undergoing an exciting transformation to profitability, which has been our primary focus over the past year, and I am happy to report that we are almost there. We have reduced our cost structure dramatically, we have increased our domestic revenues significantly, and we have developed and are implementing a business plan that we believe will create long-term value for shareholders.

On the cost-cutting front, in March of 2017 the company filed Form 15 after careful consideration of the advantages and disadvantages of being an SEC reporting company. The board of directors considered auditing, legal, and filing costs, balanced against the trading volume of the common stock, and concluded that the resources necessary to remain an SEC reporting company would be best spent on improving business operations, especially considering the costs necessary to roll out the Company's RubiQ STEM education drone.

We closed our two after-school lab programs in May and July of 2017 as these operations were not profitable, but also because these programs did not fit into the company's long-term strategy any longer. In closing the Boise lab, where we also had a corporate office, we were able to consolidate the entire company under one roof at our R&D and warehouse location, not only saving in lease fees, but also enhancing internal communication and employee comradery.

As a result of these actions, our employee costs declined 15% and our general and administrative costs declined 48% in fiscal year 2018 over the prior fiscal year. Despite these cost-cutting efforts, we were able to produce significant revenue growth over the past year. Revenues grew 46% in fiscal year 2018 over the prior year, and the start of fiscal year 2019 has been outstanding. I am looking forward to sharing with you our first quarter report.

Our RubiQ STEM education drone is being very well received in the market, and we expect that trend to continue. We are still in the early stages of drones being widely adopted as STEM platforms, and we have mapped out a strategy, based upon market feedback, that we expect to produce multiple years of exceptional revenue growth. We are positioning the company to be a leader in this space.

I must again complement the company's employees, who are working together as a team like never before and doing so much with so little. They apply their expertise every day with enthusiasm and passion, and have fun doing it. I know that their efforts today will produce tremendous results in the future.

Given what we are seeing thus from in fiscal year 2019, we expect this year will show breakout revenue growth. I would be surprised if the results we expect in fiscal year 2019 do not translate into a higher share price. We believe that our stock is cheap relative to the reality going on at the company.

Thank you for your support and patience.

Sincerely,

Todd Hackett, CEO

PCS Edventures!.com, Inc.
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PART I – COMPANY AND SECURITY INFORMATION

1) Name of the issuer and its predecessors (if any):

On March 27, 2000, the company changed its name from PCS Education Systems, Inc. to PCS Edventures!.com, Inc. On September 26, 2014, the shareholders voted for the proposal to grant the Board of Directors the authority to change the name of the company in a fashion that will remove the ".com", but retain the current brand.

2) Address of the issuer's principal executive offices:

Company Headquarters:

11915 W. Executive Dr., Ste. 101
Boise, ID 83713

IR Contact:

Mike Bledsoe
mikeb@edventures.com
208-343-3110
11915 W. Executive Dr., Ste. 101
Boise, ID 83713
www.edventures.com

3) Security Information

a) Security information as of March 31, 2018:

Title and Class of Security	Par Value	Trading Symbol	Total Shares Authorized	Total Shares Outstanding
Common Stock	No Par Value	PCSV	150,000,000	111,653,715
Preferred Stock	No Par Value	N/A	20,000,000	0

On March 27, 2017, PCSV filed Form 15 with the Securities and Exchange Commission terminating the registration of its Common Stock under Rule 12 g-4(a)(1) of the Securities Exchange Act of 1934.

b) Transfer Agent:

Issuer Direct
1981 East Murray Holladay Road 100
Salt Lake City, UT 84117
(801) 272-9297

Is the Transfer Agent registered under the Exchange Act?

Yes

c) List any restrictions on the transfer of security:

PCSV has issued unregistered shares of common stock that are restricted from resale in the public market unless the sale(s) are exempt from SEC registration requirements.

d) Describe any trading suspension orders issued by the SEC in the past 12 months:

None

e) List any stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization either currently anticipated or that occurred within the past 12 months:

None have occurred within the past 12 months.

4) Issuance History

Recent Sales of Unregistered Securities

During the last three years, the company has sold the following shares of its common stock, which are comprised of unregistered and "restricted securities" as defined in SEC Rule 144:

Name of Person or Group	Number of Shares	Consideration	Note
* Consultants	473,000	$ 54,690	1
Legal Consultants	-	-	2
Legal Settlement	200,000	(9,000)	3
Private Investors: Warrants	120,000	8,400	4
Private Investors:	35,977,936	2,106,663	5
*Employees: Benefits	122,803	2,534	6
*Employees: Bonus	558,000	33,908	7
*Board of Directors: RSU's	692,300	97,845	8
	38,144,039	$ 2,295,040	

* Issued as Restricted Securities under the 2009 Plan.

1. Shares issued to consultants for services:

	Shares – Fiscal Year 2016	2017	2018		Value – Fiscal Year 2016	2017	2018
Q1	-	75,000	-	$	-	6,250	-
Q2	200,000	-	-	$	22,000	-	-
Q3	198,000	-	-	$	26,440	-	-
Q4	-	-	-	$	-	-	-

2. Shares issued for legal services:

	Shares – Fiscal Year 2016	2017	2018		Value – Fiscal Year 2016	2017	2018
Q1	-	-	-	$	-	-	-
Q2	-	-	-	$	-	-	-
Q3	-	-	-	$	-	-	-
Q4	-	-	-	$	-	-	-

3. Shares issued for legal settlement:

	Shares – Fiscal Year 2016	2017	2018		Value – Fiscal Year 2016	2017	2018
Q1	-	-	-	$	-	-	-
Q2	-	(200,000)	-	$	-	(9,000)	-

Q3	-	-	-	$	-	-	-
Q4	-	-	-	$	-	-	-

4. Shares issued to private investors for the purchase of warrants:

	Shares – Fiscal Year			Value – Fiscal Year			
	2016	2017	2018		2016	2017	2018
Q1	-	-	-	$	-	-	-
Q2	120,000	-	-	$	8,400	-	-
Q3	-	-	-	$	-	-	-
Q4	-	-	-	$	-	-	-

5. Shares issued to private investors:

	Shares – Fiscal Year			Value – Fiscal Year			
	2016	2017	2018		2016	2017	2018
Q1	-	5,643,000	11,311,240	$	-	230,521	530,241
Q2	-	6,250,000	-	$	-	500,000	-
Q3	1,066,006	11,707,690	-	$	159,901	686,000	-
Q4	-	-	-	$	-	-	-

6. Shares issued to employees for benefits:

	Shares – Fiscal Year			Value – Fiscal Year			
	2016	2017	2018		2016	2017	2018
Q1	-	-	-	$	-	-	-
Q2	19,000	70,000	33,803	$	CL	2,534	CL
Q3	-	-	-	$	-	-	-
Q4	-	-	-	$	-	-	-

7. Shares issued to employees for bonuses:

	Shares – Fiscal Year			Value – Fiscal Year			
	2016	2017	2018		2016	2017	2018
Q1	-	-	-	$	-	-	-
Q2	-	200,000	-	$	-	16,000	-
Q3	358,000	-	-	$	17,908	-	-
Q4	-	-	-	$	-	-	-

8. Shares issued to the Board of Directors for Restricted Stock Units:

	Shares – Fiscal Year			Value – Fiscal Year			
	2016	2017	2018		2016	2017	2018
Q1	-	-	-	$	-	-	-
Q2	-	-	-	$	-	-	-
Q3	692,300	-	-	$	97,845	-	-
Q4	-	-	-	$	-	-	-

Securities Act of 1933, as amended (the "Securities Act"), Registration Exemption Relied Upon

Unless otherwise exempt from registration under the Securities Act, the company issued these securities to persons who were either "accredited investors" or "sophisticated investors" as those terms are respectively defined in Rules 501 and 506 Regulation D of the SEC; and each person had prior access to all material information about us. The company believes that the offer and sale of these securities was exempt from the registration requirements of the Securities Act pursuant to Section 4(a)(2), and Rule 506 of Regulation D of the SEC. Section 18 of the Securities Act preempts state registration requirements for sales to these classes of persons, save for compliance with state notice and fee requirements, as may be applicable. Shares issued under the 2009 Plan have been registered on Form S-8 with the SEC; however, in many instances, shares issued or granted under the 2009 Plan were issued as "restricted securities" under Board of Director resolutions as indicated above.

Changes in Total Common Shares Outstanding (last three fiscal years):

During the last three fiscal years, the company has sold the following shares of its common stock, which are comprised of unregistered and "restricted securities" as defined in SEC Rule 144:

Common Stock

During the fiscal year ended March 31, 2016:

The Board of Directors resolved on July 15, 2015, to increase the company authorized common stock from 90,000,000 shares with no par value to 100,000,000 shares of common stock with no par value. Management submitted the resolution for ratification by the shareholders at the Annual Meeting. Shareholders ratified the increase in authorized common stock to 100,000,000 on September 25, 2015.

The company issued 398,000 shares of common stock for services. The per share value ranged from $0.11 to $0.15 for a net value of $48,440 based on the closing price of the company's common stock on the date of grant.

The company recognized 692,300 of restricted stock units payable to non-management directors for services rendered at a rate of one share of common stock for each restricted stock unit. Each restricted stock unit is valued at $0.11 to $0.15, based on the closing price of the company's common stock at the date of vesting. These agreements call for payment of current year director fees via issuance of restricted stock units over a vesting period ending September 30, 2015. Vesting requires continued service through September 30, 2015 and reelection at the annual shareholder meeting. $97,845 was recorded to common stock for the issuance on November 16, 2016. The total number of shares of common stock issued for RSU's is 692,300. Four Board of Director members resigned in 3Q FY2016. Restricted Stock Units accrued for the resigning members were forfeited. Restricted stock units payable were accrued of $3,240 as of March 31, 2016 for the one remaining board member, representing shares that will be issued in future periods.

The CEO exercised 25,000 options earned from an employee incentive stock option agreement dated July 15, 2012, using the cashless option into 19,000 shares of restricted common stock. The price per share was $0.06 discounted from market value of $0.25 at the time of exercise resulted in a reduction of 6,000 shares of common stock.

A related party exercised 120,000 warrants issued on January 11, 2013 at a price of $0.07 for a total of $8,400 resulting in 120,000 shares of restricted common stock.

The company issued 1,066,006 shares of common stock for the conversion of promissory notes issued to private investors. The price per share value of $0.15 resulted in a net value of $159,901. Due to conversion within the terms of the note, no gain or loss was recorded as a result of the conversion.

The company expensed $15,269 related to stock options and warrants granted in the current period as well as prior periods; to seven employees in incentive stock option plans valued using the Black-Scholes valuation model.

The company granted 358,000 shares of common stock to employees. The per share value of range of $0.04 to $0.10, a net value of $8,908 based on the closing price of the company's common stock on the date of grant.

During the fiscal year ended March 31, 2017:

The Board of Directors resolved on July 14, 2016, to increase the company authorized common stock from 100,000,000 shares with no par value to 150,000,000 shares of common stock with no par value. The resolution was ratified on September 23, 2016, by the shareholders at the Annual Meeting. The Articles of Amendment were filed with the Idaho Secretary of State on September 23, 2016.

The company issued 75,000 and reclaimed (200,000) shares of common stock for services. The per share value ranged from $0.045 to $0.09 for a net value of ($2,750) based on the closing price of the company's common stock on the date of grant.

Restricted stock units payable were accrued of $3,240 as of March 31, 2016 for the one remaining board member, representing shares that will be issued in future periods. The one remaining Board member no longer fit the criteria for "independence" and became ineligible for Board compensation. The $3,240 restricted stock units were forfeited.

An employee exercised 70,000 options earned from an employee incentive stock option agreement dated February 1, 2014. The price per share was $0.0362 discounted from market value of $0.08 at the time of exercise.

The company issued 5,763,014 shares of common stock for the conversion of promissory notes issued to the company CEO and Chairman of the Board. The price per share value of $0.04 resulted in a net value of $230,521. Due to conversion within the terms of the note, no gain or loss was recorded as a result of the conversion

The company issued 17,957,690 shares of common stock in private equity sales. The price per share value ranged from $0.065 to $0.08 resulting in a net value of $1,186,000. Due to conversion within the terms of the note, no gain or loss was recorded as a result of the conversion

The company expensed $35,154 related to stock options and warrants granted in the current period as well as prior periods; to eleven employees in incentive stock option plans valued using the Black-Scholes valuation model.

The company granted 200,000 shares of common stock to employees. The per share value of $0.08, resulted in a net value of $16,000 based on the closing price of the company's common stock on the date of grant.

During the fiscal year ended March 31, 2018

The company expensed amounts related to stock options and warrants granted in the fiscal year valued at $23,872.

The company issued 7,777,978 shares of common stock for the conversion of promissory notes interest accrued from note inception through June 15, 2017, issued to the company by the CEO and Chairman of the Board. The price per share value of $0.05 resulted in a net value of $388,899. Due to conversion within the terms of the note, no gain or loss was recorded as a result of the conversion.

The company issued 3,533,562 shares of common stock in private equity sales. The price per share value of $0.04 resulted in a net value of $141,342.

The company accrued $103,339 in Stock Payable as conversion of accrued interest on the principle balance due to the CEO of $1,867,679 for subsequent issue of 3,760,375 shares of Rule 144 "restricted" common stock at an range of $0.02 to $0.04, the bid price of the company's common stock on the date of the transaction. As of March 31, 2018, this stock had not yet been issued.

The company issued Restricted Rule 144 Common Stock shares from the exercise of 120,000 options earned from an employee incentive stock option agreement, using the cashless option, into 33,803 shares of restricted common stock. The price per share was $0.051 discounted from market value of $0.071 at the time of exercise resulted in a reduction of 86,197 shares of common stock.

<u>Preferred Stock</u>

The company has 20,000,000 authorized shares of preferred stock. As of March 31, 2018, and for the two-year period prior to that, there were no preferred shares issued or outstanding.

5) Financial Statements

See PART II – UNAUDITED FINANCIAL STATEMENTS below.

6) Issuer's Business, Products and Service

a) Description of the Issuer's business operations, principal products and their market:

PCS specializes in experiential, hands-on, K12 STEM (Science, Technology, Engineering, and Math) education products and curriculum and drone technology.

PCS educational products and Thrust-UAV drone products are developed from both in-house efforts and contracted services. They are marketed through reseller channels, direct sales efforts, partner networks, and web-based strategies. The company continues to be approached for various partnerships interested in the company's unique combination of having expertise in both the U.S. STEM education market and drone technology.

PCS, through its acquisition of Thrust-UAV, has developed and sells the RubiQ STEM education drone and the Riot 250R Pro consumer drone, as well as other drone related items and products using drone related technology. The RubiQ STEM education drone comes with curriculum developed by the company, is designed to be assembled, flown, and disassembled, and has experienced good market acceptance since its April, 2017 launch. Based on the feedback on the RubiQ STEM education drone, the company has developed additional STEM education products around drones. Based upon favorable market acceptance of and positive feedback on the company's education drone products, the company is focusing its resources on selling its education drone products into the classroom and after-school programs, especially those aligning with Career and Technical Education philosophies.

Because drone technology is relatively new to the education market, and based upon market feedback, the company has adopted a strategy of offering professional development trainings, for a fee, which are conducted at customer locations and are anticipated to be conducted at the company's facilities. These professional development trainings include a basic overview of drone components, safety and legal briefings, piloting skills, and classroom implementation suggestions and ideas. These trainings have been received well by the market. The company believes that these trainings will further encourage the adoption of the company's education drone products in the classroom.

In December of 2017, the company announced that it had entered into a licensing agreement with Eastman Kodak Company in which the company will sell Kodak-branded Riot consumer drones. The company is finalizing the on-boarding process with Kodak and anticipates to begin selling Kodak-branded Riot consumer drones during the second fiscal quarter of 2018. The company intends to collaborate with Kodak regarding the potential development and licensing other products. The company characterizes its relationship with Kodak as excellent.

In February of 2018, the company entered into a reseller agreement with Gopher Sport and is pleased with the traction Gopher Sport has achieved selling the company's products through its channels. Since Gopher Sport began reselling company products in early May of 2018 through June 25, 2018, it has generated in excess of $60,000 of orders from PCS Edventures. The company expects this revenue to grow significantly over time.

In April of 2018, the company entered into a reseller agreement with a company located in the Dallas/Fort Worth area. As with the Kodak relationship, this relationship has the potential to expand beyond initial parameters. This reseller is focusing on its network of high-ranking education officials in the state of Texas to introduce the company's education drone products into school systems. While no material sales have been generated to date, the company is highly encouraged that this reseller will develop into one of the company's largest sales channels.

The company's Thrust-UAV division has developed and sold a portable camera system to monitor train and track conditions for a large global mining company in the summer of 2016. This product enhances the safety of the working environment at the mine site by providing high definition video of ambient conditions to train conductors and other critical personnel. This mining company has used the company's product for over a year and in January, 2018 placed an order for two additional systems. Feedback on this product has been excellent and the company is highly encouraged that it can sell this system to other mining companies as well as to other customers needing a portable, self-powered, high-definition camera monitoring/surveillance system.

Various local law enforcement agencies have been collaborating with the company's Thrust-UAV division on how to implement drone programs in their agencies, with many meetings conducted at the company's facilities. Based upon the feedback from these collaborations, the company believes that it will initiate business relationships with many of these agencies, developing and selling drone products with the potential to expand its reach into law-enforcement agencies outside the company's local geography.

The company intends to continue developing education drones that meet specified requirements of large markets, as well as products using drone-related technology.

b) Date and State (or Jurisdiction) of Incorporation:

Current State of Incorporation: Idaho, August 3, 1994

c) Issuer's primary and secondary SIC Codes;

Primary: 8200 Services – Educational

Secondary: 5099 Durable Goods, not elsewhere classified

d) The Issuer's fiscal year end date is March 31.

7) Description of Issuer's Facilities

PCS Edventures!.com, Inc.'s corporate headquarters, R&D activities, and manufacturing facilities are located at 11915 W. Executive Dr., Ste. 101, Boise, ID 83713. The company occupies 10,000 square feet of office and warehouse space under a lease with a monthly rental which is due to expire in March of 2020.

8) Officers, Directors, and Control Persons

a. Names of Officers, Directors, and Control Persons.

Officers and Directors: The following table lists the Officers and Directors of the company:

Name	Title
Todd Hackett	Chairman and CEO
Mike Bledsoe	Vice President & Treasurer, Director

Control Persons: The following table lists the beneficial owners of more than 5% of the company's common stock as of March 31, 2018:

Name	% Shares Owned
Todd Hackett, Chairman and CEO	41.1%
Dan Fuchs, non-employee	9.3% *
K2RED, LLC.	5.4% *

* Shares owned by Dan Fuchs includes his portion of those owned in K2RED, LLC. in which Dan Fuchs is a 33.3% owner.

Beneficial Shareholders: The following table list the beneficial owners of more than 10% of the company's Common Stock as of March 31, 2018.

Name	% Shares Owned
Todd Hackett, Chairman and CEO	41.1%

b. Legal/Disciplinary History. Please identify whether any of the foregoing persons have, in the last five years, been the subject of:

1. A conviction in a criminal proceeding or named as a defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

   None

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

   None

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the Securities and Exchange Commission, the Commodity Futures Trading Commission, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

   None

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities.

   None

9) Third Party Providers

Legal Counsel:

Burningham & Burningham
455 East 500 South Ste 205
Salt Lake City, UT 84111

Accountant:

BA Harris & Associates PA
960 S. Broadway Ave., Ste. 314
Boise, ID 83706

PART II – UNAUDITED FINANCIAL STATEMENTS

PCS EDVENTURES!.COM, INC.
Balance Sheets

	March 31, 2018 (unaudited)	March 31, 2017 (unaudited)	March 31, 2016 (audited)
CURRENT ASSETS			
Cash	$59,162	$34,746	$54,357
Accounts receivable, net of allowance for doubtful accounts of $46,590, 2,096, and $2,096, respectively	1,162,606	392,023	752,922
Prepaid expenses	129,458	11,591	66,228
Finished goods inventory	354,878	518,756	192,527
Other Receivables	16,340	27,142	33,319
Intangible Assets, Net	-	-	87,523
Total Current Assets	$1,722,444	$984,258	$1,186,876
NON-CURRENT ASSETS			
Fixed Assets, net of accumulated depreciation of $155,307, $165,364, and 173,987, respectively	-	8,621	18,680
GOODWILL	1,270	1,270	1,270
OTHER ASSETS			
Note Receivable net of allowance ($49,998)	21,198	21,198	-
Deposits	6,725	12,180	14,396
Total Other Assets	$27,923	$33,378	$34,346
Total Non-Current Assets	$29,193	$43,269	$34,346
TOTAL ASSETS	**$1,751,637**	**$1,027,527**	**$1,221,222**

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

PCS EDVENTURES!.COM, INC.
Balance Sheets

CURRENT LIABILITIES	March 31, 2018 (unaudited)	March 31, 2017 (unaudited)	March 31, 2016 (audited)
Accounts payable and other current liabilities	$326,169	$329,229	$417,923
Payroll liabilities payable	36,289	42,986	42,054
Accrued expenses	269,008	485,936	299,986
Deferred Revenue	561,253	4,175	49,778
Note payable	307,990	251,445	149,878
Note payable, convertible	-	90,696	-
Note payable, convertible, default	90,696	-	-
Note payable, convertible, related party	-	-	200,000
Note payable, related party	500,000	1,917,679	1,667,679
Note payable, related party, default	1,917,679	-	-
Lines of credit payable	-	14,096	21,092
Total Current Liabilities	$4,009,084	$3,136,242	$2,848,390
NON-CURRENT LIABILITIES			
Note payable, long term	58,200	-	-
Note payable, long term, convertible	-	-	90,696
Note payable, long term, related party	-	-	59,707
Total Non-Current Liabilities	58,200	-	150,403
Total Liabilities	$4,067,284	$3,136,242	$2,998,793
STOCKHOLDERS' DEFICIT			
Preferred stock, no par value, 20,000,000 authorized shares, no shares issued and outstanding	-	-	-
Common stock, no par value, 150,000,000 authorized, shares, 111,653,715, 111,653,715, and 100,308,372 shares issued and outstanding, respectively	40,218,883	39,725,706	38,271,248
Restricted stock payable	103,339	-	3,240
Accumulated deficit	(42,637,869)	(41,834,421)	(40,052,059)
Total Stockholders' Deficit	(2,315,647)	(2,108,715)	(1,777,571)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	$1,751,637	$1,027,527	$1,221,222

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

PCS EDVENTURES!.COM, INC.
Statements of Operations

	For the Year Ending March 31,		
	2018	**2017**	**2016**
	(anaudited)	**(unaudited)**	**(audited)**
REVENUES			
Domestic revenue	$1,982,339	1,893,202	$2,275,340
International service revenue	1,286,369	132,966	211,042
Learning Center revenue	16,533	35,892	45,083
License and royalty revenue	8,198	189,664	804,147
Total Revenues	3,293,439	2,251,724	3,335,612
COST OF SALES	2,252,116	1,472,564	1,262,946
GROSS PROFIT	1,041,324	779,160	2,072,666
OPERATING EXPENSES			
Salaries and wages	903,934	1,066,552	712,576
Depreciation and amortization expense	8,623	87,523	33,672
General and administrative expenses	634,315	1,212,005	1,491,330
Total Operating Expenses	1,546,872	2,366,080	2,237,579
OPERATING LOSS	(505,548)	(1,586,920)	(164,913)
OTHER INCOME AND EXPENSES			
Gain on Settlement			
Interest income (expense)	(358,836)	(208,442)	(267,595)
Total Other Income/(Expense)	(358,836)	(208,442)	(267,595)
NET LOSS	(864,384)	(1,782,362)	(434,053)
NET LOSS ATTRIBUTABLE TO COMMON SHAREHOLDERS	(864,384)	(1,782,362)	(434,053)
Net loss per common share:			
Basic	(0.01)	(0.02)	(0.01)
Diluted	(0.01)	(0.02)	(0.01)
Weighted Average # of Shares Outstanding Basic	107,687,354	90,995,219	75,221,373
Weighted Average # of Shares Outstanding Fully Diluted	108,395,709	94,727,794	79,737,361

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

PCS EDVENTURES!.COM, INC.
Statement of Stockholder's Equity (Deficit)

	# of Common Shares O/S	Capital Stock	Stock Payable	Accumulated Deficit	Stockholders' Equity
Balance at 3/31/2015	73,789,362	$37,923,485	$21,117	($39,618,006)	($1,673,404)
Common stock for services	398,000	48,440	-	-	48,440
Common stock for bonuses	358,000	17,908	(9,000)	-	8,908
Common stock for RSU's	692,300	97,845	(8,877)	-	88,968
Common stock for exercise of options	19,000	-	-	-	-
Common stock for warrants	120,000	8,400	-	-	8,400
Conversion of notes payable for common stocks	1,066,006	159,901	-	-	159,901
Option expense	-	15,269	-	-	15,269
Net loss	-	-	-	(434,053)	(434,053)
Balance at 3/31/2016	76,442,668	38,271,248	3,240	(40,052,059)	(1,777,571)
Common stock for services	75,000	6,250	-	-	6,250
Common stock for bonuses	200,000	16,000	-	-	16,000
Common stock for RSU's	-	-	(3,240)	-	(3,240)
Common stock for exercise of options	70,000	2,534	-	-	2,534
Conversion of notes payable for common stocks	5,763,014	230,521	-	-	230,521
Option expense	-	35,154	-	-	35,154
Common stock for private sale	17,757,690	1,163,999	-	-	1,163,999
Net loss	-	-	-	(1,721,426)	(1,782,362)
Balance at 3/31/2017	100,308,372	39,725,706	-	(41,773,485)	(2,108,715)
Conversion of interest payable for stock payable	-	-	103,340	-	103,339
Conversion of interest payable for common stocks	7,777,978	388,899	-	-	388,899
Common stock for exercise of options	33,803	-	-	-	-
Option expense	-	23,872	-	-	23,872
Common stock for private sale	3,533,562	141,342	-	-	141,342
Net loss	-	-	-	(864,384)	(864,384)
Balance at 3/31/2018	111,653,715	40,279,819	-	(42,637,869)	(2,315,647)

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

PCS EDVENTURES!.COM, INC.
Statements of Cash Flows

	For the Year Ending March 31,		
	2018 (unaudited)	**2017 (unaudited)**	**2016 (audited)**
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Loss	(864,384)	(1,782,362)	$(434,053)
Adjustments to reconcile net loss to net cash provided by operating activities:			
Debt discount amortization	-	-	62,247
Depreciation and Amortization expense	8,621	97,582	23,011
Common stock issued for services	-	24,784	146,316
Amortization of fair value of stock options	23,872	35,174	15,269
Accrued interest converted to equity	492,238	-	-
Accounts payable converted to note	77,451	-	-
Changes in operating assets and liabilities:			
(Increase) decrease in accounts receivable	(759,781)	367,075	(428,208)
(Increase) decrease in prepaid expenses	11,591	54,637	46,476
(Increase) decrease in inventories	163,878	(326,230)	58,639
(Increase) decrease in other current assets	5,455	43,165	3,206
(Decrease) increase in accounts payable and accrued liabilities	(356,141)	104,259	233,163
Increase (decrease) in unearned revenue	557,078	(49,778)	(108,642)
Net Cash Used by Operating Activities	(640,123)	(1,431,694)	(382,576)
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash paid for purchase of fixed assets	-	-	(3,311)
Net Cash Used by Investing Activities	-	-	(3,311)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from sale of stock	141,342	$1,207,999	$8,400
Principal payments on bank line of credit	(14,096)	(44,211)	(8,074)
Proceeds from note payable	410,050	200,000	-
Proceeds from note payable, related party	500,000	110,000	593,547
Proceeds from note payable, related party, convertible	-	-	(10,000)
Cash paid for settlement of shares for services	-	(44,211)	(8,074)
Principal payments on debt	(372,757)	(22,482)	(273,791)
Net Cash Provided by Financing Activities	664,539	1,451,306	310,082
Net Increase (Decrease) in Cash	24,416	(19,612)	(75,805)
Cash at Beginning of Period	34,745	54,357	130,162
Cash at End of Period	$59,162	$34,745	$54,357

The accompanying notes are an integral part of these financial statements

PCS EDVENTURES!.COM, INC.
Statements of Cash Flows (continued)

	For the Year Ended March 31,		
	2018 (unaudited)	**2017 (unaudited)**	**2016 (audited)**
NON-CASH INVESTING & FINANCING ACTIVITIES			
Common stock for services (stock payable)	-	-	9,000
Common stock for conversion of interest (stock payable)	103,339	-	-
Common stock issued for conversion of interest payable	388,899	-	-
Conversion of debt	-	230,521	159,901
Common stock issued for conversion of RSU	-	-	12,117
Accounts payable for inventory converted to note payable	77,451	-	-
CASH PAID FOR	2018	2017	2016
Interest	142,628	$13,379	$48,910

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

PCS EDVENTURES!.COM, INC.
Notes to the Financial Statements
March 31, 2018
(Unaudited)

NOTE 1 - ORGANIZATION AND DESCRIPTION OF BUSINESS

PCS Edventures!.com, Inc. (the “company”, “PCS”, “we”, ”our”, “us” or similar words) was incorporated in 1994, in the State of Idaho. PCS specializes in experiential, hands-on, K12 education and drone technology. PCS has extensive experience and intellectual property (IP) that includes robotics software and hardware, product designs, and K12 curriculum content. PCS continually develops new educational products based upon market needs the company identifies through its sales and customer networks. PCS, through its acquisition of Thrust-UAV, has developed and sells the RubiQ STEM education drone and the Riot 250R Pro consumer racing drone.

PCS educational solutions are implemented through the development, marketing, and distribution of educational products and services that target the K-12 market and are marketed through reseller channels, direct sales efforts, and partner networks. The company’s Thrust-UAV drone division is continuing to build a distribution and reseller network to sell the Riot 250R Pro racing drone and accessories. The division has been solicited for various partnerships and requests for product development which the company is evaluating.

On August 3, 1994, PCS Education Systems, Inc. was incorporated under the laws of Idaho to develop and operate stand-alone learning labs.

In October of 1994, PCS exchanged common stock on a one-for-one basis for common stock of PCS Schools, Inc. As a result of this exchange, PCS Schools, Inc. became a wholly-owned subsidiary of PCS. In the late 1990s, the company divested the stand-alone learning labs to focus on the creation of turn-key lab modules coupled with web-based technology for use in the classroom and afterschool programs.

On March 27, 2000, PCS changed its name from PCS Education Systems, Inc. to PCS Edventures!.com, Inc. On September 26, 2014, the shareholders voted for the proposal to grant the Board of Directors the authority to change the name of the company in a fashion that will remove the “.com”, but retain the current brand.

On November 30, 2005, PCS entered into an agreement with 511092 N.B. LTD., a Canadian corporation (LabMentors), to exchange PCS common stock for common stock of 511092 N.B. LTD., which exchange was completed in December of, 2005, with LabMentors becoming a wholly-owned subsidiary. In December 2005, the name of this subsidiary was formally changed to PCS LabMentors, Ltd.. The company divested Labmentors, the wholly owned subsidiary, in August of 2013.

In January of 2012, the company committed to a business plan enhancement, which included the opening, operating, and licensing of EdventuresLab private learning centers and launched a pilot program in the spring of 2012. As of June 30, 2014, two EdventuresLab programs had been opened and were operating in the Idaho Treasure Valley. Enrollment has been less than needed to sustain profitability in this segment. As a consequence, the company closed its Boise, Idaho EdventuresLab site and will be closing its Eagle, Idaho EdventuresLab site in July of 2017.

On January 31, 2013, PCS formed a subsidiary called Premiere Science, Inc., incorporated and registered in the State of Idaho. The subsidiary is 100% wholly-owned by the company and was formed to use as an additional sales and marketing tool to gain other business opportunities. There were no operations for this subsidiary.

In January of 2013, the company formed Premiere Science, Inc. (“Premiere Science”) in the State of Idaho as a wholly-owned subsidiary.

In September of 2013, the company sold PCS LabMentors, Ltd. (“PCS LabMentors”), which was based in Fredericton, New Brunswick, Canada.

In February of 2016, the company executed an asset purchase of Thrust-UAV LLC ("Thrust-UAV"), an Idaho based limited liability corporation specializing in First Person View (FPV) drone technology, the purpose of which was to strengthen the company's internal drone technology capabilities, expand its STEM product offerings, and open up market opportunities outside of the K12 education space.

In March of 2017, the Board of Directors unanimously resolved to suspend reporting as an SEC reporting company. The rationale behind this decision was to reduce costs. There was no change in the trading of the company's shares, which continue to trade on the OTCPK under the symbol PCSV. The company will no longer be required to report audited financial statements.

In January of 2018, the Board of Directors accepted the resignation of Robert Grover, Executive Vice President and Director. Mr. Grover serves as a consultant to the company as the company concludes its current business in the Middle East.

NOTE 2 - UNAUDITED FINANCIAL STATEMENTS

The March 31, 2018 financial statements presented herein are unaudited, and in the opinion of management, include all adjustments (consisting of only normal recurring accruals) necessary for a fair presentation of financial position, results of operations and cash flows. Such financial statements do not include all of the information and footnote disclosures normally included in financial statements prepared in accordance with accounting principles generally accepted in the United States of America.

The operating results for the last three fiscal years ending March 31, 2018, are not necessarily indicative of the results that may be expected for the fiscal year ending March 31, 2019.

NOTE 3 - GOING CONCERN

The company's financial statements are prepared using accounting principles generally accepted in the United States of America applicable to a going concern that contemplates the realization of assets and liquidation of liabilities in the normal course of business. The established sources of revenues are not sufficient to cover the company's operating costs. The company has accumulated significant losses and payables and generated negative cash flows. The combination of these items raises substantial doubt about its ability to continue as a going concern. Management's plans with respect to alleviating this adverse position are as follows:

The company has undergone a number of initiatives to reduce costs. The company consolidated its office to one location, thus eliminating a costly lease. The company filed form 15 which relieves it from the requirements of being an SEC reporting company, saving audit and legal fees which the company estimates to be in excess of $100,000 per year. The company closed its Boise, Idaho EdventuresLab and sold its Eagle, Idaho EdventuresLab, saving significant overhead expenses after the company determined that these operations were not profitable. The company has focused its R&D activities on only those projects that the company feels have near-term potential.

The ability of the company to continue as a going concern is dependent upon its ability to successfully raise capital as needed, to continue to monitor and reduce overhead costs and achieve other operational efficiencies, and to attain profitable operations. The accompanying financial statements do not include any adjustments that might be necessary if the company is unable to continue as a going concern.

NOTE 4 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Concentration of Credit Risk

The company extends credit to customers and is therefore subject to credit risk. The company performs initial and ongoing credit evaluations of its customers' financial condition and does not require collateral. An allowance for doubtful accounts is recorded to account for potential bad debts. Estimates are used in determining the allowance for doubtful accounts and are based upon an assessment of selected accounts and as a percentage of remaining accounts receivable by aging category. In determining these percentages, the company evaluates historical write-offs, and current trends in customer credit quality, as well as changes in credit policies. At March 31, 2018, a major international customer and a major domestic reseller accounted for 92% and 1% of the company's accounts receivable, respectively**.**

Use of Estimates

The preparation of condensed financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the condensed consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The company's significant estimates include reserves related to accounts receivable and inventory, the recoverability and useful lives of long-lived assets, the valuation allowance related to deferred tax assets, the valuation of equity instruments and debt discounts.

Recently Issued Accounting Pronouncements

On May 10, 2017, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2017-09, "Compensation–Stock Compensation (Topic 718): Scope of Modification Accounting," clarifying when a change to the terms or conditions of a share-based payment award must be accounted for as a modification. The new guidance requires modification accounting if the fair value, vesting condition or the classification of the award is not the same immediately before and after a change to the terms and conditions of the award. The new guidance is effective for the company on a prospective basis beginning on January 1, 2018, with early adoption permitted. This new guidance is not expected to have an impact on the company's financial statements as it is not the company's practice to change either the terms or conditions of share-based payment awards once they are granted.

Reclassifications

Certain accounts in the prior period condensed consolidated financial statements have been reclassified for comparison purposes to conform to the presentation of the current period condensed consolidated financial statements. These reclassifications had no effect on the previously reported net income or loss.

Net Earnings (Loss) Per Share of Common Stock

Basic net earnings (loss) per share ("EPS") is computed by dividing net earnings (loss) attributable to common stockholders by the weighted average number of common shares outstanding during the period. Diluted net earnings (loss) per share reflects the potential dilution that could occur if securities or other instruments to issue common stock were exercised or converted into common stock.

NOTE 5 – PREPAID EXPENSES

Prepaid expenses for the periods were as follows:

	March 31, 2018	March 31, 2017	March 31, 2016
Prepaid insurance	-	-	4,766
Prepaid inventory	129,458	-	38,940
Prepaid software	-	8,000	10,931
Prepaid expenses, other	-	3,591	11,591
Total Prepaid Expenses	129,458	11,591	66,228

NOTE 6 – GOODWILL AND INTANGIBLE ASSETS

Goodwill and other intangible assets for the period were as follows:

	March 31, 2018	March 31, 2017	March 31, 2016
Goodwill	1,270	1,270	1,270
Intangible Assets	100,048	100,048	100,048
Accumulated Amortization Intangible Assets	(100,048)	(100,048)	(12,525)
Total Goodwill and Intangible Assets	1,270	1,270	88,793

Intangible asset amortization expense for the years ended March 31, 2018, 2017, and 2016 was, $0, $87,523, and $12,525, respectively.

NOTE 7 – FIXED ASSETS

Assets and depreciation for the periods were as follows:

	March 31, 2018	March 31, 2017	March 31, 2016
Computer/office equipment	46,632	46,632	46,632
Software	127,355	127,355	127,355
Accumulated depreciation	(177,445)	(165,364)	(155,307)
Total Fixed Assets	-	8,621	18,680

Fixed asset depreciation expense for the years ended March 31, 2018, 2017, and 2016 was $8,621, $10,057, and $21,148, respectively.

NOTE 8 – NOTES PAYABLE

Notes payable for the periods consisted of the following:

	March 31, 2018	March 31, 2017	March 31, 2016
Note payable	307,990	251,445	149,878
Note payable, convertible	-	90,696	-
Note payable, convertible, default	90,696	-	-
Note payable, convertible, related party	-	-	200,000
Note payable, related party	500,000	1,917,679	1,667,679
Note payable, related party, default	1,917,679	-	-
Lines of credit payable	-	14,096	21,092
Note payable, long term	58,200	-	-
Note payable, long term, convertible	-	-	90,696
Note payable, long term, related party	-	-	59,707
Total Notes Payable	2,874,565	2,273,916	2,189,052

Note payable, default

The following table is a three-year history of Total Notes Payable:

Original Principal Balance	Origination Date	Original Due Date	Amended Due Date	Interest Rate	Principal 03/31/18	Interest Accrued 03/31/18	Principal Balance 03/31/18	Principal Balance 03/31/17	Principal Balance 03/31/16
Note Payable									
$84,000	2/12/2016	12/1/2016	12/1/2016	n/a	$0	$0	$0	$0	$84,000
$24,547	2/16/2012	12/1/2016	12/1/2016	n/a	$0	$0	$0	$0	$24,547
$20,000	5/1/2014	4/11/2017	4/11/2017	12.00%	$0	$0	$0	$0	$9,982
$60,000	4/11/2014	3/11/2017	3/11/2017	12.00%	$0	$0	$0	$0	$31,349
$100,000	02/02/2017	04/30/2017	-	20.00%	$0	$0	$100,000	$100,000	-
$100,000	03/10/2017	05/19/2017	-	25.00%	$100,000	$2,123	$100,000	$100,000	-
$200,000	06/09/2017	10/31/2017	03/31/2018	20.00%	$17,940	$157	$17,941	$17,941	-
$30,000	09/01/2017	12/31/2017	-	20.00%	-	-	-	-	-
$25,025	12/18/2017	03/31/2017	-	20.00%	$25,025	$1,412	-	-	-
$85,000	01/03/2018	04/30/2018	-	20.00%	$85,000	$4,006	-	-	-
$20,000	01/03/2018	04/30/2018	-	20.00%	$20,000	$942	-	-	-
$60,025	03/22/2018	05/31/2018	-	20.00%	$60,025	$296	-	-	-
Note Payable Related Party Convertible									
$200,000	2/1/2014	10/22/2015	4/30/2015	10.00%	-	-	Conv 4/29/16	$0	$200,000
Note Payable									
$400,000	09/19/2017	12/31/2017	05/31/2018	20.00%	$400,000	$6,795	$400,000	-	-
Related Party									
$100,000	01/19/2018	04/30/2018		20.00%	$100,000	$4,932	$100,000	-	-
Note Payable Related Party Default									
$870,457	10/21/2014	5/31/2015	4/30/2016	10.00%		-	Consolidated	$892,679	$892,679
$400,000	1/16/2015	6/30/2015	4/30/2016	10.00%	$1,292,679	$31,874	Consolidated	400,000	$400,000
$135,000	2/17/2015 & 3/5/2015	6/30/2015	4/30/2016	10.00%			Consolidated	-	$135,000
$135,000	4/20/2015	6/30/2015	4/30/2016	10.00%	$175,000	$4,315	Consolidated	$175,000	$40,000
$100,000	2/6/2016	2/29/2016	4/30/2016	10.00%			Consolidated	$100,000	$100,000
$100,000	3/16/2016	4/30/2016	4/30/2016	10.00%			Consolidated	$100,000	$100,000
$100,000	4/01/2016	4/30/2016	04/30/2016	10.00%	$340,000	$8,384	$340,000	$40,000	-
$60,000	11/03/2016	11/03/2016	12/31/16	10.00%	$60,000	$1,479	$60,000	$60,000	-
$50,000	02/01/2017	04/302017	-	20.00%	$50,000	$11,671	$50,000	$50,000	-
Note Payable Convertible, Default									
$30,000	3/31/2011	6/29/2011	4/30/2017	10.00%	$34,011	$15,319	34,011	34,011	34,011
$50,000	3/31/2011	6/29/2011	4/30/2017	10.00%	$56,685	$25,532	56,685	$56,685	$56,685
Note Payable Long-Term									
$70,000	1/10/2012	1/10/2013	4/1/2020	9.00%	$23,492	n/a	$23,492	$33,234	$42,204
$39,050	9/13/2011	n/a	n/a	8.75%	-	n/a	-	$14,096	$17,503
$25,000	4/18/2012	4/18/2017	n/a	7.50%	-	n/a	-	$18,212	$21,092
$45,674	8/15/2019	n/a	n/a	11-20%	$34,705	1,181	$34,705	-	-
					$2,874,565	$388,050		$2,273,916	$2,189,052

Notes payable

On March 10, 2017 the company executed a non-convertible promissory note with no warrants attached with a third party for $100,000 at 25% interest per annum, due May 19, 2017. The note was secured by accounts receivable. The note principle balance of $100,000 was outstanding at March 31, 2018, in default, with accrued interest of $2,123.

On June 8, 2017 the company executed a non-convertible promissory note with no warrants attached with a third party for $200,000 at 20% interest per annum, due October 31, 2017. The promissory note dated June 8, was extended in two amendments to the due date of March 31, 2018. This was secured by international contracts. Principle payment of $182,060 was made on March 15, 2018, with accrued interest of $27,941. The remaining principal balance of

$17,940 was outstanding at March 31, 2018, with accrued interest of $157. The remaining principal balance of $17,940 went into default subsequently.

On September 1, 2017 the company executed a non-convertible promissory note with no warrants attached with a third party for 30,000 at 20% interest per annum, due December 31, 2017. This was a conversion of accounts payable resulting from inventory purchase into a promissory note. The note principle balance of $30,000 was paid in full with accrued interest on January 4, 2018.

On December 18, 2017 the company executed a non-convertible promissory note with no warrants attached with a third party for $25,025, at 20% interest per annum, due March 31, 2017. The note was secured by accounts receivable. The note principle balance of $25,025 was outstanding at March 31, 2018, with accrued interest of $1,412. This note was subsequently in default and then paid with accrued interest, in full May 24, 2018.

On January 3, 2018, the company executed a non-convertible promissory note with no warrants attached with a third party for $85,000 at 20% interest per annum, due April 30, 2018. The note was secured by accounts receivable. The note principle balance of $85,000 was outstanding at March 31, 2018, with accrued interest of $4,006. This note was subsequently in default and then paid with accrued interest, in full June 1, 2018.

On January 3, 2018, the company executed a non-convertible promissory note with no warrants attached with a third party for $20,000 at 20% interest per annum, due April 30, 2018. The note was secured by accounts receivable. The note principle balance of $20,000 was outstanding at March 31, 2018, with accrued interest of $942. This note was subsequently in default.

On March 22, 2018, the company executed a non-convertible promissory note with no warrants attached with a third party for $60,025 at 20% interest per annum, due May 31, 2018. The note was secured by accounts receivable. The note principle balance of $60,025 was outstanding at March 31, 2018, with accrued interest of $296. This note was subsequently paid with accrued interest, in full May 24, 2018.

Note payable, related party

On September 19, 2017 the company executed a non-convertible promissory note with no warrants attached with the company CEO and Chairman of the Board for $400,000 at 20% interest per annum, due December 31, 2017, extended to May 31, 2018. This was secured by international contracts. The note principle balance of $400,000 was outstanding at March 31, 2018, with accrued interest and fees of $6,795. This promissory note was subsequently paid in full in full on May 24, 2018.

On January 19, 2018 the company executed a non-convertible promissory note with no warrants attached with an employee of the company and Board member for $100,000 at 20% interest per annum, due April 30, 2018. This was secured by international contracts. The note principle balance of $100,000 was outstanding at March 31, 2018, with accrued interest and fees of $4,932. This promissory note was subsequently paid in full in full on May 24, 2018.

Note payable, related party, default

From FY 2013 to FY 2017, the company has executed related party promissory notes with an employee and the CEO, both being members of the Board of Directors, per the included table. The total principle balance of March 31, 2018 is $1,917,679, with interest of 10% per annum. The notes had varying payment requirements, all of which were in default by April 30, 2016. Accrued interest on the principle balance due to the CEO of $1,867,679, of $56,263 as of September 30, 2017 was booked as 1,406,587 shares of restricted 144 common with a per share value of $0.04 in stock payable. Accrued interest from October 1, 2017 to December 31, 2017 of $47,076 was booked as 2,353,788 shares of restricted 144 common with a per share value of $0.02 into stock payable. Accrued interest for note payable, related party, default on the $1,917,679 principal balance at March 31, 2018 is $57,724.

Convertible Note Payable – Non-related party, default

On August 1, 2012, the company issued amendments to the convertible note agreements (convertible into common stock at a rate of $0.15 per share) in the aggregate amount of $215,000 and extended the due date with repayment in the amount of $40,000 per quarter to begin April, 2013, with the final payment due in August, 2014, to include any remaining balance due at that time. In consideration for extending the due date of the promissory notes, the expiration dates on the warrants issued (fully expensed in the prior period) on March 31, 2011, which were subsequently extended to June 27, 2014, were amended and extended again for an additional three years, making the new expiration dates August 1, 2017. At the Lenders' sole option, Lenders may elect to receive payment of their respective notes and all accrued interest in "restricted" common stock of the company at the price per share of said common stock at the same rate as the warrants. On June 7, 2013, the company executed an amendment to the loan transaction. The amended loan transaction involved the extension of the promissory notes from April 30, 2013, to April 30, 2016, with the Lenders waiving any default under the previous note. The company made interest payments to each of the eight note holders for all accrued interest from August 1, 2012, to April 30, 2013, for consideration of the extension. On the fourth extension, all accrued interest was combined with the original principal amount as of July 31, 2012. On July 13, 2015, three non-related party conversions with a principal balance of $102,033, combined with the accrued interest to date of $17,894, were converted to 799,514 shares of common stock. As of March 31, 2018 the ending principal balance on the two remaining note holders was $90,696. Interest accrued as of March 31, 2018 is $40,850. These two remaining convertible promissory notes have been in default since April 30, 2017.

Line of Credit

On September 13, 2011, the company drew down a line of credit at a financial institution in the amount of $39,050. The line of credit bears interest at seventeen and one-half (17.5%) per annum. The company made variable monthly payments for approximately 6 years paying the remaining balance of $12,280 in full on August 8, 2017.

Note payable, long term

On September 1, 2017 the company executed a non-convertible promissory notes with no warrants attached with a third party for 47,450 at 11% to 20% varying interest per annum, due August 15, 2019. This was a conversion of accounts payable resulting from inventory purchase into a promissory note. The company has paid $12,745 in principal. The note principle balance of $34,705 was outstanding at March 31, 2018, with accrued interest of $1,181.

On January 13, 2012, the company entered into two separate promissory notes in the amount of $35,000 each for an aggregate amount of $70,000. The notes bear interest at nine percent (9%) per annum and were previously due and payable on or before January 10, 2013. Minimum monthly payments of one and one-half (1.5%) of the loan balances are required and are submitted to the Lenders' financial institution. The notes were amended April 1, 2013, and re-written with a new principal amount of $32,100 each for an aggregate amount of $64,200. The notes bear interest at nine percent (9%) per annum and are due and payable on or before April 1, 2020. The underlying loan requires that the company pay to the Lenders' financial institution monthly payments of $1,033 on or before the 1st day of each month, beginning May 1, 2013, and continuing each month in like amounts until the final payment due on April 1, 2020. The company had paid $46,508 in principal, leaving a balance of $23,492 at March 31, 2018. No interest is accrued for this note payable.

On April 18, 2012, the company entered into a long-term promissory note with one of its employees and board members for $25,000 with an interest rate of seven and one-half percent (7.5%) per annum. The balance is due in full on or before April 18, 2017. Monthly payments are required for interest only to the Lender's financial intuition. On April 18, 2017 the principle balance and interest of $18,212 was paid in full.

NOTE 9 – NOTE RECEIVABLE

On July 31, 2013, the company signed a Memorandum of Understanding with a Canadian company owned by Joseph Khoury ("JAK") proposing a purchase agreement in which JAK shall purchase LabMentors from PCS for USD $150,000. JAK has agreed to assume 100% of LabMentors outstanding liabilities and to pay the remainder of the USD $150,000 through a note payable. The company note receivable in the amount of $50,740, carried an annual interest rate of 3% compounded annually and is to be paid over a period of 60 months in equal monthly payments beginning in month 13 of the 60 month period. This sale was finalized during the period ending September 30, 2013. On April 14, 2015, JAK informed PCS of the potential closure of LabMentors and an inability to meet its note obligations. LabMentors had made three note payments as of the date of the notification totaling $3,399. In evaluation of the note's potential for collectability, a note allowance was accrued to the full amount of the note receivable balance. The note receivable principal balance at March 31, 2018 was $49,513. The note receivable allowance balance at March 31, 2018, is $49,513, resulting in a net $0 balance for this note receivable.

On August 10, 2016, the company entered into a note receivable with one of its consultants for the amount of $21,198, with an interest rate of eighteen percent (18%) per annum, and secured by future payables owed to the consultant by the company for services rendered. Interest and principal were due by January 31, 2017. The note has not been collected as of March 31, 2018.

NOTE 10 – FAIR VALUE OF FINANCIAL INSTRUMENTS

The company includes fair value information in the notes to financial statements when the fair value of its financial instruments is different from the book value. When the book value approximates fair value, no additional disclosure is made

NOTE 11 – ACCOUNTS RECEIVABLE

The company had total accounts receivable of $1,178,946 net of an allowance for $46,590, for the fiscal year ended March 31, 2018. This accounts receivable balance included a major international customer's current contract work orders of $1,082,144, and an international customer's accrued lab royalty fees of $16,340.

NOTE 12 - COMMITMENTS AND CONTINGENCIES

a. Operating Lease Obligation

The company leased its main office under a non-cancelable lease agreement accounted for as an operating lease. On December 31, 2013, the company signed an amendment to the existing lease to reduce the leased square feet to 5,412 for $6,765 per month for the 12 months ending December 31, 2014. On February 1, 2015, the company signed a new lease to reduce the square feet to 3,609 for $4,511 per month for the 12 months ending January 31, 2016. The company signed a lease amendment for the main office space on May 11, 2016, for $15.48 per square foot or $4,647 per month for the 12 months expiring May 31, 2017. On May 31, 2017, the company moved its headquarters to the office space included in the new warehouse facility leased March 15, 2016, and extended the warehouse lease for three years.

The company leased additional warehouse space in Boise, Idaho. Originally, this warehouse space consisted of approximately 2,880 square feet. The lease expired in June 2012. This lease was extended for 24 months, beginning July 1, 2012. The lease was extended to a new term ending October 31, 2015. The company signed a sixth amendment on April 15, 2015, to lease additional warehouse space of approximately 1,400 square feet adjacent to the existing leased space to April 30, 2016. The company moved all warehousing to the new facility, vacating and completing the lease agreement ending April 30, 2016.

On March 15, 2016, the company leased a warehouse, office space and manufacturing facility of approximately 10,000 square feet for $6,300 per month for 12 months. On April 28, 2016, the company moved all inventories, property, plant and equipment to this new warehouse facility. On February 28, 2017, the company signed and amendment to renew the lease commencing on March 15, 2017 for three years, expiring on March 14, 2020. On May 19, 2017, the company moved all corporate headquarters PP&E to the new warehouse facility. Rent expense for the current warehouse was $85,797 and $75,082, for the fiscal year ended March 31, 2018, and 2017, respectively.

The company leased an additional learning lab site in Eagle, Idaho, in the first quarter of FY2015. The lease has a three-year term for 1,050 square feet, for an annual base rent of $16,640 or $1,387 per month, with three percent (3%) growth per year. The lease was completed and operations sold July 31, 2017.

Minimum lease obligation
over the next 5 years

Fiscal Year	Amount
2018	80,697
2019	81,897
2020	-
2021	-
2022	-
Total	$ 162,594

b. Litigation

On or about May 18, 2015, the company was named as a co-defendant in a legal action related to one of its employees, alleged to have been driving an automobile negligently while on work related services for the company, and causing damages to the plaintiffs in the action. The action was brought in the District Court of the Fourth Judicial District of the State of Idaho, in and for the County of Ada, Civil Action number CV PI 1507419. The insurance carrier indicated the claim would not be supported if the employee was not on company business, which the company asserted was the case. The company engaged legal counsel to represent it in this matter. On October 25, 2016, the case was dismissed with prejudice.

On October 13, 2015, the company filed a Summons and Complaint against a person the company contracted to provide public relations to the company. The complaint primarily involved defamation and breach of contract. On October 18, 2016, the company negotiated a settlement on Ada County Case No. CV OC 1517581 originating in the Idaho Fourth Judicial District Court. The parties to the suit negotiated an agreement that included a confidentiality clause. The matter was settled amicably.

On February 23, 2016, the company issued a press release announcing an $825,000 contract with Drones ETC. in which its Thrust-UAV business unit would develop and produce a drone-related technology product for Drones ETC. On December 23, 2016, the company received a Notice of Termination of the contract from legal counsel for Drones ETC. in which it purported to terminate the contract, alleging breach of contract resulting from the company's alleged failure to provide the product in a timely manner and demanding the return of the $33,000 it had paid to the Company on the execution of the contract. The company engaged legal counsel and refuted the allegations. A negotiated settlement was reached and PCS retains all rights to the product.

NOTE 13 - STOCKHOLDERS' EQUITY

a. Common Stock

During the fiscal year ended March 31, 2016 the Board of Directors resolved on July 15, 2015, to increase the company authorized common stock from 90,000,000 shares with no par value to 100,000,000 shares of common stock with no par value. Management submitted the resolution for ratification by the shareholders at the Annual Meeting. Shareholders ratified the increase in common stock to 10,000,000 on September 25, 2015.

During the fiscal year ended March 31, 2016, the company issued 398,000 shares of common stock for services. The per share value ranged from $0.11 to $0.15 for a net value of $48,440 based on the closing price of the company's common stock on the date of grant.

During the fiscal year ended March 31, 2016, the company recognized 692,300 of restricted stock units payable to non-management directors for services rendered at a rate of one share of common stock for each restricted stock unit. Each restricted stock unit is valued at $0.11 to $0.15, based on the closing price of the company's common stock at the date of vesting. These agreements call for payment of current year director fees via issuance of restricted stock units over a vesting period ending September 30, 2015. Vesting requires continued service through September 30, 2015 and reelection at the annual shareholder meeting. $97,845 was recorded to common stock for the issuance on November 16, 2016. The total number of shares of common stock issued for RSU's is 692,300. Four Board of Director members resigned in 3Q FY2016. Restricted Stock Units accrued for the resigning members were forfeited. Restricted stock units payable were accrued of $3,240 as of March 31, 2016 for the one remaining board member, representing shares that will be issued in future periods.

During the fiscal year ending March 31, 2016, the CEO exercised 25,000 options earned from an employee incentive stock option agreement dated July 15, 2012, using the cashless option into 19,000 shares of restricted common stock. The price per share was $0.06 discounted from market value of $0.25 at the time of exercise resulted in a reduction of 6,000 shares of common stock.

During the fiscal year ending March 31, 2016, a related party exercised 120,000 warrants issued on January 11, 2013 at a price of $0.07 for a total of $8,400 resulting in 120,000 shares of restricted common stock.

During the fiscal year ending March 31, 2016, the company issued 1,066,006 shares of common stock for the conversion of promissory notes issued to private investors. The price per share value of $0.15 resulted in a net value of $159,901. Due to conversion within the terms of the note, no gain or loss was recorded as a result of the conversion

During the fiscal year ended March 31, 2016, the company expensed $15,269 related to stock options and warrants granted in the current period as well as prior periods; to seven employees in incentive stock option plans valued using the Black-Scholes valuation model. (See Note 13 for terms)

During the fiscal year ending March 31, 2016, the company granted 358,000 shares of common stock to employees. The per share value of range of $0.04 to $0.10, a net value of $8,908 based on the closing price of the company's common stock on the date of grant.

During the fiscal year ended March 31, 2017, the company issued 75,000 and reclaimed (200,000) shares of common stock for services. The per share value ranged from $0.045 to $0.09 for a net value of ($2,750) based on the closing price of the company's common stock on the date of grant.

During the fiscal year ended March 31, 2017, Restricted stock units payable were accrued of $3,240 as of March 31, 2016 for the one board member at that time, representing shares that will be issued in future periods. The one remaining Board member no longer fit the criteria for "independence" and became ineligible for Board compensation. The $3,240 restricted stock units were forfeited.

During the fiscal year ending March 31, 2017, an employee exercised 70,000 options earned from an employee incentive stock option agreement dated February 1, 2014. The price per share was $0.0362 discounted from market value of $0.08 at the time of exercise.

During the fiscal year ending March 31, 2017, the company issued 5,763,014 shares of common stock for the conversion of promissory notes issued to the company CEO and Chairman of the Board. The price per share value of $0.04 resulted in a net value of $230,521. Due to conversion within the terms of the note, no gain or loss was recorded as a result of the conversion

During the fiscal year ending March 31, 2017, the company issued 17,957,690 shares of common stock in private equity sales. The price per share value ranged from $0.065 to $0.08 resulting in a net value of $1,186,000. Due to conversion within the terms of the note, no gain or loss was recorded as a result of the conversion

During the fiscal year ended March 31, 2017, the company expensed $35,154 related to stock options and warrants granted in the current period as well as prior periods; to eleven employees in incentive stock option plans valued using the Black-Scholes valuation model. (See Note 13 for terms)

During the fiscal year ending March 31, 2017, the company granted 200,000 shares of common stock to employees. The per share value of $0.08, resulted in a net value of $16,000 based on the closing price of the company's common stock on the date of grant.

During the fiscal year ended March 31, 2018, the company issued zero shares of common stock for services.

During the fiscal year ending March 31, 2018, a former employee exercised 120,000 options earned from an employee incentive stock option agreement dated February 1, 2014, using the cashless option into 33,803 shares of restricted common stock. The price per share was $0.051 discounted from market value of $0.071 at the time of exercise resulted in a reduction of 86,197 shares of common stock.

During the fiscal year ending March 31, 2018, the company issued 7,779,978 shares of common stock for the conversion of accrued interest payable on promissory notes issued due to the company's CEO and Chairman of the Board. The price per share value of $0.05 resulted in a net value of $388,899.

During the fiscal year ended March 31, 2018, the company expensed amounts related to stock options and warrants granted in the current period as well as prior periods valued at $23,872.

During the fiscal year ending March 31, 2018, the company issued 3,533,562 shares of common stock in private equity sales. The price per share value of $0.04 resulted in a net value of $141,342.

b. Preferred Stock

The company has 20,000,000 authorized shares of preferred stock. As of March 31, 2018, 2017 and 2016, there are no preferred shares issued or outstanding.

NOTE 14 - BASIC AND DILUTED NET INCOME (LOSS) PER COMMON SHARE

Net income (loss) for the three-month periods ended March 31, 2018, 2017, and 2016 were $561,144, ($56,895), and $179,808, respectively. Net income (loss) per common share for the three-month periods ended March 31, 2018, 2017, and 2016, are based on 111,653,715, 110,308,372, and 76,643,360 weighted average common shares outstanding, respectively. Fully diluted net loss per share for the years ended March 31, 2018, 2017 and 2016, are based on 112,362,070, 114,040,947, and 81,159,947 weighted average common shares, respectively.

	For the Three Months Ended March 31,			For the Year Ended March 31,		
	2018	2017	2016	2018	2017	2016
Net Income (loss) per common share:						
Basic	$0.01	($0.00)	$0.00	($0.01)	($0.02)	($0.01)
Diluted	$0.01	($0.00)	$0.01	($0.01)	($0.02)	($0.01)
Weighted average number of common shares outstanding Basic	111,653,715	110,308,372	76,643,360	107,687,354	90,995,219	75,221,373
Weighted average number of common shares outstanding Fully Diluted	112,362,070	114,040,947	81,159,348	108,395,709	94,727,794	79,737,361

Diluted shares outstanding represents the number of shares that would be outstanding if all issued and outstanding options and warrants were exercised.

NOTE 15 - DILUTIVE INSTRUMENTS

Stock Options and Warrants

The company is required to recognize expense of options or similar equity instruments issued to employees using the fair-value-based method of accounting for stock-based payments in compliance with the financial accounting standard pertaining to share-based payments. This standard covers a wide range of share-based compensation arrangements including share options, restricted share plans, performance-based awards, share appreciation rights, and employee share purchase plans. Application of this pronouncement requires significant judgment regarding the assumptions used in the selected option pricing model, including stock price volatility and employee exercise behavior. Most of these inputs are either highly dependent on the current economic environment at the date of grant or forward-looking over the expected term of the award.

	Issued	Cancelled	Exercised	Total Issued and Outstanding	Exercisable	Not Vested
Balance as of March 31, 2014	27,856,655	14,789,300	9,722,210	3,345,145	2,320,145	1,025,000
Warrants	2,000,000	605,000	-	1,395,000	1,395,000	-
Common Stock Options	-	750,150	-	(750,150)	(80150)	(670,000)
Balance as of March 31, 2015	29,856,655	16,144,450	9,722,210	3,989,995	3,634,995	355,000
Warrants	-	385,000	120,000	(505,000)	(505,000)	-
Common Stock Options	1,050,000	(45,993)	65,000	1,030,993	335,993	695,000
Balance as of March 31, 2016	30,906,655	16,483,457	9,907,210	4,515,988	3,465,988	1,050,000
Warrants	-	-				
Common Stock Options	200,000	913,413	70,000	(783,413)	(503,413)	(280,000)
Balance as of March 31, 2017	31,106,655	17,396,870	9,977,210	3,732,575	2,962,575	770,000
Warrants	-	2,700,000	-	(2,700,000)	(2,700,000)	-
Common Stock Options	300,000	459,220	120,000	(279,220)	35,780	(315,000)
Balance as of March 31, 2018	31,406,655	20,556,090	10,097,210	753,355	298,355	455,000

During the year ended March 31, 2018, 120,000 common stock options were exercised using the cashless option yielding 33,803 restricted common shares issued. 70,000 common stock options were exercised during the year ended March 31, 2017. 65,000 common stock options were exercised using the cashless option yielding 19,000 restricted common stock shares during the year ended March 31, 2016.

The Board of Directors resolved on July 14, 2016, to increase the company authorized common stock from 100,000,000 shares with no par value to 150,000,000 shares of common stock with no par value. The resolution was ratified on September 23, 2016, by the shareholders at the Annual Meeting. The Articles of Amendment were filed with the Idaho Secretary of State on October 11, 2016.

During the year ended March 31, 2017, the company granted 500,000 stock options to an officer, Michael J. Bledsoe. The expected volatility rate of 230.18% was calculated using the company's stock price over the period beginning July 1, 2014, through date of issue. A risk-free interest rate of 0.08 % was used to value the options. The options were valued using the Black-Scholes valuation model. The total value of this option was $37,315. The options vest over a three-year period and are exercisable at $0.08 per share which represents the fair market value at the date of grant in accordance with the 2009 Equity Incentive Plan.

During the year ended March 31, 2018, 2017 and 2016, the company issued 0 and cancelled 2,700,000, 0, and 385,000 warrants, respectively. During the year ending March 31, 2015, 375,000 of these options were erroneously expired. 375,000 incentive stock options were adjusted back onto the company option ledger during the year ending March 31, 2016 together with 329,007 options expired.

Options

February 1, 2014, the company granted 40,000 incentive options each to three employees per year for three years. These options were issued as incentive compensation to the employee. The options were valued using the Black-Scholes valuation model. The options have an expected volatility rate of 259.07% calculated using the company stock price for a three-year period. A risk free interest rate of 0.26% - 0.76% was used to value the options. The total value of these options was $15,926. The options vest over a three-year period and are exercisable at a range of $.05 to $0.6 per share, which represents the fair market value at the date of grant in accordance with the 2009 Equity Incentive Plan. As of March 31, 2015, 2016 and 2017, $5,284, $4,970, and $2,135 in value of the options were expensed.

January 1, 2014, the company granted 40,000 incentive options each to one employee per year for three years. These options were issued as incentive compensation to the employee. The options were valued using the Black-Scholes valuation model. The options have an expected volatility rate of 258.20% calculated using the company stock price for a three-year period. A risk free interest rate of 0.41% - 0.64% was used to value the options. The total value of these options was $5,908. The options vest over a three-year period and are exercisable at a range of $.05 to $0.6 per share, which represents the fair market value at the date of grant in accordance with the 2009 Equity Incentive Plan. As of March 31, 2015, 2016 and 2017, $1,964, $1,373 and $2,571 in value of the options were expensed.

On May 15, 2012, the company granted 850,000 incentive stock options to an officer, Robert Grover. The expected volatility rate of 223.62% was calculated using the company stock price over the period beginning June 1, 2009, through date of issue. A risk free interest rate of 0.38 % was used to value the options. The options were valued using the Black-Scholes valuation model. The total value of this option was $46,175. The options vest over a three-year period and are exercisable at $0.06 per share which represents the fair market value at the date of grant in accordance with the 2009 Equity Incentive Plan. During the year ending March 31, 2015, 375,000 of these options were erroneously expired. 375,000 incentive stock options were adjusted back onto the company option ledger during the year ending March 31, 2016. As of March 31, 2015 and 2016, $9,914 and the balance of $2,161, respectively, in value of the options was expensed.

On November 18, 2015, the company granted 200,000 stock options to an officer, Robert Grover. The expected volatility rate of 186.52% calculated using the company stock price over the period beginning November 17, 2015, through date of issue. A risk free interest rate of 0.80 % was used to value the options. The options were valued using the Black-Scholes valuation model. The total value of this option was $14,659. The options vest over a three year period and are exercisable at $0.09 per share which represents the fair market value at the date of grant in accordance with the 2009 Equity Incentive Plan. As of March 31, 2015, 2016 and 2017, $0, $5,392 and $9,267 in value of the options were expensed.

On February 16, 2016, the company granted 850,000 incentive stock options to three employees. The expected volatility rate of 218.68% was calculated using the company stock price over the period beginning February 14, 2014 through date of issue. A risk free interest rate of 0.29 % was used to value the options. The options were valued using the Black-Scholes valuation model. The total value of these options was $24,154. The options vest over a two-year period and are exercisable at $0.04 per share which represents the fair market value at the date of grant in accordance with the 2009 Equity Incentive Plan. As of March 31, 2016, 2017 and 2018, $1,373, $11,360, and $11,421 in value of the options was expensed.

Warrants

On September 12, 2013, the company issued contingent warrants to purchase an aggregate of 30,000 shares of restricted Rule 144 common stock at $0.10 to $0.20 per share. The warrant expires 18 months from date of warrant. The warrants were valued using the Black Scholes Valuation Model, resulting in a fair value of $1,581. The warrants expired on March 17, 2015.

On January 17, 2013, the company issued 100,000 warrants to a shareholder with a 36 month term at $0.07 per share exercise price as consideration for the issuance of a Promissory Note in the amount of $200,000, in which $63,000 was to be considered advanced under a previous Note between Borrower and Lender dated December 26, 2012. The warrants were evaluated for embedded derivatives in accordance with ASC 815 and were found to not include any embedded derivatives. The warrants attached to the note were valued using the Black Scholes Valuation Model, resulting in a fair value of $7,977. This value was recorded as a debt discount and is being amortized over the life of the loan. The note was paid in full on April 1, 2013.

On January 22, 2015, the company issued 2,000,000 warrants to a shareholder and Board member with a 36 month term to purchase “restricted” Rule 144 Common Stock, no par value (the "Share"), as consideration for the issuance of a promissory note in the amount of $400,000, from the company at a purchase price of $0.04 per share of Common Stock (the "Exercise Price"). These Warrants are fully vested and exercisable. The warrants were evaluated for embedded derivatives in accordance with ASC 815 and were found to not include any embedded derivatives. The warrants attached to the note were valued using the Black Scholes Valuation Model. The assumptions used in the model included the historical volatility of the company’s stock of 180%, and the risk-free rate for the periods within the expected life of the warrant based on the U.S. Treasury yield curve in effect of 0.35%. The resulting fair value is $66,717. This value was recorded as a debt discount and is being amortized over the life of the loan. $28,533 was amortized as of March 31, 2015.

On July 30, 2015, 120,000 common stock warrants were exercised at a price of $.07 per share for a total of $8,400, resulting in the issuance of 120,000 shares of “restricted” common stock.

NOTE 16 - SUBSEQUENT EVENTS

From FY 2013 to FY 2017, the Company has executed related party promissory notes with the CEO. The total principle balance as of September 30, 2017 was $1,917,679. Accrued interest on the principle balance due to the CEO of $1,867,679, of $56,263 as of September 30, 2017 was booked as 1,406,587 shares of restricted 144 common with a per share value of $0.04 in stock payable. Accrued interest from October 1, 2017 to December 31, 2017 of $47,076 was booked as 2,353,788 shares of restricted 144 common with a per share value of $0.02 into stock payable. These notes are in default. The stock payable of $103,339 or 3,760,375 shares, was issued on June 7, 2018.

On June 8, 2017 the Company executed a non-convertible promissory note with no warrants attached with a third party for $200,000 at 20% interest per annum, due October 31, 2017. The promissory note dated June 8, was extended in two amendments to the due date of March 31, 2018. This was secured by international contracts. Principle payment of $182,060 was made on March 15, 2018, with accrued interest of $27,941. The remaining principal balance of $17,940 was outstanding at March 31, 2018, with accrued interest of $157. The remaining principal balance of $17,940 went into default on April 1, 2018.

On December 18, 2017 the Company executed a non-convertible promissory note with no warrants attached with a third party for $25,025, at 20% interest per annum, due March 31, 2017. The note was secured by accounts receivable. The note principle balance of $25,025 was outstanding at March 31, 2018, with accrued interest of $1,412. This note was subsequently in default and then paid with accrued interest, in full May 24, 2018.

On January 3, 2018, the Company executed a non-convertible promissory note with no warrants attached with a third party for $85,000 at 20% interest per annum, due April 30, 2018. The note was secured by accounts receivable. The note principle balance of $85,000 was outstanding at March 31, 2018, with accrued interest of $4,006. This note was subsequently in default and then paid with accrued interest, in full June 1, 2018.

On January 3, 2018, the Company executed a non-convertible promissory note with no warrants attached with a third party for $20,000 at 20% interest per annum, due April 30, 2018. The note was secured by accounts receivable. The note principle balance of $20,000 was outstanding at March 31, 2018, with accrued interest of $942. This note was subsequently in default.

On March 22, 2018, the Company executed a non-convertible promissory note with no warrants attached with a third party for $60,025 at 20% interest per annum, due May 31, 2018. The note was secured by accounts receivable. The note principle balance of $60,025 was outstanding at March 31, 2018, with accrued interest of $296. This note was subsequently paid with accrued interest, in full May 24, 2018.

On September 19, 2017 the Company executed a non-convertible promissory note with no warrants attached with the Company CEO and Chairman of the Board for $400,000 at 20% interest per annum, due December 31, 2017, extended to May 31, 2018. This was secured by international contracts. The note principle balance of $400,000 was outstanding at March 31, 2018, with accrued interest and fees of $6,795. This promissory note was paid in full on May 24, 2018.

On January 19, 2018 the Company executed a non-convertible promissory note with no warrants attached with an employee of the company and Board member for $100,000 at 20% interest per annum, due April 30, 2018. This was secured by international contracts. The note principle balance of $100,000 was outstanding at March 31, 2018, with accrued interest and fees of $4,932. This promissory note was paid in full in full on May 24, 2018.

On April 13, 2018 the company executed a non-convertible promissory note with no warrants attached with an employee of the company and Board member for $85,000 at 5% interest per annum. This promissory note was paid in full in full on May 8, 2018.

On April 2, 2018, the company granted 50,000 stock options with a strike price of $0.02 to an employee.

On April 20, 2018, the company signed a reseller agreement with a company in the Fort Worth, Texas area.

On February 15, 2018, the company signed a reseller agreement with Gopher Sport, who began reselling the company's products in early May of 2018. Through June 27, 2018, Gopher Sport has sold in excess of $60,000 of PCS STEM products.

On May 24, 2018, the company's major international customer, who accounted for 92% of the company's accounts receivable as of March 31, 2018 (as detailed in Note 4), had made payments to the company in the amount of $685,414.73, which represented 63% of the accounts receivable due from this customer as of March 31, 2018.

ISSUER CERTIFICATIONS

CERTIFICATION OF CHIEF EXECUTIVE OFFICER

I, Todd R. Hackett, certify that:

1. I have reviewed this quarterly disclosure statement of PCS Edventures!.com, 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 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.

Dated: June 28, 2018

By: /s/Todd R. Hackett Todd Hackett

Todd R. Hackett
Chief Executive Officer

CERTIFICATION OF PRINCIPAL FINANCIAL OFFICER

I, Michael J. Bledsoe, certify that:

1. I have reviewed this quarterly disclosure statement of PCS Edventures!.com, 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 such statements were made, not misleading with respect to the period covered by this report; and

3. Based on my knowledge, the financial statements, and other financial information included 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.

Dated: June 28, 2018

By: /s/Michael J. Bledsoe

Michael J. Bledsoe
Vice President and Treasurer