# OTC Pink Basic Disclosure Guidelines Quarter Ending 02/28/2017 & 02/29/2016 Disclosure Statement

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

In answering this item, please also provide any names used by predecessor entities in the past five years and the dates of the name changes.

## Preferred Commerce Inc:

Previously Opencell Biomed. until 6/20/2014

Previously Grand Motion. Inc. until 7/17/2008

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

#### Company Headqualters

Address 1: 3260 Fairlane Farms Rd

Address 2: Suite 1

Address 3: Wellington. Fl. 33414

Phone: <u>561-752-2250</u> Email; mark@growums.com Website(s): www.growums.com

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Address 1: Address 2: Address 3: Phone: Email:

Website(s): \_\_\_\_\_

## 3) Security Information

Trading Symbol: OCBM

Exact title and class of securities outstanding: Common Stock

CUSP: 74039D101

Par or Stated Value: \$0.0001

Total shares authorized: <u>150 000 000</u> as of: 02/<u>28/2017</u> Total shares outstanding: 70,400,919 as of: 02/28/<u>2017</u>

Additional class of securities (if necessary):

Trading Symbol: N\A

Exact title and class of securities outstanding: Preferred Class A shares

CUSP:N\A

Par or Stated Value: \$0.0001

Total shares authorized: 5 000 Preferred Class A shares as of: 02/28/2017 Total

shares outstanding: 5 000 Preferred Class A shares as of: 02/28/2017

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Transfer Agent

Name: V Stock Transfer LLC Address 1: 18 Lafayette Place

Address 2:

Address 3: Woodmere NY 11598

Phone: 212-828-8436

Is the Transfer Agent registered under the Exchange Act?\* Yes: NO:

\*To be included in the OTC Pink Current Information tier, the transfer agent must be registered under the Exchange Act.

List any restrictions on the transfer of security:

#### None

Describe any trading suspension orders issued by the SEC in the past 12 months.

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

A reverse stock split on the Company's common shares (1 new for each 235 old shares) occurred on June 30, 2014

# 4) Issuance History

List below any events, in chronological order, that resulted in changes in total shares outstanding by the issuer in the past two fiscal years and any interim period. The list shall include all offerings of equity securities, including debt convertible into equity securities, whether private or public, and all shares or any other securities or options to acquire such securities issued for services, describing (1) the securities, (2) the persons or entities to whom such securities were issued and (3) the services provided by such persons or entities. The list shall indicate:

A. The nature of each offering (e.g., Securities Act Rule 504, intrastate, etc.);

During the year 2012, the Company issued common shares as described below:

During the year 2013, the Company issued common shares as described below:

During the year 2014, the Company issued common shares as described below:

During the year 2015 the Company issued common shares as described below:

During the year 2016, the Company issued common shares as described below: During

the year 2017, the Company issued common shares as described below:

B. Any jurisdictions where the offering was registered or qualified;

#### None

C. The number of shares offered:

52.394,336 common shares issued in 2014. 51 .322.596 of which were issued in conjunction with the transaction In June 2014 with Preferred Commerce. Inc. The shareholders of Preferred Commerce, Inc. exchanged their 46.680.000 shares for 51 .322.596 shares in the Company. The shares are not reqistered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sale of the shares under the Securities Act.

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From Dec. 1 2014 thru Feb, 28, 2015 an additional 1,071, 740 shares were issued In conjunction with consulting efforts to 21 shareholders and consultants at a share price of \$0.0001 per share. The shares are not registered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sale of shares under the Securities Act.

From March 1 2015 thru May 31, 2015 an additional 1 shares were issued In conjunction with consulting efforts to 4 shareholders and consultants at a share price of \$0.0001 per share. The shares are not registered and

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carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sale of shares under the Securities Act.

From June 1, 2015 thru August 31, 2015 an additional 695,450 shares were issued in conjunction with consulting efforts to 20 shareholders and consultants at a share price of \$0.0001 per share. The shares are not registered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sale of shares under the Securities Act.

From September 1, 2015 thru November 30, 2015 an additional 1 shares were issued in conjunction with consulting efforts to seven shareholders and consultants at a share price of \$0.0001 per share. The shares are not registered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sale of shares under the Securities Act.

From December 1, 2015 thru February 29, 2016 an additional 1,580,000 shares were issued in conjunction with a note conversion, one shareholder, for 1 \$500,000 shares and 80,000 shares for consulting to shareholders, at a price of \$0.0001 per share. The shares are not registered and carry a Rule 144Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sales of shares under the Securities Act.

From March 1, 2016 thru May 31, 2016 an additional 317,550 shares were issued in conjunction with consulting, and 2,000,000 shares were issued to employees, all at a price of \$0.0001 per share. The shares are not registered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sales of shares under the Securities Act.

From June 1, 2016 thru August 31, 2016 an additional 8,165,000 shares were issued in conjunction with consulting. All at a price of \$0.0001 per share. The shares are not registered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sales of shares under the Securities Act.

From September 1, 2016 thru November 30, 2016 an additional 1,951,369 shares were issued in conjunction with Consulting and purchases. All at a price of \$0.0001 per share. The shares are not registered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sales of shares under the Securities Act.

From December 1, 2016 thru February 28, 2017 an additional 893,214 shares were issued in conjunction with Consulting and purchases. All at a price of \$0.0001 per share. The shares are not registered and carry a Rule 144 Restriction on trade. Share certificates have been issued stating the shares have not been registered under the Securities Act and setting forth the restrictions on transferability and sales of shares under the Securities Act.

The number of shares sold;

- D. The price at which the shares were offered, and the amount actually
- E. paid to the issuer;

F. The trading status of the shares; and

G. Whether the certificates or other documents that evidence the shares contain a legend (1) stating that the shares have not been registered under the Securities Act and (2) setting forth or referring to the restrictions on transferability and sale of the shares under the Securities Act.

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# 5) Financial Statements

Provide the financial statements described below for the most recent fiscal year end or quarter end to maintain qualification for the OTC Pink Current Information tier. For the initial disclosure statement (qualifying for Current Information for the first time) please provide reports for the two previous fiscal years and any interim periods.

- A. Balance sheet;
- B. Statement of income:
- C. Statement of cash flows;
- D. Financial notes; and
- E. Audit letter, if audited

The financial statements requested pursuant to this item shall be prepared in accordance with US GAAP by persons with sufficient financial skills.

You may either (i) attach/append the financial statements to this disclosure statement or (ii) post such financial statements through the OTC Disclosure & News Service as a separate report using the appropriate report name for the applicable period end, ("Annual Report," "Quarterly Report" or "Interim Report").

If you choose to publish the financial reports separately as described in part (ii) above, you must state in the accompanying disclosure statement that such financial statements are incorporated by reference. You may reference the document(s) containing the required financial statements by indicating the document name, period end date, and the date that it was posted to otciq.com in the field below.

The Issuer's Quarterly Financial Statements for the Period Ending 02/28/2017 and 02/29/2016 and the accompanying Notes to Financial Statements. were both filed with OTC Markets on April 10. 2017 and are incorporated herein by reference.

The Notes Payable reflects a Twenty Five Thousand Dollar (\$25,000) debt at a six percent (6%) interest rate which was incurred on November 30,2010 to Ragen Mangal for accounting and audit services (the "Debt"). On November 30,2011 the Company issued to Ragen Mangal a convertible promissory note by which the Debt was convertible into shares of common stock at a conversion rate of \$,001. In February 2014, this Debt was purchased and assigned in full to various purchasers who currently own the Debt. Current Balance at 02/28/2017 is \$24,000

Information contained in a Financial Report is considered current until the due date for the subsequent Financial Report. To remain in the OTC Pink Current Information tier, a company must post its Annual Report within 90 days from its fiscal year-end date and Quarterly Reports within 45 days of its tiscal quarter-end date.

## 6) Describe the Issuer's Business, Products and Services

Describe the issuer's business so a potential investor can clearly understand the company. In answering this item, please include the following:

A. a description of the issuer's business operations;

Preferred Commerce. Inc.. d/b/a "Growums<sup>it</sup> is an innovative company that offers unique children's gardening products and online games designed to help combat childhood obesity and promote makina good nutritional choices.

Growums aims to teach children and their families about the vital imponance of fresh natural food, proper nutrition and the benefits of a healthy lifestyle through an innovative program that combines

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hands-on gardening and education with entertainment and online qaming. The one-of-kind experience is delivered through the Company's qarden kits and a creative cast of online canoon friends known as othe Growums. 't This Growums virtual world of fun garden characters, qames and social activities for children is enhanced by the actual experience of helping children learn how to successfully grow their own vegetables to use in healthy. delicious m

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Since the Company's recent launcm Growums has placed nearly 1 million qarden kits into the hands of children and their families. The Growums system has become a fun and interactive educational experience that continues to empower children by showing them that delicious, healthy food comes from a seed- and they have the power to make it grow.

Preferred Commerce and its lovable Growums characters have sold products in national chains and are appreciately marketing its garden kits to schools across the nation as a fundraising program, addition to oursuina strateaic alliances with well-known oraanizations. To learn more about Preferred Commerce and its oroduct line, visit www.growums.com, reach Growums on Facebook at www.facebook.com/qrowums and view its You Tube videos at www.youtube.com/growums.

Preferred Commerce also owns a premier destination that provides gardening informatiom instruction and ideas to home qardeners of all skill levels: www.Learn2Grow.com. Launched in 2006, Learn2Grow features helpful atticles written by growing professionals and Master gardeners. as well as an extensive Dlant database to millions of users each year. Learn2Grow has more than 80,000 plant photos and planting ideas and is proud to have one of the most complete plant data Oases In the world.

B. Date and State (or Jurisdiction) of Incorporation: Incorporated in the State of Nevada on July 7, 2006 c. D.
E. the issuer's primary and secondary SIC Codes;
Primary 8742

F. the issuer's fiscal year end date;

November 30

G. principal products or services, and their markets;

The Company sells its garden kits via its website at vmw.growums.com. and is currently marketing to schools and big box retailers such as Meijer. Bed Bath & Beyond and Target.

## 7) Describe the Issuer's Facilities

The goal of this section is to provide a potential investor with a clear understanding of all assets, properties or facilities owned, used or leased by the issuer.

In responding to this item, please clearly describe the assets, properties or facilities of the issuer, give the location of the principal plants and other property of the issuer and describe the condition of the properties. If the issuer does not have complete ownership or control of the property (for example, if others also own the property or if there is a mortgage on the property), describe the limitations on the ownership.

If the issuer leases any assets, properties or facilities, clearly describe them as above and the terms of their leases.

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The Company leases office and warehouse space pursuant to a three (3) year lease executed in May. 2013. The required monthly oavments of \$3,800 in year 1, \$3,914 in year 2 and 54.031 in year 3. The lease is currently month to month at \$4,152. The Company entered into a 1 year lease for a call center beainning June 1. 2015 with a monthly payment of \$1.635. That lease has been cancelled.

## 8) Officers, Directors, and Control Persons

The goal of this section is to provide an investor with a clear understanding of the identity of all the persons or entities that are involved in managing, controlling or advising the operations, business development and disclosure of the issuer, as well as the identity of any significant shareholders.

A. <u>Names of Officers Directors and Control Persons</u>. In responding to this item, please provide the names of each of the issuer's executive officers, directors, general partners and control persons (control persons are beneficial owners of more than five percent (5%) of any class of the issuer's equity securities), as of the date of this information statement.

Name	Position	Director/Officer Since
John Owens	Director	March 20, 2014
Michael Ferraro	Pres., Chairman, Dir.	March 201 2014
Frank Ferraro	Director, Secretary	March 20, 2014
Mark Mikosz	Treasurer	March 20, 2014
Joseph Bartonek	Shareholder	December 1,2014

- B <u>Legal/Disciplinary History</u>. 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

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

## <u>None</u>

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

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c Beneficial Shareholders. Provide a list of the name, address and shareholdings or the percentage of shares owned by all persons beneficially owning more than ten percent (10%) of any class of the issuer's equity securities. If any of the beneficial shareholders are corporate shareholders, provide the name and address of the person(s) owning or controlling such corporate shareholders and the resident agents of the corporate shareholders. Title of Class Beneficial Owner Common Stock % of Class Common Stock Joe Banonek 6,467.775 9.18% Common Stock Ferraro Family Trust Trust 10,700,651 15.20% Frank Ferraro 8 272 842 1 1 ,750/0 Common Stock  $5.000\ 100^{0}/0$ Preferred Class A Ferraro Family Trust 9) Third Party Providers Please provide the name, address, telephone number, and email address of each of the following outside providers that advise your company on matters relating to operations, business development and disclosure: Leaal Counsel Name: Firm: Address: Address 2. Phone: Email: Accountant or Auditor Name: D.Brooks and Associates CPA PC Firm: Address 1: 8918 Marlamoor Ln Address 2: West Palm Beach Fl. 33412 Phone: 561-429-6225 Email: **Investor Relations Consultant** Name: Firm. Address 1: Address 2:

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Phone: Email:

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Other Advisor: Any other advisor(s) that assisted, advised, prepared or provided information with respect to the
disclosure statement. Name: None Firm:
Address 1:
Address 2:
Phone:
Email:
10) Issuer Certification

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The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles, but having the same responsibilities).

The certifications shall follow the format below:

## 1, Michael Ferraro certify that

- 1.t have reviewed this <u>disclosure statement of Preferred Commerce</u>, Inc. for the auarter ending February 28. 2017. <u>along with the Financial Statements of Preferred Commerce</u>. Inc. for the Quaner ending February 292016.
  - 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.

6/30/17 [Date]

Is/ Michael Ferraro [CEOs Signature]

<u>Is/ Mark Mikosz [CFO's Signature]</u>
\_(Digital Signatures should appear as "Is/ [OFFICER NAME]")

CFO [Title]

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