

PERSHING RESOURCES COMPANY, INC

FINANCIAL STATEMENTS

Twelve Months Ended

December 31, 2014 and 2013

PERSHING RESOURCES COMPANY, INC
Statement of Assets, Liabilities and Stockholder's Equity -
As of December 31, 2014 and 2013

ASSETS

	<u>2014</u>	<u>2013</u>
CURRENT ASSETS		
Cash - Chase Bank	\$ 5,353.98	\$ 858.98
Cash - Scottrade	<u>235.02</u>	<u>235.02</u>
Total Current Assets	<u>5,589.00</u>	<u>1,094.00</u>
PROPERTY AND EQUIPMENT		
Mining Properties	43,500.00	43,500.00
Machinery and equipment	4,705.00	4,705.00
Less: Accumulated Depreciation	<u>(4,705.00)</u>	<u>(4,705.00)</u>
Net Property and Equipment	<u>43,500.00</u>	<u>43,500.00</u>
OTHER ASSETS		
Claim filing fees	6,020.00	0.00
Investment - Scottrade	48,420.75	48,420.75
BLM Bond	<u>12,885.00</u>	<u>12,885.00</u>
Total Other Assets	<u>67,325.75</u>	<u>61,305.75</u>
TOTAL ASSETS	<u>\$ 116,414.75</u>	<u>\$ 105,899.75</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

	<u>2014</u>	<u>2013</u>
LONG-TERM LIABILITIES		
Note Payable Shareholder	<u>27,647.51</u>	<u>3,647.51</u>
Total Long-Term Liabilities	<u>27,647.51</u>	<u>3,647.51</u>
Total Liabilities	<u>27,647.51</u>	<u>3,647.51</u>
STOCKHOLDERS' EQUITY		
Capital Stock	12,387.98	12,387.98
Paid in capital	5,389,710.02	5,389,710.02
Retained Earnings	<u>(5,313,330.76)</u>	<u>(5,299,845.76)</u>
Total Stockholders' Equity	<u>88,767.24</u>	<u>102,252.24</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 116,414.75</u>	<u>\$ 105,899.75</u>

PERSHING RESOURCES COMPANY, INC
Statement of Revenues, Expenses and Net Income -
Income Tax Basis
For The Year Ended and December 31, 2014 and 2013

	<u>12 Months Ended</u> <u>December 31, 2014</u>	<u>12 Months Ended</u> <u>December 31, 2013</u>
Net Sales	\$ 0.00	\$ 0.00
Cost of Sales		
Total Cost of Sales	0.00	0.00
Gross Profit	\$ 0.00	\$ 0.00
Operating Expenses		
Claim Maintenance Fees	645.00	0.00
Administration fees	86.00	0.00
Bank service charges	180.00	165.00
Claim fees	0.00	6,478.50
Consulting fees	10,500.00	20,000.00
Share registry expenses	0.00	150.00
Other taxes	475.00	0.00
Licenses, permits and fees	99.00	0.00
Franchise taxes	0.00	574.00
Website Development	1,500.00	0.00
Total Operating Expenses	13,485.00	27,367.50
Operating Income	(13,485.00)	(27,367.50)
Income before income taxes	(13,485.00)	(27,367.50)
Federal income taxes	0.00	0.00
Net Income (Loss)	\$ (13,485.00)	\$ (27,367.50)

PERSHING RESOURCES COMPANY, INC
STATEMENT OF CASH FLOWS
For the Period Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income (Loss)	\$ (13,485.00)	\$ (27,367.50)
Adjustments to reconcile Net Income (Loss) to net Cash provided by (used in) operating activities:		
Depreciation and Amortization	0.00	0.00
Losses (Gains) on sales of Fixed Assets	0.00	0.00
Decrease (Increase) in Operating Assets:		
Accounts Receivable	0.00	0.00
Inventory	0.00	0.00
Other	(6,020.00)	0.00
Increase (Decrease) in Operating Liabilities:		
Accounts Payable	0.00	0.00
Accrued Liabilities	0.00	0.00
Total Adjustments	<u>(6,020.00)</u>	<u>0.00</u>
Net Cash Provided By (Used in) Operating Activities	(19,505.00)	(27,367.50)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures	0.00	0.00
Proceeds From Sale of Fixed Assets	<u>0.00</u>	<u>0.00</u>
Net Cash Provided By (Used In) Investing Activities	0.00	0.00
CASH FLOWS FROM FINANCING ACTIVITIES		
Notes Payable Borrowings	24,000.00	66,520.00
Notes Payable Repayments	0.00	(40,360.00)
Dividends Paid	0.00	0.00
Proceeds From Sale of Stock	<u>0.00</u>	<u>0.00</u>
Net Cash Provided By (Used In) Financing Activities	<u>24,000.00</u>	<u>26,160.00</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	4,495.00	(1,207.50)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>1,094.00</u>	<u>2,301.50</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>\$ 5,589.00</u>	<u>\$ 1,094.00</u>

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 (unaudited)

NOTE 1: **SIGNIFICANT ACCOUNTING POLICIES**

Background

Pershing Resources Company, Inc. was incorporated on August 26, 1996 under the laws of the State of Nevada. The Company currently has limited operations and in accordance with Statements of Financial Accounting Standards (SFAS) No.7, "Accounting and Reporting by Development State Enterprises" is considered a Development Stage Enterprise.

The Company is a development stage exploration and mining company, focused on precious metal ores and mining projects located in Nevada and Arizona.

Accounting Policies

The Company's accounting policies conform to United States generally accepted accounting policies and have been consistently applied in the preparation of these financial statements.

The financial statements included herein have not been audited by an independent registered public accounting firm, but include all adjustments (including normal, recurring entries), which are, in the opinion of management, necessary for a fair presentation of the results for such periods.

Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue Recognition

The Company recognizes revenue when earned in accordance with SEC Staff Accounting Bulletin No. 101, "Revenue Recognition in Financial Statements."

NOTE 2: **Notes Payable**

On November 1, 2012, the Company has issued a note payable to a related party for \$3,647.51 for operating expenses. The note is payable on demand and is convertible at \$0.01 per share.

On July 15, 2014, the Company has issued a note payable to a related party for \$4,000.00 for operating expenses. The note is payable on demand and is convertible at \$0.02 per share.

On July 15, 2014, the Company has issued a note payable to a related party for \$2,000.00 for operating expenses. The note is payable on demand and is convertible at \$0.02 per share.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 (unaudited)

On August 25, 2014, the Company has issued a note payable to a related party for \$10,000.00 for operating expenses. The note is payable on demand and convertible at \$0.02 per share.

On October 10, 2014, the company issued a note payable to a related party for \$5,000.00 for operating expenses. The note is payable on demand and convertible at \$0.02 per share.

On October 16, 2014, the Company issued a note payable to a related party for \$3,000.00 for operating expenses. The note is payable on demand and convertible at \$0.02 per share.

NOTE 3: GOING CONCERN

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. As show in the accompanying financial statements, for the year ended December 31, 2014, the Company incurred a loss of \$13,485.00. In addition the Company has an accumulated deficit of \$5,313,331.76. It is the intention of the Company's stockholders to fund capital shortfalls for the foreseeable future.

NOTE 4: SUBSEQUENT EVENTS

The Company has acquired Simple Recovery, Inc. on May 14, 2015 in exchange for shares of the Company's stock. The transaction has been approved by the board and is effective May 14, 2015. Assets of Simple Recovery, Inc. being acquired by the Company includes heavy equipment, mill equipment, personnel, and two precious metals mining properties located near Kingman, Arizona.