

# PERSHING GOLD CORPORATION

## WHISTLEBLOWER POLICY

Adopted November 4, 2014

This policy applies to all directors, officers and employees of Pershing Gold Corporation, its subsidiaries, divisions and affiliates.

Pershing Gold Corporation (the “Company”) is committed to maintaining the highest standards of business conduct and ethics in its accounting standards and disclosures, internal accounting controls, and audit practices. It is the policy of the Company to comply with and require its directors, officers, and employees to comply with all applicable legal and regulatory requirements relating to corporate reporting and disclosure, accounting and auditing controls and procedures, securities compliance and other matters pertaining to fraud against stockholders. Every employee has the responsibility to assist the Company in meeting these requirements.

The Company’s internal controls and corporate reporting and disclosure procedures are intended to prevent, deter and remedy any violation of the applicable laws and regulations that relate to corporate reporting and disclosure, accounting and auditing controls and procedures, securities compliance and other matters pertaining to fraud against the Company’s stockholders. Even the best systems of control and procedures, however, cannot provide absolute safeguards against such violations. The Company has a responsibility to investigate and, if required, report to appropriate governmental authorities, any violations relating to corporate reporting and disclosure, accounting and auditing controls and procedures, securities compliance and other matters pertaining to fraud against the Company’s stockholders, and the actions taken by the Company to remedy such violations.

This policy governs the process through which employees and others, either directly or anonymously, can notify the Company’s Compliance Officer or the Board of Directors of potential violations or concerns. In addition, this policy establishes a mechanism for responding to, and keeping records of, complaints from employees and others regarding such potential violations or concerns.

### **I. Reporting Alleged Violations or Concerns**

Reporting to the Compliance Officer. If an employee reasonably believes that any Company employee or other person acting on behalf of the Company has violated any legal or regulatory requirements or internal policy relating to

- accounting standards and public disclosures,
- internal accounting controls, or
- matters related to the internal or external audit of the Company’s financial statements,

the employee should immediately report his or her concern to Eric Alexander, the Company’s Compliance Officer, as follows:

In writing: Eric Alexander  
Vice President, Finance and Controller  
Pershing Gold Corporation  
1658 Cole Blvd., Building 6  
Suite 210  
Lakewood, CO 80401

By e-mail: ealexander@pershinggold.com  
By Telephone: (720) 974-7252  
By Facsimile: (720) 974-7249

Reporting to Management. If an employee is not comfortable reporting a concern to the Compliance Officer, he or she should report the concern to any supervisor or member of management whom he or she is comfortable approaching. Any manager or other supervisory employee who receives a report of an alleged violation must immediately forward the report to the Compliance Officer. The Compliance Officer will communicate all reports of alleged violations to Alex Morrison, the Company's independent director (the "Independent Director").

Reporting to the Independent Director. The Independent Director is independent of the officers and management of the Company. The Independent Director is solely responsible for investigating and responding to reports of violations and suspected violations of accounting standards and disclosures, internal accounting controls, or matters related to the internal or external audit of the Company's financial statements. If an employee is uncomfortable approaching the Compliance Officer or any member of management, he or she may report alleged violations directly to the Independent Director any of the following methods:

In writing: Pershing Gold Corporation  
Alex Morrison, Independent Director  
1658 Cole Blvd., Building 6  
Suite 210  
Lakewood, CO 80401

By e-mail: alexgmorrison@me.com

Anonymous Reports. Reports of alleged violations may be submitted to the Compliance Officer or the Independent Director anonymously if the employee desires. Although anonymous reports may be submitted via any of the above methods, reports submitted by e-mail or telephone tend to be less likely to remain anonymous and confidential than those submitted in writing. All reports of alleged violations, whether or not they were submitted anonymously, will be kept in strict confidence to the extent possible, consistent with the Company's need to conduct an adequate investigation.

What to Include in a Report. Reports of alleged violations or concerns should be factual, rather than speculative or conclusory, and should contain as much specific detail as possible to allow for proper assessment. The report should be candid and clearly set forth all the information the employee knows about the alleged violation or concern. In addition, the report should contain sufficient corroborating information to support the commencement of an

investigation. The Company may, in its reasonable discretion, determine not to commence an investigation if a report contains only unspecified or broad allegations of wrongdoing without appropriate factual support.

## **II. Investigation of Complaints**

Upon receipt of a complaint alleging a violation of any state or federal law or internal policy regarding accounting standards and disclosures, internal accounting controls, or matters related to the internal or external audit of the Company's financial statements, the Independent Director will make a determination as to whether a reasonable basis exists for commencing an investigation into the conduct alleged in the complaint. If the Independent Director concludes that an investigation is warranted, he shall take appropriate measures to implement a thorough investigation of the allegations. The Independent Director shall have the authority to obtain assistance from the Company's management, counsel or auditors, or to retain separate outside legal or accounting expertise as he deems necessary or desirable in order to conduct the investigation.

At least quarterly, the Independent Director will discuss with the Board of Directors the status of any ongoing investigation and review the resolution of each report or complaint submitted during the previous quarter, whether or not the report or complaint resulted in the commencement of a formal investigation.

## **III. Corrective Action**

The Independent Director is ultimately responsible for determining the validity of each complaint and fashioning, with the input of his advisors, the Board of Directors and Company management, if requested, the appropriate corrective action. The Independent Director shall report any legal or regulatory noncompliance to Company management and ensure that management takes corrective action including, where appropriate, reporting any violation to relevant governmental authorities.

Any director, officer, or employee deemed to have violated any law, rule or regulation, or any internal policy regarding accounting standards and disclosures, internal accounting controls, or matters related to the internal or external audit of the Company's financial statements, may be subject to disciplinary action, up to and including termination.

## **IV. No Retaliation**

Employees should feel confident reporting violations as described above or assisting in investigations of such alleged violations. The Company will not tolerate retaliation or discrimination of any kind by or on behalf of the Company and its employees against any employee making a good faith complaint of, or assisting in the investigation of, any reported complaint.

Any employee in the United States who believes that his or her rights against retaliation or discrimination have been violated may file a complaint with the U.S. Department of Labor

within 90 days of the alleged violation. If the Department of Labor has not issued a final decision within 180 days of the filing of the complaint, the employee has the right to file suit against the Company in a federal court with proper jurisdiction.

## **V. Retention of Complaints and Documents**

The Independent Director shall retain all documents and records regarding any complaint for a period of five (5) years.

It is illegal and against the Company's policy to destroy any corporate audit or other records that may be subject to or related to an investigation by the Company or any federal, state or regulatory body.

## **VI. Compliance with this Policy**

All employees must follow the procedures outlined in this policy and cooperate with any investigation initiated pursuant to this policy. Adhering to this policy is a condition of employment. The Company must have the opportunity to investigate and remedy any alleged violations or employee concerns, and each employee must ensure that the Company has an opportunity to undertake such an investigation.

This policy does not constitute a contractual commitment of the Company. This policy should not be construed as preventing, limiting, or delaying the Company from taking disciplinary action against any individual, up to and including termination, in circumstances (such as, but not limited to, those involving problems of performance, conduct, attitude, or demeanor) where the Company deems disciplinary action appropriate.

This policy in no way alters an employee's at-will employment status with the Company. Either the Company or an employee can terminate the employment relationship at the Company at any time, for any reason or no reason, with or without cause, warning, or notice.