

WESTERN SIERRA MINING CORP.

Quarterly Disclosure Statement

September 30, 2011

WESTERN SIERRA MINING CORP.

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ITEM I – NAME OF ISSUER

Western Sierra Mining Corp. as of December 4, 2003
Formerly Global DECS Corp.

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Lake Havasu City, Arizona 86403
Phone 928-680-5513
Fax: 928-680-7066
www.westernsierramining.com

ITEM II – SHARES OUTSTANDING

Common Stock

	<u>9-30-11</u>	<u>12-31-10</u>	<u>12-31-09</u>
Shares authorized	350,000,000	350,000,000	300,000,000
Shares outstanding	315,493,353	305,493,353	295,493,353
Freely tradable	79,850,912	61,270,888	36,222,856
Beneficial shareholders	7	7	7
Shareholders of record	1012	1012	1005

Preferred Stock

None authorized.

ITEM III – FINANCIAL STATEMENTS FOR THE CURRENT PERIOD

SEE FOLLOWING PAGES

WESTERN SIERRA MINING CORP.

Balance Sheets

	ASSETS	
	September 30, 2011	December 31, 2010
CURRENT ASSETS		
Cash and cash equivalents	\$ 35,927	\$87,779
Cash-restricted	225,000	270,000
Other current assets	20,000	40,000
Total current assets	280,927	397,779
PROPERTY AND EQUIPMENT	46,889	22,551
MINING PROPERTY AND ORE RESERVES	9,105,067	8,904,040
Total Assets	\$ 9,432,883	\$9,324,370
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	\$ -	\$ -
Notes Payable - Related Parties	127,450	137,450
Current maturities of related party notes	-	-
Total current liabilities	127,450	137,450
LONG-TERM NOTES PAYABLE - RELATED PARTIES	1,483,749	1,266,250
Total Liabilities	1,611,199	1,403,700
STOCKHOLDERS' EQUITY		
Common stock - par value \$.001		
350,000,000 shares authorized; 315,493,353 and		
305,493,353 shares issued and outstanding respectively	315,493	305,493
Paid-in capital	24,883,442	24,883,442
Retained earnings (deficit)	(17,377,251)	(17,268,265)
Total stockholders' equity	7,821,684	7,920,670
Total Liabilities and Stockholders' Equity	\$ 9,432,883	\$9,324,370

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

WESTERN SIERRA MINING CORP.

Statements of Operations

	Nine Months Ended Sept. 30, <u>2011</u>	Nine Months Ended Sept. 30, <u>2010</u>
REVENUES		
Mine revenues	\$ -	\$ 222,390
	-	222,390
OPERATING COSTS AND EXPENSES		
Compensation	73,125	1,000
Professional fees	125	-
Exploration expenses	12,129	21,976
Licenses, permits, fees	1,843	2,289
Office expenses	2,729	2,317
Reporting company expenses	16,581	22,260
	<u>106,532</u>	<u>49,842</u>
Total Expenses	106,532	49,842
	<u>(106,532)</u>	<u>172,548</u>
OTHER INCOME (EXPENSES)		
Interest income	148	17
Interest expense	(2,602)	-
	<u>(108,986)</u>	<u>172,565</u>
Income before income taxes	(108,986)	172,565
Provision for income taxes	-	-
	<u>-</u>	<u>-</u>
NET INCOME (LOSS)	<u>\$ (108,986)</u>	<u>\$ 172,565</u>
Earnings Per Share (see Note 2):		
Basic weighted average number of common shares outstanding	<u>315,493,353</u>	<u>295,493,353</u>
Basic loss per share	<u>\$ -</u>	<u>\$ -</u>
Diluted average number of common shares outstanding	<u>315,493,353</u>	<u>295,493,353</u>
Basic loss per share	<u>\$ -</u>	<u>\$ -</u>

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

WESTERN SIERRA MINING CORP.
Statement of Stockholders' Equity

	<u>Common Stock</u>		<u>Paid-in</u>	<u>Retained</u>	
	<u>Shares</u>	<u>Amount</u>	<u>Capital</u>	<u>Earnings</u>	<u>Total</u>
Balance, December 31, 2008	255,093,353	\$ 255,093	\$ 24,607,592	\$ (5,560,193)	\$ 19,302,492
Issuance of stock for compensation, July 1, 2009 (\$.01/share)	13,500,000	13,500	121,500		135,000
Issuance of stock for professional fees, July 1, 2009 (\$.01/share)	7,400,000	7,400	66,600		74,000
Issuance of stock for prepaid compensation, December 31, 2009 (\$.005/share)	13,500,000	13,500	60,750		74,250
Issuance of stock for professional fees, December 31, 2009 (\$.005/share)	6,000,000	6,000	27,000		33,000
Net loss for period				(185,419)	(185,419)
Balance, December 31, 2009	295,493,353	\$ 295,493	\$ 24,883,442	\$ (5,745,612)	\$ 19,433,323
Issuance of stock for conversion of note payable, October 13, 2010 (\$.001/share)	10,000,000	10,000			10,000
Net income for period				(11,522,653)	(11,522,653)
Balance, December 31, 2010	305,493,353	\$ 305,493	\$ 24,883,442	\$ (17,268,265)	\$ 7,920,670
Issuance of stock for conversion of note payable, March 25, 2011 (\$.001/share)	10,000,000	10,000			10,000
Net loss for period				(108,986)	(108,986)
Balance, September 30, 2011	315,493,353	\$ 315,493	\$ 24,883,442	\$ (17,377,251)	\$ 7,821,684

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

WESTERN SIERRA MINING CORP.
Statements of Cash Flows

	Nine Months Ended Sept. 30, <u>2011</u>	Nine Months Ended Sept. 30, <u>2010</u>
Operating activities:		
Net loss	\$ (108,986)	\$ 172,565
Adjustments to reconcile net loss to net cash used in operating activities:		
Depreciation and amortization	-	
Noncash expenses	73,125	-
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	-	(40,705)
Total adjustments	<u>73,125</u>	<u>(40,705)</u>
Net cash used in operating activities	<u>(35,861)</u>	<u>131,860</u>
Investing activities:		
Purchases of property and equipment	(24,338)	(22,551)
Capitalized mine development costs	<u>(36,653)</u>	<u>(153,321)</u>
Net cash provided by investing activities	<u>(60,991)</u>	<u>(175,872)</u>
Financing activities:		
Issuance of stock for cash	-	-
Payments on borrowings	-	-
Proceeds from borrowings	<u>-</u>	<u>146,001</u>
Net cash provided by financing activities	<u>-</u>	<u>146,001</u>
Net increase(decrease) in cash and cash equivalents	(96,852)	101,989
Cash and cash equivalents at beginning of period	<u>357,779</u>	<u>2,390</u>
Cash and cash equivalents at end of period	<u>\$ 260,927</u>	<u>\$ 104,379</u>
<u>Supplemental cash flow information:</u>		
Cash paid during the period for interest	<u>\$ 2,602</u>	<u>\$ -</u>
Cash paid during the period for income taxes	<u>\$ -</u>	<u>\$ -</u>
<u>Noncash investing and financing activities:</u>	<u>\$ -</u>	<u>\$ -</u>

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

WESTERN SIERRA MINING CORP.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2011

NOTE 1 - Organization and Basis of Presentation

Western Sierra Mining Corp. ("Western Sierra", "the Company", "we" or "us")(formerly Global Decs Corp.) was formed in 1907 in the State of Utah to engage in gold and other precious mineral mining.

On December 1, 2003 Global Decs Corp. entered into a Share Exchange Agreement with Western Sierra, Inc., whereby Western Sierra, Inc. became a wholly owned subsidiary of the Company. The agreement provided for the exchange of 20,000,000 shares of the Company's common stock for 4,000,000 shares or 100% of the outstanding common stock of Western Sierra, Inc. The shareholders of Western Sierra, Inc. owned approximately 90% of the stock of Western Sierra Mining Corp. after consummation of the transaction. The name of the Company was changed to Western Sierra Mining Corp. and Western Sierra, Inc. was subsequently dissolved and all operations transferred into the Company.

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information. In the opinion of management, all adjustments considered necessary for a fair presentation have been included. Interim results are not necessarily indicative of results for a full year. The information included in these financial statements should be read in conjunction with information included in the December 31, 2010 financial statements.

NOTE 2 - Summary of Significant Accounting Policies

Cash and Cash Equivalents

The Company considers those short-term, highly liquid investments with original maturities of three months or less as cash and cash equivalents.

Restricted Cash

Pursuant to a Board of Directors resolution, \$225,000 of the proceeds of a mine sale have been restricted from general use and restricted to the development of mine properties.

WESTERN SIERRA MINING CORP.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2011

Mining, Milling and Other Property and Equipment

Mining, milling and other property and equipment is reported at cost. It is the Company's policy to capitalize costs incurred to improve and develop the mining properties. General exploration costs and costs to maintain rights and leases are expensed as incurred.

Depletion of mining improvements will be computed using the units of production method. The Company has made no provision for depletion for the periods ending September 30, 2010 and 2011 as production had not commenced.

Provision is made for depreciation of office furniture fixtures and equipment, machinery and equipment, and building. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets which are 5 to 10 years.

Impairment of Long-Lived Assets

In accordance with Statement of Financial Accounting Standards ("SFAS") 121, "Accounting for the Impairment of Long-Lived Assets and for Long-Lived Assets to be Disposed Of," the Company reviews its long-lived assets for impairments. Impairment losses on long-lived assets are recognized when events or changes in circumstances indicate that the undiscounted cash flows estimated to be generated by such assets are less than their carrying value and, accordingly, all or a portion of such carrying value may not be recoverable. Impairment losses then are measured by comparing the fair value of assets to their carrying amounts.

Management periodically reviews the recoverability of the capitalized mineral properties and mining equipment. Management takes into consideration various information including, but not limited to, historical production records taken from previous mine operations, results of exploration activities conducted to date, estimated future prices and reports and opinions of outside consultants. When it is determined that a project or property will be abandoned or its carrying value has been impaired a provision is made for any expected loss on the project or property.

Revenue Recognition

Revenues from the sale of minerals are recognized when earned.

WESTERN SIERRA MINING CORP.
NOTES TO FINANCIAL STATEMENTS
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Earnings Per Share

Basic profit or (loss) per share is calculated by dividing the Company's net profit or loss applicable to common shareholders by the weighted average number of common shares issued and outstanding during the period. Diluted earnings per share is calculated by dividing the Company's net income/(loss) available to common shareholders by the diluted weighted average number of shares outstanding during the year. The diluted weighted average number of shares outstanding is the basic weighted number of shares adjusted for any potentially dilutive debt or equity.

	For the Quarter Ended <u>Sept. 30, 2011</u>	For the Quarter Ended <u>Sept. 30, 2010</u>
Income (Loss)	\$ (31,920)	\$ 162,207
Basic Average Number of Shares Outstanding	315,493,353	295,493,353
Basic Earnings (Loss) Per Share	\$ (0.00)	\$ (0.00)
Diluted Average Number of Shares Outstanding	335,493,353	295,493,353
Diluted Earnings (Loss) Per Share	\$ (0.00)	\$ (0.00)

Income Taxes

The Company records deferred income taxes using the liability method as prescribed under the provisions of SFAS No. 109. Under the liability method, deferred tax assets and liabilities are recognized for the expected future tax consequences of temporary differences between the financial statement and income tax bases of the Company's assets and liabilities. An allowance is recorded, based upon currently available information, when it is more likely than not that any or all of the deferred tax assets will not be realized. The provision for income taxes includes taxes currently payable, if any, plus the net change during the year in deferred tax assets and liabilities recorded by the Company.

WESTERN SIERRA MINING CORP.
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Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures 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 these estimates.

Environmental Remediation Costs

Environmental remediation costs are accrued based on estimates of known environmental remediation exposure. Such accruals are recorded even if significant uncertainties exist over the ultimate cost of the remediation. It is reasonably possible that the Company's estimates of reclamation liabilities, if any, could change as a result of changes in regulations, extent of environmental remediation required, means of reclamation or cost estimates. Ongoing environmental compliance costs, including maintenance and monitoring costs, are expensed as incurred. There were no environmental remediation costs accrued at June 30, 2010 and 2011.

NOTE 3 - Stockholders' Equity

At various stages in the Company's development we have issued shares of common stock, valued at fair market value, for services or assets with a corresponding charge to operations or property and equipment. In accordance with SFAS 123, these transactions have been recorded on the Company's books at the fair value of the consideration received or the fair value of the common stock issued, whichever is more reliably measured. The following equity transactions were recorded:

2010:

On October 13, 2010, we issued 10,000,000 shares for conversion of a note payable.

2011:

On March 25, 2011, we issued 10,000,000 shares for conversion of a note payable.

WESTERN SIERRA MINING CORP.
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NOTE 4 - Mining Properties

Gold Basin Mine:

The Company is in discussions with Pine Creek Mining to return the Gold Basin Mine to production. The Gold Basin Mine is comprised of four mining claims located on 332 acres in Central Arizona. Total proven gold reserves for the mine exceed 150,000 ounces with additional probable and indicated gold reserves of 400,000 ounces. It is anticipated that a final agreement between the Company and Pine Creek Mining will be executed in 2011.

Gold River Mines:

On May 5, 2008, the Company acquired eight mining properties from Gold River Exploration Inc. in exchange for 56,555,166 shares of the Company's common stock and \$50,000 in cash. The mines have a total of 102,000 oz. proven gold reserves, 593,000 oz. proven silver reserves, 423,000 oz. probable/indicated gold reserves and 362,000 oz. probable/indicated silver reserves. At \$800/oz. gold and \$12/oz. silver, the proven gold reserves total \$81,000,000, the proven silver reserves total \$8,000,000, the probable/indicated gold reserves total \$358,000,000 and the probable/indicated silver reserves total \$6,000,000. SFAS 123 specifies that this transaction be recorded on the Company's books at the fair value of the consideration received or the fair value of the common stock issued, whichever is more reliably measured at the date of the transaction. Since the Company's stock had little or no activity in the six months preceding the date of the acquisition of the mining properties and since the reserves on the mining properties are well documented and certified by a licensed geologist, the Company has determined that the acquisition should be valued and recorded on the books based on the discounted value of the reserves in accordance with SFAS 123. The Company therefore calculated the net value of the reserves, net of estimated production costs and discounted over the recovery period and to reflect uncertainties, to be \$18,530,408. On June 8, 2010, the Company sold the Sun Gold and Treasure Gulch Mines to VHGI Holdings, Inc. in exchange for \$550,000 cash, 5,000,000 shares of VHGI common stock and a royalty of 2% of gross sales.

The remaining properties have a total of 241,000 oz. proven/probable/indicated gold reserves and 950,000 oz. of proven/probable/indicated silver reserves. At \$1,200/oz. gold and \$30/oz. silver, the gold reserves total \$289,000,000 and the silver reserves total \$28,500,000.

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Mud Springs:

On July 27, 2005, the Company entered into an agreement with ASDI, LLC, ("ASDI"), whereby the Company obtained the rights to mine barite and placer gold on certain mineral claims owned by ASDI located in Crescent Valley, Nevada, hereafter referred to as Mud Springs., in exchange for a total of 20,522,634 shares of the Company's common stock valued at \$.075 per share for a total of \$1,539,137. Under the terms of the agreement, the Company will pay ASDI a royalty of \$5.00 per ton for each ton of barite mined and delivered. The Company will also pay ASDI 25% of the net profits from production from all placer gold removed from the Mud Springs property. SFAS 123 specifies that this transaction be recorded on the Company's books at the fair value of the consideration received or the fair value of the common stock issued, whichever is more reliably measured. It was determined that the Company's stock, based on recent sales and market activity, was more reliably measured as of the date of the acquisition than the consideration received. The Company recognized an impairment loss of \$615,679 on this property at December 31, 2010.

Table Mesa:

Table Mesa was first located May 11, 2011 and then again September 8, 2011. Table Mesa is a single placer claim located in Yavapai County, Arizona. The claim lies adjacent to other existing claims with contiguous geology not far from Milk Creek. The Milk Creek Placers have a reported estimated resource of 704,000 ounces gold contained in 17 million cubic yards of gravel. Western will continue its evaluation of the property over the next several months.

Gold Crown:

The Gold Crown property consist of a large placer claim located on Arizona State land. The property consists of approximately 500 acres located in Mule Canyon in Yavapai County, Arizona. Western has applied for and received an exploration permit for the property and is awaiting final approval of its Plan of Operations from the State of Arizona.

Gold Star:

The Gold Star placer claims are contiguous with the Gold Crown property. These claims are located on BLM land in the Mexican Gulch drainage system and will be developed along with the Gold Crown claims. In 2005, the property was tested by a professional placer mining specialist. He and others reported some 67 million tons of Gold Bearing gravels. The property was historically mined as was the upper canyons of Mexican Gulch. Western will continue to try and further define the possible resource contained on this property.

WESTERN SIERRA MINING CORP.
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Sale of Mining Properties:

On June 8, 2010, the Company sold the Sun Gold and Treasure Gulch Mines to VHGI Holdings, Inc. in exchange for \$550,000 cash, 5,000,000 shares of VHGI common stock and a royalty of 2% of gross sales. The 5,000,000 shares of VHGI stock were subsequently distributed to two officers in payment of accrued compensation and a shareholder as payment on debt.

NOTE 5 - Related Parties

2010:

In December, 2010, the Company distributed 5,000,000 shares of VHGI stock received in conjunction with the sale of two mining properties to two officers in payment of accrued compensation and a shareholder as payment on debt.

2011:

There were no related party transactions during the period ended September 30, 2011.

NOTE 6 - Notes Payable

	Sept 30, <u>2011</u>	Sept 30, <u>2010</u>
Notes payable to shareholders, unsecured, due October 23 - November 14, 2004, bearing no interest	\$107,450	\$107,450
Notes payable to one shareholder for consulting fees, unsecured, due December 1, 2012, bearing no interest, convertible into 20,000,000 and 40,000,000 shares of common stock respectively	20,000	-
Notes payable to two officers for accrued compensation, unsecured, due January 2, 2013, bearing no interest	1,036,821	998,321
Notes payable to three shareholders, unsecured, due January 2, 2013, bearing no interest	<u>446,928</u>	<u>386,928</u>
	1,611,199	1,492,699
Less: Current portion	<u>(127,450)</u>	<u>(126,771)</u>
Long-Term Debt	<u><u>\$1,483,749</u></u>	<u><u>\$1,365,928</u></u>

WESTERN SIERRA MINING CORP.
NOTES TO FINANCIAL STATEMENTS
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Maturities of long-term debt are as follows:

2012	<u>1,483,749</u>
Total	<u>\$1,483,749</u>

NOTE 7 - Income Taxes

The Company has adopted FASB 109 to account for income taxes. No provision for income taxes has been recorded in these financial statements based on the net operating loss carry-forward of \$17,268,265 as of December 31, 2010 that will be offset against future taxable income. Due to the uncertainty as to the utilization of net operating loss carry-forwards, an evaluation allowance has been made to the extent of any tax benefit that net operating losses may generate.

Deferred income taxes reflect the net tax effect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Deferred tax assets and the related valuation account as of December 31, 2010 and 2009 are as follows:

	<u>2010</u>	<u>2009</u>
Deferred tax asset:		
Net operating loss carry-forward	\$ 6,907,000	\$ 2,298,000
Valuation allowance	<u>(6,907,000)</u>	<u>(2,298,000)</u>
	\$ -	\$ -

At December 31, 2010, the Company had net operating loss carry-forwards totaling \$17,268,265 that, if conditions of the Internal Revenue Codes are met, can be carried forward to offset future earnings. These carry-forwards expire in various amounts through 2030.

ITEM IV – MANAGEMENT’S DISCUSSION AND ANALYSIS

The Company’s focus is on acquiring, developing and mining mineral properties and reserves in the western United States and primarily in Central Arizona. The Company will look at other potential mining properties which could be operated commercially to the benefit of our shareholders. The Company is currently developing various mining properties including those acquired from the Gold River Exploration Inc. These properties have a total of 241,000 oz. proven/probable/indicated gold reserves and 950,000 oz. of proven/probable/indicated silver reserves. At \$1,200/oz. gold and \$30/oz. silver, the gold reserves total \$289,000,000 and the silver reserves total \$28,500,000. The Company has leases and/or joint venture agreements in place on several additional mining properties.

During the quarter ended September 30, 2011, the Company continued with efforts to seek, investigate and acquire additional properties or businesses. The Company is also utilizing some of the proceeds from the sale of the mining properties to begin a mobile high-grading operation which is anticipated to generate significant on-going revenues. The Company is also in discussions with a possible joint venture partner to fund the development and production of one or more of its mining properties.

Off-Balance Sheet Transactions

The Company does not have any transactions, agreements or other contractual arrangements that constitute off-balance sheet arrangements.

ITEM V- Legal Proceedings

The Company is not party to any material legal proceedings or administrative actions.

ITEM VI- Defaults of Senior Securities

The Company is not presently in default on senior securities.

ITEM VII- Other Information

NONE

ITEM VIII– Material Contracts

NO CHANGES SINCE INITIAL DISCLOSURE

ITEM IX – ISSUER’S CERTIFICATIONS

1. I, Michael Chaffee, have reviewed this Quarterly Disclosure Report dated September 30, 2011 of Western Sierra Mining Corp.;

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 the disclosure statements; and

3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly presents 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: November 7, 2011

/s/ Michael Chaffee
Michael Chaffee, CEO

1. I, Dennis Atkins, have reviewed this Quarterly Disclosure Report dated September 30, 2011 of Western Sierra Mining Corp.;

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 the disclosure statements; and

3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly presents 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: November 7, 2011

/s/ Dennis Atkins
Dennis Atkins, CFO