



Western Copper Corporation

February 12, 2009

Attention: U.S. SHAREHOLDER

IMPORTANT TAX NOTICE

Re: 2008 PFIC status

This statement is provided for shareholders who are United States persons for purposes of the U.S. Internal Revenue Code. It is not relevant to other shareholders.

Because Western Copper Corporation is a Canadian corporation and more than 75% of its gross income is classified as passive income, it meets the Internal Revenue Code definition of a passive foreign investment company ("PFIC") for the taxable year ended December 31, 2008. Certain U.S. income tax consequences flow from this designation and these consequences may be mitigated by electing to treat Western Copper Corporation as a Qualified Electing Fund ("QEF").

The attached PFIC Annual Information Statement is being provided to you pursuant to the requirements of Treasury Regulation Section 1.1295-1(g) (1). The PFIC Annual Information Statement contains information to enable you or your tax advisor to prepare your tax return if you elect to treat Western Copper Corporation as a QEF.

A U.S. shareholder who makes a QEF election is required to annually include in his or her income his or her pro rata share of the ordinary earnings and net capital gains for Western Copper Corporation. The QEF election is made by completing and attaching Form 8621 to your federal income tax return filed by the due date of the return, as extended.

WE STRONGLY URGE U.S. SHAREHOLDERS TO CONSULT WITH THEIR OWN TAX ADVISORS REGARDING ANY DECISION TO MAKE (OR REFRAIN FROM MAKING) ANY ELECTION THAT MAY BE AVAILABLE TO THEM BECAUSE ANY SUCH DECISION WILL DEPEND UPON THEIR OWN PARTICULAR TAX SITUATION AND MAY HAVE SIGNIFICANT AND CONTINUING US TAX CONSEQUENCES.

THE COMPANY IS UNABLE TO GIVE ADVICE IN THIS REGARD.

Further information on PFIC rules is available on the internet at the Internal Revenue Service website.

Detailed information about PFIC and the QEF election: www.irs.gov/instructions/i8621/ch01.html

Instructions to complete Form 8621: www.irs.gov/pub/irs-pdf/i8621.pdf

Form 8621: www.irs.gov/pub/irs-pdf/f8621.pdf

PFIC Annual Information Statement

This Information Statement applies to the taxable year of Western Copper Corporation beginning January 1, 2008 and ending December 31, 2008.

ALL AMOUNTS ARE REPORTED IN CANADIAN DOLLARS

The total ordinary earnings and net capital gains of Western Copper Corporation for the taxable year specified above are:

Ordinary earnings:	NONE
Net capital gains:	NONE
Your daily pro rata share of ordinary earnings is:	NONE
Your daily pro rata share of net capital gains is:	NONE
The amount of cash and the fair market value of other property distributed or deemed distributed to you:	NONE

Western Copper Corporation will permit you to inspect and copy its permanent books of account, records, and such other documents as may be maintained by Western Copper Corporation to establish that Western Copper Corporation's ordinary earnings and net capital gain, as provided in section 1293(e) of the U.S. Internal Revenue Code, are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro rata share thereof.

Western Copper Corporation

Date: February 12, 2009

By: Julien François
Chief Financial Officer