



**Trans-Asia Oil
and Energy Development
Corporation**

22 December 2010

**MS. JANET A. ENCARNACION
HEAD, DISCLOSURE DEPARTMENT
4/F The Philippine Stock Exchange, Inc.
Philippine Stock Exchange Center
Exchange Road, Ortigas Center, Pasig City**

***Subject: Assignment of Royalty Interest
in Service Contract No. 6 Cadlao***

Dear Ms. Encarnacion:

Please be informed that in a letter dated today, the Department of Energy posed no objection to and recognized the assignment by Trans-Asia of its 1.65% overriding royalty interest in SC 6 Cadlao Production Area to Peak Royalties Limited.

Very truly yours,


Raymundo A. Reyes, Jr.
CIO/VP for Exploration

/jpc