



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

11 January 2011

**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 Geothermal
Service Contract to Affiliate***

Dear Ms. Encarnacion:

Please be informed that the Department of Energy approved the transfer of Geothermal Renewable Energy Service Contract No. 2010-02-012 dated 1 February 2010 from PetroEnergy Resources Corporation to Maibarara Geothermal, Inc. (MGI).

MGI was organized to undertake integrated development and operation of the Maibarara power project located in Sto. Tomas, Batangas.

Trans-Asia has 25% equity ownership of MGI.

Very truly yours,

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

/jpc