



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

15 October 2008

Philippine Stock Exchange

Philippine Stock Exchange Centre
Exchange Road, Pasig City

Attention: **Atty. Pete M. Malabanan**
Head, Disclosure Department

Gentlemen:

In compliance with the disclosure requirements of the Philippine Stock Exchange (PSE) on the use of proceeds from stock rights offering, please be advised that as of September 30, 2008, Trans-Asia Oil and Energy Development Corporation (TA) has used P196.9 Million out of the gross proceeds from the stock rights offering amounting to P607.8 Million.

Attached is the schedule of disbursements made from the rights offering indicating the use of proceeds as projected in the rights offering prospectus vis-à-vis actual disbursements made as of September 30, 2008. All disbursements are in accordance with the Work Program duly approved by the PSE in connection with TA's Stock Rights Offering.

Very truly yours,


Ponciano L. Dimayuga
SVP – Finance

Trans-Asia Oil & Energy Development Corporation (TA)
 Schedule of Disbursement of the Gross Proceeds from Stock Rights Offering
 As of September 30, 2008

In P Millions

Gross Proceeds

Application of Gross Proceeds

Finance CIPP Plant Expansion

Cost of power generating sets	235.1	-	-	235.1	-
Electro-mechanical, civil, installation and commissioning works	89.5	-	-	89.5	-
Rehabilitation and auxiliary works	43.9	-	-	43.9	-
Land acquisition	10.0	-	-	10.0	-
Total Cost for CIPP Plant Expansion	378.5		-		378.5

General Corporate Purposes

Repay Loan to Unionbank	32.7	32.7	-	-	-
Repay Loan to Equitable PCI bank	150.0	150.0	-	-	-
Total Repayment of Loans	182.7		182.7		-

Fund Petroleum and Mineral Exploration Projects

Area B	5.3	-	-	5.3	-
SC 51	0.7	0.6	-	0.1	-
SC 55	0.7	-	-	0.7	-
Comarines Norte	2.8	3.1	-	(0.3)	-
Kalinga	13.5	-	-	13.5	-
Other Areas	16.4	1.7	-	14.7	-
Total Cost for Petroleum and Mineral Exploration Projects	39.4		5.4		34.0

Pay Expenses in Relation to the Stock Rights Offer

PSE and SEC listing and Processing Fees	1.2	1.2	-	(0.0)	-
Documentary Stamp Tax	2.8	2.8	-	0.0	-
Professional Fees	1.9	4.1	-	(2.2)	-
Stock Transfer Agent Fee	0.5	0.2	-	0.3	-
Administrative (printing of notices, subscription agreements, stock certificates, mailing costs and miscellaneous expenses)	0.8	0.4	-	0.4	-
Total Expenses in Relation to the Stock Rights Offer	7.2		8.8		(1.6)

Total Application of Gross Proceeds

	Estimate*		Actual**		Balance	
	Detail	Total	Detail	Total	Detail	Total
Gross Proceeds		607.8		607.8		-
Application of Gross Proceeds						
<i>Finance CIPP Plant Expansion</i>						
Cost of power generating sets	235.1		-		235.1	
Electro-mechanical, civil, installation and commissioning works	89.5		-		89.5	
Rehabilitation and auxiliary works	43.9		-		43.9	
Land acquisition	10.0		-		10.0	
Total Cost for CIPP Plant Expansion		378.5		-		378.5
<i>General Corporate Purposes</i>						
Repay Loan to Unionbank	32.7		32.7		-	-
Repay Loan to Equitable PCI bank	150.0		150.0		-	-
Total Repayment of Loans		182.7		182.7		-
<i>Fund Petroleum and Mineral Exploration Projects</i>						
Area B	5.3		-		5.3	-
SC 51	0.7		0.6		0.1	-
SC 55	0.7		-		0.7	-
Comarines Norte	2.8		3.1		(0.3)	-
Kalinga	13.5		-		13.5	-
Other Areas	16.4		1.7		14.7	-
Total Cost for Petroleum and Mineral Exploration Projects		39.4		5.4		34.0
<i>Pay Expenses in Relation to the Stock Rights Offer</i>						
PSE and SEC listing and Processing Fees	1.2		1.2		(0.0)	-
Documentary Stamp Tax	2.8		2.8		0.0	-
Professional Fees	1.9		4.1		(2.2)	-
Stock Transfer Agent Fee	0.5		0.2		0.3	-
Administrative (printing of notices, subscription agreements, stock certificates, mailing costs and miscellaneous expenses)	0.8		0.4		0.4	-
Total Expenses in Relation to the Stock Rights Offer		7.2		8.8		(1.6)
Total Application of Gross Proceeds	607.8	607.8	196.9	196.9	410.9	410.9

Note:

- * Use of Proceeds as projected in the stock rights offering prospectus.
- ** Actual disbursements made by TA as of September 30, 2008

Prepared by:



Shellbeth T. Rodriguez
 Senior Accountant

Noted by:



Ponciano L. Dimayuga
 SVP-Finance