



Trans-Asia Oil
and Energy Development
Corporation

January 17, 2008

PHILIPPINE STOCK EXCHANGE, INC.
Philippine Stock Exchange Center
Exchange Road, Pasig

Attention : Mr. Pete Malabanan
Head, Disclosure Department

Gentlemen:

Please be informed that this Corporation signed today a Memorandum of Agreement (MOA) whereby it agreed to sell all of its 1,800,000 shares in Bacnotan Industrial Park Corporation (BIPC) to Phoenix Petroleum Philippines, Inc. for the total price of Php 197,653,846.16.

Another party to the said MOA is Trans-Asia Power Generation Corporation (TA Power), a company owned 50% by this Corporation which likewise agreed to sell all its 300,000 shares in BIPC to the same buyer for Php 32,942,307.69.

The shares of this Corporation and TA Power represent a 35% interest in BIPC.

Very truly yours,


JUAN J. DIAZ
Corporate Secretary