

ABENTEUER RESOURCES CORP.
FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED
MARCH 31, 2005
(UNAUDITED)

ABENTEUER RESOURCES CORP.

BALANCE SHEET AS AT MARCH 31, 2005

(UNAUDITED)

	March 31 2005	December 31 2004 (Audited)
ASSETS		
CURRENT		
Cash and term deposits	\$ 276,519	\$ 544,788
Accounts receivable	43,781	11,162
Prepaid expenses	9,996	-
Refundable deposits	<u>1,244</u>	<u>1,244</u>
	331,540	557,194
PROPERTY AND EQUIPMENT		
Property and equipment - Note 2	647,452	434,197
TOTAL ASSETS	\$ 978,992	\$ 991,391
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 26,735	\$ 15,831
LONG TERM		
Asset retirement obligation – Note 3	35,800	19,300
SHAREHOLDERS' EQUITY		
SHARE CAPITAL - Note 4	912,314	912,314
CONTRIBUTED SURPLUS	32,710	32,710
RETAINED EARNINGS (DEFICIT)	<u>(28,567)</u>	<u>11,236</u>
	916,457	956,260
TOTAL LIABILITIES AND EQUITY	\$ 978,992	\$ 991,391

On Behalf of the Board

"J. Lewis Dillman" Director

"Raymond Fong" Director

ABENTEUER RESOURCES CORP.
STATEMENT OF OPERATIONS AND RETAINED EARNINGS
FOR THE THREE MONTHS ENDED MARCH 31
(UNAUDITED)

	2005	2004
INCOME		
Oil and gas sales, net of royalties	\$ 38,345	\$ 81,585
EXPENSES		
Administration	42,518	19,886
Depletion, amortization and accretion	23,245	77,403
Oil and gas operating	12,385	20,056
Interest	-	11,116
	<u>78,148</u>	<u>128,461</u>
NET EARNINGS (LOSS) FOR THE PERIOD	(39,803)	(46,876)
RETAINED EARNINGS – Beginning of the period	11,236	128,037
Adjustment for change in accounting policy (see note 3)	-	3,200
RETAINED EARNINGS (DEFICIT) - End of the period	\$ (28,567)	\$ 84,361
Earnings (loss) per share	\$ (0.01)	\$ (0.01)

ABENTEUER RESOURCES CORP.
STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31
(UNAUDITED)

	2005	2004
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Net earnings (loss) for the year	\$ (39,803)	\$ (46,876)
Add items not affecting cash		
Depletion, amortization and accretion	<u>23,245</u>	<u>77,403</u>
	(16,558)	30,527
Net change in non-cash working capital balances related to operations	<u>(31,711)</u>	<u>(24,406)</u>
	(48,269)	6,121
FINANCING ACTIVITIES		
Increase in bank loan	-	10,000
INVESTING ACTIVITY		
Purchase of property and equipment	(220,000)	(21,209)
INCREASE (DECREASE) IN CASH	(268,269)	(5,088)
CASH – Beginning of the period	544,788	6,296
CASH - End of the period	\$ 276,519	\$ 1,208

ABENTEUR RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2005

(UNAUDITED)

NOTE 1 **SIGNIFICANT ACCOUNTING POLICIES**

The interim unaudited financial statements of Abenteur Resources Corp. (“the Company”) have been prepared by management in accordance with accounting policies generally accepted in Canada. The interim unaudited financial statements have been prepared following the same accounting policies and methods of computation as the financial statements for the fiscal year ended December 31, 2004. The interim financial statements should be read in conjunction with the financial statements and the notes thereto in the Company’s annual report for the year ended December 31, 2004.

NOTE 2 **PROPERTY AND EQUIPMENT**

		Accumulated Depletion and Amortization	March 31 2005 Net Book Value
Computer equipment	\$ 3,155	\$ 2,192	\$ 963
Petroleum & natural gas properties	<u>1,078,333</u>	<u>431,844</u>	<u>646,489</u>
	<u>\$ 1,081,488</u>	<u>\$ 434,036</u>	<u>\$ 647,452</u>
			December 31 2004 Net Book Value
Computer equipment	\$ 3,155	\$ 2,192	\$ 963
Petroleum & natural gas properties	<u>842,278</u>	<u>409,044</u>	<u>433,234</u>
	<u>\$ 845,433</u>	<u>\$ 411,236</u>	<u>\$ 434,197</u>

At March 31, 2005, petroleum and natural gas properties included \$nil (2004 - \$nil) relating to unproved properties which have been excluded from the depletion calculation.

No general and administrative costs were capitalized during the quarter (2004 – \$nil).

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2005

(UNAUDITED)

NOTE 3 **ASSET RETIREMENT OBLIGATION**

The Company retroactively adopted the new recommendations on the recognition of the obligations to retire long-lived tangible assets. The change was effective January 1, 2004 and the revision was applied retroactively. The impact on January 1, 2004 was as follows:

	<u>As reported</u>	<u>Change</u>	<u>As restated</u>
Assets			
Capital assets net of depletion	\$ 1,654,615	\$ 22,100	\$ 1,676,715
Liabilities			
Asset retirement obligation	3,200	18,900	22,100
Retained earnings	128,037	3,200	131,237

Changes to the asset retirement obligation for the three months ended March 31, 2005 and 2004 are as follows:

	<u>2005</u>	<u>2004</u>
Asset retirement obligation at the beginning of the period	\$ 19,300	\$ 22,100
Liabilities incurred during the period	16,055	-
Accretion	<u>445</u>	<u>300</u>
Asset retirement obligation at end of the period	\$ 35,800	\$ 22,400

NOTE 4 **SHARE CAPITAL**

Authorized:

Unlimited number of voting common shares without nominal or par value
 Unlimited number of preferred shares without nominal or par value

Issued:

As at December 31, 2004 and March 31, 2005	<u>6,040,000</u>	<u>\$ 912,314</u>
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Contributed Surplus

As at December 31, 2004 and March 31, 2005	<u>\$ 32,710</u>
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Per share amounts were calculated using the weighted average number of common shares outstanding of 6,040,000. The stock options were not included in the diluted earnings per share calculation because to do so would be anti-dilutive.

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

FOR THE THREE MONTHS ENDED MARCH 31, 2005

(UNAUDITED)

NOTE 4 **SHARE CAPITAL – CONTINUED**

Stock Options

The Company has a Directors' and Management Stock Option Plan (the "Plan") that allows the Company's board of directors to grant options as an additional incentive for directors, officers, employees and consultants to invest in the Company's common shares and thereby increase their equity and proprietary interest in the Company. All of the options which have been issued to date by the Corporation have been issued according to the Plan.

Under the Plan, options may be granted to purchase the Company's common shares up to the maximum number of shares permitted under the rules of the DDNX (currently 10% of the total outstanding common shares, with a maximum number of common shares optioned to any one optionee of no more than 5% of the total outstanding common shares). The exercise price of such options on the date of the grant cannot be less than the market price of the common shares on the CDNX less the permissible discount allowed by that exchange.

Stock option activity with respect to the Company's stock option plan is as follows:

	<u>Number of Shares</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
Balance December 31, 2004 and March 31, 2005	570,000	\$ 0.15	December 2006

Warrants

On July 9, 2003 the Company issued 700,000 units at \$0.50 per unit for gross proceeds of \$350,000. Each unit is comprised of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one common share at a price of \$0.75. The warrants expire on July 9, 2005.

As at March 31, 2005 there were nil common shares held in escrow.

NOTE 5 **RELATED PARTY TRANSACTIONS**

During the period, the Company paid management fees of \$7,500 (2004 - \$7,500) to a director of the Company (2004 – to a company controlled by a director of the Company).