

ABENTEUER RESOURCES CORP.  
FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED  
MARCH 31, 2006  
(UNAUDITED)

These interim financial statements have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

ABENTEUER RESOURCES CORP.

BALANCE SHEET AS AT MARCH 31, 2006

(UNAUDITED)

	March 31 2006	December 31 2005 (Audited)
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash and term deposits	\$ 436,409	\$ 18,526
Accounts receivable	65,521	69,122
Prepaid expenses	<u>10,000</u>	<u>-</u>
	511,930	87,648
<b>PROPERTY AND EQUIPMENT</b>		
Property and equipment - Note 2	2,068,919	1,214,445
<b>TOTAL ASSETS</b>	<b>\$ 2,580,849</b>	<b>\$ 1,302,093</b>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 729,803	\$ 225,484
<b>LONG TERM</b>		
Asset retirement obligation – Note 3	79,253	76,440
<b>SHAREHOLDERS' EQUITY</b>		
SHARE CAPITAL - Note 4	2,022,068	1,172,389
WARRANTS – Note 4	63,300	19,500
CONTRIBUTED SURPLUS	32,710	32,710
RETAINED EARNINGS (DEFICIT)	<u>(346,285)</u>	<u>(224,430)</u>
	1,771,793	1,000,169
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 2,580,849</b>	<b>\$ 1,302,093</b>

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)

	2006	2005
<b>INCOME</b>		
Oil and gas sales, net of royalties	\$ 78,724	\$ 38,345
<b>EXPENSES</b>		
Administration	83,536	42,518
Depletion, amortization and accretion	86,113	23,245
Oil and gas operating	<u>30,930</u>	<u>12,385</u>
	200,579	78,148
<b>NET EARNINGS (LOSS) FOR THE PERIOD</b>	<b>(121,855)</b>	<b>(39,803)</b>
RETAINED EARNINGS – Beginning of the period	(224,430)	11,236
Adjustment for change in accounting policy (see note 3)	-	3,200
<b>RETAINED EARNINGS (DEFICIT) - End of the period</b>	<b>\$ (346,285)</b>	<b>\$ 28,567</b>
Earnings (loss) per share	\$ (0.01)	\$ (0.01)

ABENTEUER RESOURCES CORP.

STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31

(UNAUDITED)

	2006	2005
<b>CASH PROVIDED BY (USED IN)</b>		
<b>OPERATING ACTIVITIES</b>		
Net earnings (loss) for the period	\$ (121,855)	\$ (235,666)
Add items not affecting cash		
Loss (gain) sale of assets	-	1,617
Depletion, amortization and accretion	<u>86,113</u>	<u>221,690</u>
	(35,742)	(12,359)
Net change in non-cash working capital balances related to operations	<u>497,919</u>	<u>152,937</u>
	462,177	140,578
<b>FINANCING ACTIVITIES</b>		
Issuance of share capital – <i>net of costs</i>	909,864	279,575
<b>INVESTING ACTIVITY</b>		
Purchase of property and equipment	(954,158)	(967,685)
Sale of assets	<u>-</u>	<u>21,000</u>
	(954,158)	(946,685)
<b>INCREASE (DECREASE) IN CASH</b>	417,883	(526,532)
CASH – Beginning of the period	18,526	544,788
<b>CASH - End of the period</b>	<b>\$ 436,409</b>	<b>\$ 18,256</b>

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2006

(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, 2005. 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, 2005.

NOTE 2 **PROPERTY AND EQUIPMENT**

		Accumulated Depletion and Amortization	March 31 2006 Net Book Value
	<u>Cost</u>		
Computer equipment	\$ 8,249	\$ 1,237	\$ 7,012
Petroleum & natural gas properties	<u>2,770,851</u>	<u>708,944</u>	<u>2,061,907</u>
	<u>\$ 2,779,100</u>	<u>\$ 710,181</u>	<u>\$ 2,068,919</u>
			December 31 2005 Net Book Value
	<u>Cost</u>	<u>Amortization</u>	
Computer equipment	\$ 8,249	\$ 1,237	\$ 7,012
Petroleum & natural gas properties	<u>1,833,077</u>	<u>625,644</u>	<u>1,207,433</u>
	<u>\$ 1,841,326</u>	<u>\$ 626,881</u>	<u>\$ 1,214,445</u>

At March 31, 2006, petroleum and natural gas properties included \$nil (2005 - \$nil) relating to unproved properties which have been excluded from the depletion calculation.

No general and administrative costs were capitalized during the quarter (2005 – \$nil).

NOTE 3 **ASSET RETIREMENT OBLIGATION**

Changes to the asset retirement obligation for the three months ended March 31, 2006 are as follows:

	<u>2006</u>
Asset retirement obligation at the beginning of the period	\$76,440
Accretion	<u>2,813</u>
Asset retirement obligation at end of the period	\$79,253

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2006

(UNAUDITED)

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, 2005	7,306,600	\$ 1,172,389
Units issued for cash	1,317,333	351,400
Flow through shares issued for cash	1,968,333	590,500
Common shares issued for cash	20,000	6,000
Share issue costs	-	(98,221)
As at March 31, 2006	<u>10,612,266</u>	<u>\$ 2,022,068</u>

Share purchase warrants

As at December 31, 2005	1,190,000	\$ 19,500
Issued in the period	<u>1,317,333</u>	<u>43,800</u>
As at March 31, 2006	<u>2,507,333</u>	<u>\$ 63,300</u>

Contributed Surplus

As at December 31, 2005 and March 31, 2006	<u>\$ 32,710</u>
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Per share amounts were calculated using the weighted average number of common shares outstanding of 8,959,433. The stock options were not included in the diluted earnings per share calculation because to do so would be anti-dilutive.

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.

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

FOR THE THREE MONTHS ENDED MARCH 31, 2006

(UNAUDITED)

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NOTE 4 **SHARE CAPITAL – CONTINUED**

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, 2005 and March 31, 2006	570,000	\$ 0.15	December 2006

Share purchase warrants

In August and September 2005 the Company issued 1,190,000 units at \$0.25 per share for gross proceeds of \$297,500. 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 \$ 0.40. The warrants expire in August and September 2006.

In February and March 2006 the Company completed a private placement of 3,305,666 shares for gross proceeds of \$991,699 of which 1,337,333 were units consisting of one common share and one warrant exercisable at \$0.40 per share until March 9, 2007 and 1,968,333 were flow-through shares.

Subsequent to March 31, 2006 the Company learned that that one of the subscribers for flow-through shares did not qualify and so was issued common shares with no warrants attached.

The 3,305,666 flow-through shares and units issued in March 2006 are subject to a trading hold until July 9, 2006.

NOTE 5 **RELATED PARTY TRANSACTIONS**

During the period, the Company paid management fees of \$15,000 (2005 - \$7,500) to a director of the Company.