

ABENTEUER RESOURCES CORP.
INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 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**INTERIM BALANCE SHEET**

(UNAUDITED)

Statement 1

	September 30 2006	December 31 2005 (Audited)
ASSETS		
Current Assets		
Cash and term deposits	\$ 180,227	\$ 18,526
Accounts receivable	102,512	69,122
	282,739	87,648
Property and Equipment		
Property and equipment - <i>Note 2</i>	1,499,574	1,214,445
TOTAL ASSETS	\$1,782,313	\$ 1,302,093
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	\$98,959	\$ 225,484
Long Term Liabilities		
Asset retirement obligation - <i>Note 3</i>	81,910	76,440
SHAREHOLDERS' EQUITY		
Share Capital - <i>Note 4</i>	2,090,049	1,172,389
Warrants	47,303	19,500
Contributed Surplus	36,030	32,710
Deficit	(571,938)	(224,430)
	1,601,444	1,000,169
TOTAL LIABILITIES AND EQUITY	\$1,782,313	\$ 1,302,093

On behalf of the Board*"J. Lewis Dillman* Director*"Jamie Lewin"* Director

The accompanying notes are an integral part of these interim financial statements

ABENTEUER RESOURCES CORP.

INTERIM STATEMENT OF RETAINED EARNINGS (DEFICIT)

(UNAUDITED)

Statement 2

	Three months ended		Nine Months ended	
	Sept. 30	Sept. 30	Sept. 30	Sept. 30
	2006	2005	2006	2005
Balance – beginning of the period	\$ (501,322)	\$ (213,083)	\$ (224,430)	\$ 11,236
Net earnings (loss) for the period	(70,616)	(27,434)	(347,508)	(251,753)
Balance – end of the period	\$ (571,938)	\$ (240,517)	\$ (571,938)	\$ (240,517)

The accompanying notes are an integral part of these interim financial statements

ABENTEUER RESOURCES CORP.**INTERIM STATEMENT OF OPERATIONS**

(UNAUDITED)

Statement 3

	Three months ended		Nine Months ended	
	Sept. 30 2006	Sept. 30 2005	Sept. 30 2006	Sept. 30 2005
Income				
Oil and gas sales, net of royalties	\$174,086	\$ 117,468	\$428,489	\$ 237,239
Expenses				
Administration expenses – <i>Note 6</i>	49,463	72,972	223,789	242,610
Depletion, amortization and accretion	170,607	59,204	413,720	199,145
Oil and gas operating costs	24,632	12,726	138,488	47,237
	<u>244,701</u>	<u>144,902</u>	<u>775,996</u>	<u>488,992</u>
Net (loss) for the period	\$ (70,616)	\$ (27,434)	\$ (347,508)	\$ (251,753)
Net (loss) per share	\$ (0.01)	\$ (0.00)	\$ (0.03)	\$ (0.04)

The accompanying notes are an integral part of these interim financial statements

ABENTEUER RESOURCES CORP.

INTERIM STATEMENT OF CASH FLOWS

(UNAUDITED)

Statement 4

	Three months ended		Nine Months ended	
	Sept. 30 2006	Sept. 30 2005	Sept. 30 2006	Sept. 30 2005
CASH PROVIDED BY (USED IN)				
Operating Activities				
Net earnings (loss) for the period - <i>Statement 3</i>	\$(70,616)	\$ (27,434)	\$(347,508)	\$ (251,753)
Add items not requiring cash payment				
Depletion, amortization and accretion	170,607	59,204	413,720	199,145
	99,991	31,770	66,212	(52,608)
Changes in non-cash working capital relating to operations	(462,752)	(28,144)	(159,914)	(34,500)
	(362,761)	3,626	(93,700)	(87,108)
Financing Activities				
Issuance of share capital - <i>net of costs</i>	15,000	279,575	930,064	279,575
	15,000	279,575	930,064	279,575
Investing Activity				
Property and equipment-net of disposals	227,017	(259,633)	(674,663)	(559,083)
Increase (decrease) in cash	(120,744)	23,568	161,701	(366,616)
Cash – beginning of period	300,971	154,604	18,526	544,788
Cash – end of the period	\$180,227	\$ 178,172	\$180,227	\$ 178,172

The accompanying notes are an integral part of these interim financial statements

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2006

(UNAUDITED)

NOTE 1 **SIGNIFICANT ACCOUNTING POLICIES**

The interim unaudited financial statements of Abenteuer 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 <u>Amortization</u>	September 30 2006 Net Book Value
Computer equipment	\$ 10,504	\$ 1,857	\$ 8,647
Petroleum & natural gas properties	<u>2,513,211</u>	<u>1,022,284</u>	<u>1,490,927</u>
	<u>\$ 2,523,715</u>	<u>\$ 1,024,141</u>	<u>\$ 1,499,574</u>

		Accumulated Depletion and <u>Amortization</u>	December 31 2005 Net Book Value
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 Sept. 30, 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 nine months ended September 30, 2006 are as follows:

Balance at the beginning of the period	\$ 76,440
Accretion	2,813
Liabilities disposed of	(16,026)
Liabilities incurred	<u>18,683</u>
Balance at the end of the period	\$ 81,910

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 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
Shares issued for cash Q1	20,000	6,000
Options exercised cash Q3	100,000	15,000
Options exercised Contributed Surplus Q3		5,200
Warrants exercised Q2	20,000	8,665
Warrants expired during 3 rd Quarter		18,835
Share issue costs	-	(77,940)
As at September 30, 2006	<u>10,732,266</u>	<u>\$ 2,090,049</u>

Share purchase warrants

As at December 31, 2005	1,190,000	\$ 19,500
Exercised during the 1 st Quarter	(20,000)	(665)
Issued in the 1 st Quarter as units	1,317,333	43,800
Issued to brokers in the 1 st Quarter	105,387	3,503
Expired during 3 rd Quarter	<u>(1,170,000)</u>	<u>(18,835)</u>
As at September 30, 2006	<u>1,422,720</u>	<u>\$ 47,303</u>

Contributed Surplus

As at December 31, 2005	\$ 32,710
Options issued during the period	8,520
Options exercised	<u>(5,200)</u>
As at September 30, 2006	<u>\$ 36,030</u>

Per share amounts were calculated using the weighted average number of common shares outstanding of 10,732,266. 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.

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2006

(UNAUDITED)

NOTE 4 **SHARE CAPITAL (Continued)**

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, 2005	570,000	\$ 0.15	December 2006
Exercised in the period	(100,000)	0.15	December 2006
Granted in the period	<u>100,000</u>	0.30	August 2008
Balance September 30, 2006	570,000	\$ 0.18	

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 expired 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 were subject to a trading hold until July 9, 2006.

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2006

(UNAUDITED)

Note 5 **STOCK BASED COMPENSATION**

The Company has used the fair value method to determine a fair value for all stock options granted after 2003, in order to determine the stock option compensation expense. The Company recorded \$8,520 of compensation expense in the statement of earnings in relation to the 100,000 options issued on August 01, 2006. This amount was included in the general and administrative expenses, with a corresponding increase to contributed surplus on the balance sheet.

The fair value of each option granted (\$0.0852) is estimated on the date of grant using a Black-Scholes options pricing model with the following weighted average assumptions:

Fair value of options granted	\$ 0.0852
Risk-free interest rate	4.13%
Expected life	24 months
Expected volatility	43.9%
Expected dividend yield	nil

NOTE 6 **ADMINISTRATION EXPENSES**

Administration expenses consisted of the following:

	3 Months ending Sept. 30	9 Months ending Sept. 30
Travel expense	2,444	25,282
Management fees	10,000	40,000
Professional fees	10,738	73,333
Business promotion	500	10,329
Listing and filing fees	1,907	9,274
Office rent	4,500	13,500
Office expenses	11,328	29,813
Shareholder reporting	8,046	22,258
	\$49,463	\$223,789

NOTE 7 **RELATED PARTY TRANSACTIONS**

Included in administration expenses for the nine months ended September 30, 2006 is \$40,000 (2005 - \$34,000) in management fees paid to a director of the Company and \$50,756 (2005 -\$17,270) paid to an officer of the Company for legal services, as well as \$3,500 (2005 - \$ 0) paid to an officer of the Company for accounting services.