

ABENTEUER RESOURCES CORP.
FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED
SEPTEMBER 30, 2008
(UNAUDITED)

NOTICE OF NO AUDITOR REVIEW OF
INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, part 4, subsection 4.3(3), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim financial statements of the Company 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.

ABENTEUER RESOURCES CORP.

BALANCE SHEETS AS AT SEPTEMBER 30, 2008
(UNAUDITED)

	Sept 30, 2008	December 31, 2007 Audited
ASSETS		
CURRENT		
Cash and cash equivalents - Note 4	\$ 486,410	\$ 207,247
Accounts receivable	151,651	75,590
Short-term deposits	500,000	450,000
Prepaid expenses	<u>-</u>	<u>-</u>
	1,138,061	732,837
PROPERTY AND EQUIPMENT - Note 3	1,214,951	1,343,472
TOTAL ASSETS	\$ 2,353,012	\$ 2,076,309
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 7,628	\$ 40,602
Future income tax liability - Note 8	<u>27,676</u>	<u>27,676</u>
	35,304	68,278
ASSET RETIREMENT OBLIGATIONS – Note 5	78,795	75,043
	114,099	143,321
SHAREHOLDERS' EQUITY		
SHARE CAPITAL - Note 6	1,829,230	1,829,228
CONTRIBUTED SURPLUS - Note 6	210,709	210,709
RETAINED EARNINGS (DEFICIT)	<u>198,974</u>	<u>(106,949)</u>
	2,238,913	1,932,988
TOTAL LIABILITIES AND EQUITY	\$ 2,353,012	\$ 2,076,309

Approved by:

“Lewis Dillman”, Director

“Jamie Lewin”, Director

ABENTEUER RESOURCES CORP.

INTERIM STATEMENTS OF INCOME, COMPREHENSIVE INCOME, AND RETAINED
EARNINGS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

	Three months ended		Nine Months ended	
	Sept 30, 2008	Sept 30, 2007	Sept 30, 2008	Sept 30, 2007
REVENUE				
Petroleum and natural gas sales (net of royalties)	\$198,597	\$128,234	\$640,320	\$396,960
Interest income	1,391	854	21,883	4,688
	<u>199,988</u>	<u>129,088</u>	<u>662,203</u>	<u>401,648</u>
EXPENSES				
Operating – <i>Note 5</i>	27,741	35,732	103,221	91,064
Depletion, accretion and amortization	45,724	38,720	139,042	124,566
General and administrative	33,234	35,106	114,017	105,560
	<u>106,699</u>	<u>109,558</u>	<u>356,280</u>	<u>321,190</u>
NET EARNINGS FOR THE PERIOD BEFORE INCOME TAXES	93,289	19,530	305,923	80,458
Future income tax recovery	--	--	--	182,600
NET INCOME AND COMPREHENSIVE INCOME FOR THE PERIOD	93,289	19,530	305,923	263,059
RETAINED EARNINGS (DEFICIT) - Start of the period	105,685	(6,249)	(106,949)	(249,778)
RETAINED EARNINGS – End of the period	\$198,974	\$13,281	\$198,974	\$13,281
Earnings per share (basic and diluted)	\$ 0.01	\$ 0.00	\$ 0.03	\$ 0.02
Weighted Average Number of Common Shares Outstanding	10,733,266		10,733,266	

ABENTEUER RESOURCES CORP.

INTERIM STATEMENTS OF CASH FLOWS

FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

	Three months ended		Nine Months ended	
	Sept 30, 2008	Sept 30, 2007	Sept 30, 2008	Sept 30, 2007
CASH PROVIDED BY (USED IN)				
OPERATING ACTIVITIES				
Net income and comprehensive income for the period	\$93,289	\$19,530	\$305,923	\$263,059
Add items not requiring cash payment:				
Depletion, accretion and amortization	45,725	38,720	139,042	124,566
Stock based compensation	---	---	---	---
Future income tax recovery	---	---		(182,600)
	139,014	58,249	444,965	205,025
Net Changes in non-cash working capital relating to operations	21,244	108,810	(109,496)	7,695
	160,258	167,059	335,469	212,718
INVESTING ACTIVITIES				
Purchase of short term deposits	---	(450,000)	(50,000)	(450,000)
Purchase of property and equipment	---	---	(6,306)	---
Proceeds on disposal of property and equipment	---	---	---	---
	---	(450,000)	(56,306)	(450,000)
CHANGE IN CASH AND CASH EQUIVALENTS				
	160,258	(282,941)	279,163	(237,282)
CASH AND CASH EQUIVALENTS – Beginning of period	326,152	490,188	207,247	444,529
CASH AND CASH EQUIVALENTS – End of period	\$486,410	\$ 207,247	\$486,410	\$ 207,247

ABENTEUER RESOURCES CORP.

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

NOTE 1 **NATURE OF OPERATIONS**

The Company is engaged primarily in the exploration for, and the production of, petroleum and natural gas reserves in a single cost centre being the Western Canadian Sedimentary basin.

NOTE 2 **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, 2007, except as described below in Recent Accounting Pronouncements. The interim financial statements should be read in conjunction with the financial statements and notes thereto in the Company’s annual report for the year ended December 31, 2007.

RECENT ACCOUNTING PRONOUNCEMENTS

a) Change in accounting policies

Effective January 1, 2008 the Company adopted the following new accounting standards issued by the Canadian Institute of Chartered Accountants (CICA):

- Capital disclosures

CICA Section 1535, “Capital Disclosures”, establishes guidelines for the disclosure of information on an entity’s capital and how it is managed. This enhanced disclosure enables users to evaluate the entity’s objectives, policies and processes for managing capital. This new requirement is for disclosure purposes only and upon adoption did not impact the financial results of the Company.

- Financial instruments – disclosure and presentation

CICA section 3862, “Financial Instruments – Disclosure” and Section 3863, “Financial Instruments – Presentation”, replace the existing Section 3861, “Financial Instruments – Disclosure and Presentation”. Section 3862 requires enhanced disclosure on the nature and extent of financial instrument risks and how an entity manages those risks. Section 3863 carries forward the existing presentation requirement and provides additional guidance for the classification of financial instruments. This new requirement is for disclosure purposes only and upon adoption did not impact the financial results of the Company.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

NOTE 2 **SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

b) Future accounting pronouncements

International Financial Reporting Standards

In 2006, the Canadian Accounting Standards Board (“AcSB”) announced its decision to replace Canadian GAAP with IFRS for all Canadian Publicly Accountable Enterprises (PAE). On February 13, 2008 the AcSB confirmed January 1, 2011 as the official changeover date for PAE’s to commence reporting under IFRS. The transition date of January 1, 2011 will require the restatement for comparative purposes of amounts reported by the Company for the year ended December 31, 2010.

The Company is currently assessing the impact of these new accounting standards on its financial statements. Management has started discussing IFRS, its effect on the Company and an implementation plan. For more on this, please consult the MD&A accompanying these interim financial statements.

NOTE 3 **PROPERTY AND EQUIPMENT**

	<u>Cost</u>	<u>Accumulated Amortization and Depletion</u>	Sept. 30, 2008 Net Book Value
Computer equipment	\$ 10,504	\$ 6,788	\$ 3,716
Petroleum & natural gas properties	<u>2,368,775</u>	<u>1,157,540</u>	<u>1,211,235</u>
	<u>\$ 2,379,279</u>	<u>\$ 1,164,328</u>	<u>\$ 1,214,951</u>
			December 31 2007 Net Book Value
Computer equipment	\$ 10,504	\$ 5,213	\$ 5,291
Petroleum & natural gas properties	<u>2,362,007</u>	<u>1,023,826</u>	<u>1,338,181</u>
	<u>\$ 2,372,511</u>	<u>\$ 1,029,039</u>	<u>\$ 1,343,472</u>

The Company’s reserves are estimated and assessed by a qualified, independent petroleum engineer.

At December 31, 2007, petroleum and natural gas properties included \$nil (2006 - \$nil) relating to unproved properties which have been excluded from the depletion calculation. No general and administrative costs were capitalized during the quarter (2007 - \$nil). The Company applied the ceiling test to its capitalized assets at December 31, 2007 and determined that no writedown of capitalized costs was required (2006 - \$nil). No test has been performed since year end 2007.

ABENTEUER RESOURCES CORP.

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
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The following table outlines the benchmark prices used in the impairment test at December 31, 2007:

<u>Year</u>	<u>Oil Price</u>
2008	\$ 82.70
2009	77.70
2010	75.70
2011	77.97
2012	80.31

Prices were escalated at 3% per annum to 2014 and then escalating at 1.5% thereafter.

NOTE 4 SHORT TERM INVESTMENTS

As of December 31, 2007 the Company had \$450,000 invested in a variable rate GIC, based on a prime of 2.35%, with a maturity date of April 11, 2008. At September 30, 2008 the amount invested in a variable rate GIC was \$500,000, based on prime of 2.25%, with a maturity date of June 1, 2009.

NOTE 5 ASSET RETIREMENT OBLIGATIONS

The asset retirement obligations outstanding at September 30, 2008 are as follows:

<u>2008</u>	
Asset retirement obligations - beginning of the period	\$ 75,043
Net decrease in liabilities during the period	-
Accretion expense	<u>3,752</u>
Asset retirement obligations - end of the period	<u>\$ 78,795</u>

In addition to the liability, which is indicated in the above table, the Company also has a reclamation bond having a value of \$20,000 that is held by the Saskatchewan Industry and Resources. This is included in the value of the property and equipment. Interest is paid at 2.45% on the reclamation bond.

The Company has calculated the fair value of the asset retirement obligation using a discount rate of 5% and an inflation rate of 1.5%. The estimated total future undiscounted cash flows to settle the asset retirement obligations are \$203,476 (2007 - \$118,415) and are expected to be incurred over a period of approximately 6 to 13 years.

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

NOTE 6 **SHARE CAPITAL**

Authorized share capital:

Unlimited number of voting common shares without nominal or par value

Unlimited number of preferred shares without nominal or par value

Issued share capital - common shares:

	<u>Number of shares</u>	<u>Value</u>
Balance December 31, 2006	10,733,266	\$ 2,039,505
Future income taxes on renouncement of tax benefits of flow-through shares (Note 7)	<u>-</u>	<u>(210,277)</u>
Balance December 31, 2007 and September 30, 2008	<u>10,733,266</u>	<u>\$ 1,829,228</u>

Warrants:

Balance December 31, 2006	1,422,720	\$ 79,012
Warrants expired (i)	<u>(1,422,720)</u>	<u>(79,012)</u>
Balance December 31, 2007 and September 30, 2008	<u>-</u>	<u>\$ -</u>

Contributed surplus

Balance December 31, 2006	54,865
Stock-based compensation (Note 6)	76,832
Warrants expired	<u>79,012</u>
Balance December 31, 2007 and September 30, 2008	<u>\$ 210,709</u>

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

NOTE 6 **SHARE CAPITAL - continued**

i) 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 Company 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 TSX Venture Exchange (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 TSX Venture Exchange less the permissible discount allowed by the 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, 2006	100,000	\$ 0.30	August 2008
Options canceled	(100,000)	\$ 0.30	August 2008
Options granted	<u>1,000,000</u>	<u>\$ 0.20</u>	November 2010
Balance December 31, 2007	<u>1,000,000</u>	<u>\$ 0.20</u>	

The average weighted life for the outstanding stock options at December 31, 2007 was 36 months. No options have been issued, exercised or canceled during the nine months ended September 30, 2008

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

NOTE 7 **STOCK BASED COMPENSATION**

The Company has used the Black-Scholes option pricing model to determine a fair value for stock options in order to determine the stock option compensation expense. The Company recorded \$76,832 of compensation expense in the statement of operations, comprehensive income (loss) and deficit in relation to the 1,000,000 options issued on November 27, 2007, with a corresponding increase to contributed surplus on the balance sheet.

The fair value of each option granted was estimated using the following assumptions:

Risk-free interest rate (4.19%)
Expected life (3 years)
Expected volatility (79%)
Expected dividend yield (0.00%)

NOTE 8 **INCOME TAXES**

The Company has non-capital loss carry-forwards for income tax purposes of approximately \$46,394, which will expire between 2009 and 2015.

Future income tax assets are not recorded for the above tax loss carry-forwards due to complete uncertainty of their recovery. The tax losses may be subject to audit and adjustment by tax authorities as well as other regulations. Significant components of the Company's future income tax assets and liabilities, after applying enacted corporate income tax rates are as follows:

	<u>2007</u>	<u>2006</u>
Loss before income taxes	\$ (39,771)	\$ (25,348)
Canadian federal and provincial income tax rates	<u>35.16%</u>	<u>37.62%</u>
Income tax recovery based on the above rates	(14,162)	(9,536)
Increase (decrease) due to:		
Non-deductible items and other	41,839	(996)
Future income tax assets not previously recognized	-	10,532
Future income tax on issuance of flow-through shares	<u>(210,277)</u>	<u>-</u>
Future income tax recovery	<u>\$ (182,600)</u>	<u>\$ -</u>

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

NOTE 8 **INCOME TAXES - continued**

The components of future income taxes are as follows:

	<u>2007</u>	<u>2006</u>
<i>Future income tax assets</i>		
Property and equipment	\$ -	\$ 137,116
Share issue costs	20,304	32,446
Asset retirement obligation	<u>24,014</u>	<u>25,450</u>
Total future tax assets	44,318	195,012
Valuation allowance	<u>-</u>	<u>(195,012)</u>
Net future income tax asset	<u>44,318</u>	<u>-</u>
<i>Future income tax liabilities</i>		
Property and equipment	<u>71,994</u>	<u>-</u>
Future income tax liabilities	<u>71,318</u>	<u>-</u>
Future income tax liability	<u>\$ 27,676</u>	<u>\$ -</u>

NOTE 9 **RELATED PARTY TRANSACTIONS**

During the nine month period ended September 30, the Company:

- a) paid management fees of \$22,500 (2007 - \$22,500) to a company controlled by an officer and director of the Company;
- b) paid \$12,881 (2007 - \$13,174) to a proprietorship controlled by an officer and director of the Company for accounting services;
- c) paid \$7,000 (2007 - \$3,000) to a director of the Company for management consulting; and
- d) paid \$1,344 (2007 - \$13,174) to an officer of the Company for legal fees.

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

ABENTEUER RESOURCES CORP.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2008
(UNAUDITED)

NOTE 10 **CONTINGENCY**

The Company is subject to various regulatory and statutory requirements relating to the protection of the environment. These requirements, in addition to contractual agreements and management decisions, result in the accrual of estimated asset retirement obligations. Any changes in these estimates will affect future earnings.

Costs attributable to these commitments and contingencies are expected to be incurred over an extended period of time and are to be funded mainly from the Company's cash provided by operating activities. Although the ultimate impact of these matters on net earnings or loss cannot be determined at this time, it could be material for any one quarter or year.

The Company has third-party insurance coverage for the oil and gas wells in which it has an interest.

NOTE 11 **SUBSEQUENT EVENTS**

Effective November 1, 2008 the options held by a Director, who resigned on August 1, 2008, were canceled.
