

Registered in England and Wales under no 3518803

Endeavour North Sea Limited

Unaudited financial statements

For the year ended 31 December 2011



Endeavour North Sea Limited

Unaudited Balance sheet

at 31 December 2011

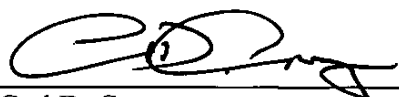
	Notes	2011 US\$000	2010 US\$000
Current assets			
Debtors			
intercompany amounts falling due within one year		-	-
Net current assets		-	-
Total assets less current liabilities		-	-
Net assets		-	-
Capital and reserves			
Called up share capital	3	-	-
Profit and loss account	4	-	-
Shareholders' funds – equity		-	-

For the year ending 31 December 2011, the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies

Director's responsibilities

- The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476,
- The director acknowledges his responsibility for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These financial statements were approved by the Board of Directors on 24 September 2012 and were signed on its behalf by



Carl D Grenz
Director

Endeavour North Sea Limited

Notes to the unaudited financial statements at 31 December 2011

(continued)

1 Accounting Policies

The financial statements have been prepared on a break-up basis reflecting the cessation of trade. As there are no assets or liabilities held by the company at the balance sheet date no adjustments have been required in the financial statements to reflect the basis of preparation.

The Company is exempt from the requirement to prepare a cash flow statement under FRS 1 as 90% or more of its voting rights are controlled within the Endeavour International Corporation group whose consolidated financial statements are publicly available.

The Company has taken advantage of the exemption conferred by Financial Reporting Standard 8 "Related Party Transactions", paragraph 3(c) and not disclosed transactions with fellow 100% owned members of the group.

Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction or at the contracted rate if the transaction is covered by a forward currency contract. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. The exchange rate at 31 December 2011 was \$1.54 to £1.00.

2 Operating profit before tax

	2011 US\$000	2010 US\$000
Auditors' remuneration		
Audit of statutory accounts	-	20

The auditors' remuneration for 2010 was paid by the Company's immediate parent company, Endeavour Energy UK Limited.

3 Called up share capital

	2011 Number	2010 Number
<i>Authorised</i>		
Ordinary shares of £0.0000000227 each	100,000,000	100,000,000
	2011 US\$000	2010 US\$000
<i>Allotted and fully paid</i>		
44,250,002 ordinary shares of £0.0000000227 each	-	-

At the shareholders' meeting on 24 September 2010, the shareholders approved a revision to the

Endeavour North Sea Limited

Notes to the unaudited financial statements at 31 December 2011

(continued)

Company's authorised share capital from £100,000,000 divided into 100,000,000 ordinary shares with a par value of £1 each to £1 00 divided into 100,000,000 ordinary shares with a par value of £0 0000000227 each. The issued share capital of the Company remained the same with Endeavour Energy UK Limited (EEUK) remaining the sole shareholder of the Company holding 44,250,002 ordinary shares

4 Reconciliation of total shareholders' funds and movement on reserves

	Share capital US\$000	Profit and loss account US\$000	Total Shareholders' Funds US\$000
At 1 January 2010	73,514	(51,928)	21,586
Share capital reduction	(73,514)	73,514	-
Dividend paid	-	(21,586)	(21,586)
At 31 December 2010	-	-	-
At 31 December 2011	-	-	-

In 2009, the Company proposed a dividend of US\$21,586,000. The dividend was approved by the shareholders on 24 September 2010. The dividend was paid on 30 September 2010 and was accounted for as an appropriation of retained earnings in the year ended 31 December 2010.

5 Ultimate parent undertaking

The Company's immediate parent undertaking is Endeavour Energy UK Limited, a company registered in England and Wales. The Company's ultimate parent undertaking is Endeavour International Corporation, an independent United States public company.

The parent undertaking of the smallest group of which the Company is a member and for which group financial statements are prepared is Endeavour Energy UK Limited. The largest group in which the results of the company are consolidated is that headed by Endeavour International Corporation. The consolidated financial statements of Endeavour International Corporation are available to the public and may be obtained from Endeavour International Corporation, 811 Main Street, Suite 2100, Houston, TX USA 77002.