Three and nine months ended September 30, 2015 and 2014

(Expressed in Thousands of United States Dollars)

(Unaudited)

ENDEAVOUR MINING CORPORATION
Condensed Interim Consolidated Statements of Financial Position
(Expressed in Thousands of United States Dollars)
(Unaudited)

	September 30, 2015	December 31, 2014
ASSETS		
Current		
Cash	31,795	62,179
Cash - restricted	5,755	4,517
Trade and other receivables	13,320	21,530
Inventories (Note 3)	91,602	86,212
Prepaid expenses and other	14,339	15,113
	156,811	189,551
Mining interests (Note 4)	709,171	698,031
Deferred income taxes	70,957	68,121
Other long term assets (Note 5)	9,100	8,172
	$ 946,039	$ 963,875
LIABILITIES		
Current		
Trade and other payables	108,881	127,905
Current portion of finance lease obligations (Note 6)	4,315	4,296
Current portion of derivative financial liabilities (Note 8)	4,274	6,420
Income taxes payable (Note 13)	6,007	8,142
	123,477	146,763
Finance lease obligations (Note 6)	9,909	11,952
Long-term debt (Note 7)	245,668	290,996
Derivative financial liabilities (Note 8)	-	4,621
Provisions (Note 9)	37,522	35,899
Deferred income taxes	27,725	30,274
	444,301	520,505
EQUITY		
Share capital (Note 10 (a))	991,569	991,569
Equity reserve	41,570	39,961
Retained deficit	(524,281)	(567,178)
Equity attributable to shareholders of the Corporation	508,858	464,352
Non-controlling interests (Note 11)	(7,120)	(20,982)
Total equity	501,738	443,370
	$ 946,039	$ 963,875

SUBSEQUENT EVENT (NOTES 7, 10(c) and 18)
COMMITMENTS AND CONTINGENCIES (NOTE 17)

Approved by the Board: November 13, 2015

"Neil Woodyer" Director *"Wayne McManus"* Director

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

ENDEAVOUR MINING CORPORATION

Condensed Interim Consolidated Statements of Comprehensive Earnings
(Expressed in Thousands of United States Dollars)
(Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2015	2014	2015	2014
Revenues				
Gold revenue (Note 14)	$ 137,859	$ 145,223	444,553	$ 435,832
Cost of sales				
Operating expenses	88,833	95,872	271,205	284,924
Depreciation and depletion	20,552	27,278	58,210	67,628
Royalties	6,650	6,817	21,310	21,650
Earnings from mine operations	21,824	15,256	93,828	61,630
Corporate costs	4,744	4,120	13,177	14,220
Share-based payments (Note 10 (b))	660	487	2,900	929
Exploration	172	323	1,358	1,215
Earnings from operations	16,248	10,326	76,393	45,266
Other income (expenses)				
(Losses) gains on financial instruments (Note 12)	(35)	4,724	3,532	(10,302)
Finance costs	(7,105)	(7,557)	(23,787)	(21,261)
Other income	(515)	(2,093)	(379)	(1,107)
	(7,655)	(4,926)	(20,634)	(32,670)
Earnings before taxes	8,593	5,400	55,759	12,596
Current income taxes expense	(648)	(1,665)	(3,901)	(6,351)
Deferred income taxes (expense) recovery	(1,240)	(1,679)	5,386	5,712
Net earnings and total comprehensive earnings	6,705	2,056	57,244	11,957
Attributable to:				
Shareholders of Endeavour Mining Corporation	3,503	1,859	42,897	6,926
Non-controlling interests (Note 11)	3,202	197	14,347	5,031
Net earnings and total comprehensive earnings	$ 6,705	$ 2,056	$ 57,244	$ 11,957
Net earnings per share (Note 10 (c))				
Basic earnings per share	$ 0.01	$ 0.00	$ 0.10	$ 0.02
Diluted earnings per share	$ 0.01	$ 0.00	$ 0.10	$ 0.02

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

ENDEAVOUR MINING CORPORATION
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Thousands of United States Dollars)
(Unaudited)

	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Operating Activities				
Earnings before taxes	$ 8,593	$ 5,400	$ 55,759	$ 12,596
Adjustments for:				
Depreciation and depletion	20,552	27,278	58,210	67,628
Unwinding of reclamation obligation	194	481	583	1,444
Amortization of financing costs	1,050	1,071	3,120	3,177
Unrealized (gain) loss on marketable securities and (gain) on imputed interest on promissory note	(126)	614	(231)	(407)
Share-based payments and settlements	600	487	2,828	929
Unrealized gain on derivative financial assets and liabilities	(2,827)	(10,925)	(6,732)	(4,380)
Realized loss on derivative financial instruments	1,217	2,610	5,341	10,189
Interest expense	4,016	3,697	12,389	10,568
Loss on sale of joint ventures and subsidiaries	-	2,093	-	1,107
Unrealized foreign exchange (gain)	(196)	2,990	546	3,586
Income taxes paid	(1,226)	(1,441)	(6,051)	(8,404)
Operating cash flows before non-cash working capital	31,847	34,355	125,762	98,033
Changes in non-cash working capital:				
Trade and other receivables	(507)	(5,319)	5,032	(22,198)
Prepaid expenses and other	2,022	(7,928)	1,925	5,518
Inventories	6,088	155	(4,986)	(14,107)
Trade and other payables	(12,119)	2,883	(23,314)	3,958
Other	216	(1,558)	738	(1,783)
Cash generated from operating activities	$ 27,547	$ 22,587	$ 105,157	$ 69,421
Investing Activities				
Expenditures and prepayments on mining interests	(25,143)	(24,350)	(68,379)	(74,162)
Proceeds from distribution of promissory note	-	3,381	-	3,381
Other	393	1,000	(232)	852
Cash used in investing activities	$ (24,750)	$ (19,969)	$ (68,611)	$ (69,929)
Financing Activities				
Proceeds received from the issue of common shares	-	-	-	73
Cash payment on settlement of hedge programs (Note 8)	(275)	(2,610)	(4,386)	(10,189)
Dividends paid (Note 11)	-	-	(485)	(881)
Proceeds from sale-leaseback and issue of common shares	-	-	-	2,035
Payment of financing and other fees (Note 7)	(1,750)	-	(8,452)	-
Interest paid (Note 7)	(383)	(380)	(8,952)	(7,184)
Repayment of long-term debt (Note 7)	(20,000)	-	(40,000)	-
Repayment of finance lease obligation	(785)	(846)	(2,369)	(1,281)
Cash used in financing activities	$ (23,193)	$ (3,836)	$ (64,644)	$ (17,427)
Effect of exchange rate changes on cash	(517)	(515)	(2,286)	(31)
Decrease in cash	(20,913)	(1,733)	(30,384)	(17,966)
Cash, beginning of period	52,708	57,091	62,179	73,324
Cash, end of period	$ 31,795	$ 55,358	$ 31,795	$ 55,358

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

ENDEAVOUR MINING CORPORATION

Condensed Interim Consolidated Statements of Changes in Equity
(Expressed in Thousands of United States Dollars)
(Unaudited)

	Share Capital												
	Number of Common Shares	Par Value	Additional Paid in Capital	Number of Exchangeable Shares	Par Value	Additional Paid in Capital	Total Number of Shares	Total Share Capital	Equity Reserve	Deficit	Total Attributable to Shareholders	Non-Controlling Interests	Total
At January 1, 2014	412,341,795	$ 4,118	$ 985,409	701,498	7	$ 1,786	413,043,293	$ 991,320	$ 39,265	$ (293,528)	$ 737,057	$ 34,449	771,506
Exchangeable shares exchanged into common shares	34,839	-	89	(34,839)	-	(89)	-	-	-	-	-	-	-
Share options exercised	100,375	1	248	-	-	-	100,375	249	(176)	-	73	-	73
Share based payments	-	-	-	-	-	-	-	-	461	-	461	-	461
Dividends	-	-	-	-	-	-	-	-	-	-	-	(881)	(881)
Net earnings and total comprehensive earnings	-	-	-	-	-	-	-	-	-	6,926	6,926	5,031	11,957
At September 30, 2014	412,477,009	$ 4,119	$ 985,746	666,659	7	$ 1,697	413,143,668	$ 991,569	$ 39,550	$ (286,602)	$ 744,517	$ 38,599	$ 783,116
At January 1, 2015	412,486,864	$ 4,119	$ 985,746	656,804	7	$ 1,697	413,143,668	$ 991,569	$ 39,961	$ (567,178)	$ 464,352	$ (20,982)	$ 443,370
Exchangeable shares exchanged into common shares	96,725	1	218	(96,725)	(1)	(218)	-	-	-	-	-	-	-
Share based payments (Note 10)	-	-	-	-	-	-	-	-	1,609	-	1,609	-	1,609
Dividends	-	-	-	-	-	-	-	-	-	-	-	(485)	(485)
Net earnings and total comprehensive earnings	-	-	-	-	-	-	-	-	-	42,897	42,897	14,347	57,244
At September 30, 2015	412,583,589	$ 4,120	$ 985,965	560,079	6	$ 1,479	413,143,668	$ 991,569	$ 41,570	$ (524,281)	$ 508,858	$ (7,120)	$ 501,738

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

1. DESCRIPTION OF BUSINESS AND NATURE OF OPERATIONS

Endeavour Mining Corporation ("Endeavour" or the "Corporation") is a publicly listed gold mining company that operates four mines in West Africa in addition to having project development and exploration assets. Endeavour is focused on effectively managing its existing assets to maximize cash flows as well as pursuing organic and strategic growth opportunities that benefit from its management and operational expertise.

Endeavour's corporate office is in Vancouver, Canada and its shares are listed on the Toronto Stock Exchange ("TSX") (symbol EDV) and the Australian Securities Exchange ("ASX") (symbol EVR) and quoted in the United States on the OTCQX International (symbol EDVMF). The Corporation is incorporated in the Cayman Islands and its registered office is located at 190 Elgin Avenue, George Town, Grand Cayman, Cayman Islands.

2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34, *Interim Financial Reporting,* using the accounting policies consistent with International Financial Reporting Standards ("IFRS").

These condensed interim consolidated financial statements should be read in conjunction with the most recently issued annual consolidated financial statements of the Corporation, which include information necessary or useful to understanding the Corporation's business and financial statement presentation. In particular, the Corporation's significant accounting policies were presented as Note 2 to the consolidated financial statements for the fiscal year ended December 31, 2014, and have been consistently applied in the preparation of these interim financial statements.

(b) Basis of preparation

These condensed interim consolidated financial statements have been prepared on the historical cost basis, except certain financial instruments that are measured at fair value at the end of each reporting period. The Corporation's accounting policies have been applied consistently in preparing these condensed interim consolidated financial statements.

(c) Accounting Standards issued but not yet effective

The Corporation has not early adopted the following new and revised Standards, Amendments and Interpretations that have been issued but are not yet effective.

- *IFRS 15, Revenue from Contracts with Customers:* IFRS 15 introduces a new framework for determining the nature, amount, timing and uncertainty of revenues and cash flows arising from a contract with a customer. The standard is effective for annual period beginning on or after January 1, 2018, with early adoption permitted. The Corporation is currently evaluating the potential impact of the new standard on its consolidated financial statements.

- *IFRS 9, Financial Instrument*s: IFRS 9 introduces the new requirements for the classification, measurement and de-recognition of financial assets and financial liabilities. Specifically, IFRS 9 requires all recognized financial assets that are within the scope of *IAS 39 Financial*

(Expressed in Thousands of United States Dollars, except per share amounts)

Instruments: Recognition and Measurement to be subsequently measured at amortized cost or fair value, and all financial liabilities classified as subsequently measured at amortized cost except for financial liabilities measured at fair value through profit and loss. In July 2014, the IASB issued the final version of *IFRS 9 Financial Instruments* bringing together the classification and measurement, impairment and hedge accounting phases of the IASB's project to replace *IAS 39 Financial Instruments: Recognition and Measurement.* The mandatory effective date of IFRS 9 would be annual periods beginning on or after January 1, 2018, with early adoption permitted. The Company is currently assessing the impact of adopting IFRS 9 on its consolidated financial statements.

3. INVENTORIES

	September 30, 2015	December 31, 2014
Doré bars[(1)]	$ 5,464	$ 5,506
Gold in circuit[(2)]	10,146	10,369
Ore stockpiles[(3)]	33,889	24,619
Spare parts and supplies	42,103	45,718
	$ 91,602	$ 86,212

(1) Includes a reversal of a previous impairment of $0.07 million to adjust the costs of inventory to net realizable value at the Tabakoto mine (December 31, 2014, impairment of $0.7 million) and an impairment of $0.4 million at the Nzema mine (December 31, 2014, impairment of $0.6 million).

(2) Includes a reversal of a previous impairment of $0.06 million to adjust the costs of inventory to net realizable value at the Tabakoto mine (December 31, 2014, impairment of $0.6 million) and an impairment of $2.2 million at the Nzema mine (December 31, 2014, impairment of $1.1 million).

(3) Includes a reversal of a previous impairment of $1.6 million to adjust the costs of inventory to net realizable value at the Tabakoto mine (December 31, 2014, impairment of $1.6 million) and an impairment of $5.4 million at the Nzema mine (December 31, 2014, $nil).

The cost of inventories recognized as expense for the three and nine months ended September 30, 2015, were $101.4 million and $319.4 million, respectively, and were included in operating expenses (three and nine months ended September 30, 2014 - $120.3 million and $346.6 million, respectively).

(Expressed in Thousands of United States Dollars, except per share amounts)

4. MINING INTERESTS

	Mining Properties					
	Depletable	Non depletable	Assets under construction	Plant and equipment	Corporate assets	Total
Cost						
Balance as at December 31, 2013	$ 747,203	$ 554,110	$ 910	$ 382,286	$ 1,867	$ 1,686,376
Expenditures/additions	63,305	13,909	-	59,614	-	136,828
Transfers	34,090	(131,814)	(910)	98,638	(4)	-
Transfers (to) from inventory	(13,866)	-	-	2,795	-	(11,071)
Reclamation liability change in estimate	5,180	-	-	-	-	5,180
Disposals	(2,757)	-	-	(409)	(1)	(3,167)
Balance as at December 31, 2014	833,155	436,205	-	542,924	1,862	1,814,146
Expenditures/additions	47,609	7,260	-	13,470	475	68,814
Transfers	(6,944)	-	-	6,944	-	-
Disposals	-	-	-	(142)	-	(142)
Balance as at September 30, 2015	$ 873,820	$ 443,465	$ -	$ 563,196	$ 2,337	$ 1,882,818
Accumulated depreciation and impairment						
Balance as at December 31, 2013	$ 369,200	$ 122,922	$ -	$ 155,529	$ 1,476	$ 649,127
Depreciation/depletion	48,837	-	-	42,947	105	91,889
Depreciation charge included in inventory	4,653	-	-	4,567	-	9,220
Impairment charges	151,121	89,153	-	125,666	-	365,940
Disposals	-	-	-	(61)	-	(61)
Balance as at December 31, 2014	573,811	212,075	-	328,648	1,581	1,116,115
Depreciation/depletion	30,759	-	-	27,376	75	58,210
Depreciation charge included in inventory	317	-	-	(980)	-	(663)
Disposals	-	-	-	(15)	-	(15)
Balance as at September 30, 2015	$ 604,887	$ 212,075	$ -	$ 355,029	$ 1,656	$ 1,173,647
Carrying amounts						
At December 31, 2014	$ 259,344	$ 224,130	$ -	$ 214,276	$ 281	$ 698,031
At September 30, 2015	$ 268,933	$ 231,390	$ -	$ 208,167	$ 681	$ 709,171

At September 30, 2015, the carrying amount of plant and equipment included $15.6 million of assets under finance leases (December 31, 2014 - $20.7 million).

At September 30, 2015, mineral property additions included $3.2 million in accounts payable (December 31, 2014 - $2.8 million).

(Expressed in Thousands of United States Dollars, except per share amounts)

A summary by property of the carrying value is as follows:

					Development Projects					
	Tabakoto Mine	Nzema Mine	Youga Mine	Agbaou Mine	Houndé Project	Ouaré Project	Exploration Properties	Assets under construction	Corporate assets	Total
Cost										
Balance as at December 31, 2013	$ 589,699	$ 604,174	$ 161,936	$ 190,805	$ 122,394	$ 11,422	$ 3,169	$ 910	$ 1,867	$ 1,686,376
Expenditures/additions	89,011	23,863	2,078	12,004	9,476	396	-	-	-	136,828
Reclamation liability change in estimate	2,799	(2,904)	2,778	2,507	-	-	-	-	-	5,180
Transfers (to) from inventory	1,631	-	810	(12,602)	-	-	-	(910)	-	(11,071)
Transfers	202	(1)	2	(10)	-	(189)	-	-	(4)	-
Disposals	(27)	(2,757)	(93)	(289)	-	-	-	-	(1)	(3,167)
Balance as at December 31, 2014	683,315	622,375	167,511	192,415	131,870	11,629	3,169	-	1,862	1,814,146
Expenditures/additions	38,568	10,470	839	14,305	4,157	-	-	-	475	68,814
Disposals	-	-	(142)	-	-	-	-	-	-	(142)
Balance as at September 30, 2015	$ 721,883	$ 632,845	$ 168,208	$ 206,720	$ 136,027	$ 11,629	$ 3,169	$ -	$ 2,337	$ 1,882,818
Accumulated depreciation and impairment										
Balance as at December 31, 2013	$ 106,429	$ 418,234	$ 115,945	$ -	$ -	$ 3,874	$ 3,169	$ -	$ 1,476	$ 649,127
Depreciation/depletion	36,757	14,840	13,013	27,174	-	-	-	-	105	91,889
Depreciation captured in inventory	4,419	1,467	781	2,553	-	-	-	-	-	9,220
Impairment charges	327,803	10,621	19,761	-	-	7,755	-	-	-	365,940
Disposals	-	-	(61)	-	-	-	-	-	-	(61)
Balance as at December 31, 2014	475,408	445,162	149,439	29,727	-	11,629	3,169	-	1,581	1,116,115
Depreciation/depletion	21,223	12,213	4,286	20,413	-	-	-	-	75	58,210
Depreciation captured in inventory	(1,511)	61	960	(173)	-	-	-	-	-	(663)
Disposals	-	-	(15)	-	-	-	-	-	-	(15)
Balance as at September 30, 2015	$ 495,120	$ 457,436	$ 154,670	$ 49,967	$ -	$ 11,629	$ 3,169	$ -	$ 1,656	$ 1,173,647
Carrying amounts										
At December 31, 2014	$ 207,907	$ 177,213	$ 18,072	$ 162,688	$ 131,870	$ -	$ -	$ -	$ 281	$ 698,031
At September 30, 2015	$ 226,763	$ 175,409	$ 13,538	$ 156,753	$ 136,027	$ -	$ -	$ -	$ 681	$ 709,171

(Expressed in Thousands of United States Dollars, except per share amounts)

5. OTHER LONG TERM ASSETS

Other long term assets are comprised of:

	September 30, 2015	December 31, 2014
Promissory note and working capital loan	$ 6,053	$ 5,394
Long term stockpiles	3,047	2,778
Total	$ 9,100	$ 8,172

Promissory note and working capital loan

The Corporation holds a promissory note for future consideration from the sale of its debt advisory business in December 2011 and a working capital loan facility of $1.0 million provided to the purchaser in January 2012.

Long term stockpiles

Certain low grade stockpiles that are not expected to be processed until the end of mine life are classified as long term assets. In the period ended September 30, 2015, a reversal of prior impairment of $0.2 million (December 31, 2014, $4.5 million) was recorded to adjust the cost to recoverable value.

6. FINANCE LEASE OBLIGATIONS

On March 7, 2014, the Corporation's Malian subsidiary entered into a five year, $18 million equipment lease financing facility. The equipment lease was used to purchase a portion of the owner-operated mining equipment for the Tabakoto and Segala underground developments. The lease terms have a fixed rate of 9.5% per annum to amortize the principal and there exists a purchase option to buy the equipment outright at the end of the lease life for 0.5% of cost. The equipment lease is treated as a finance lease.

The finance leases were composed of the following obligations:

	September 30, 2015	December 31, 2014
Equipment lease obligations	$ 14,224	$ 16,248
Less: current portion	(4,315)	(4,296)
Long-term equipment lease obligations	$ 9,909	$ 11,952

	Minimum lease payments	
	September 30, 2015	December 31, 2014
Not later than one year	$ 4,540	$ 4,517
Later than one year and not later than five years	12,413	15,485
	16,953	20,002
Less future finance charges	(2,729)	(3,754)
Present value of minimum lease payments	$ 14,224	$ 16,248

(Expressed in Thousands of United States Dollars, except per share amounts)

7. LONG-TERM DEBT

	September 30, 2015	December 31, 2014
Corporate loan facility (a)	$ 260,000	$ 300,000
Deferred financing costs (a)	(14,895)	(9,563)
Corporate loan facility	245,105	290,437
Other long-term debt	563	559
Total debt	245,668	290,996

On July 24, 2013, the Corporation signed a $350 million amended senior secured revolving corporate loan facility (the "Facility") and utilized $300 million of the amended Facility while completing the expansion of the Tabakoto mine and the construction of the Agbaou mine.

On March 10, 2015, the Corporation renewed its Facility with a syndicate of leading international banks. The renewed Facility has a maturity date of March 2020 and key terms including the following:

- The maturity date is five years from signing, March 9, 2020, and the available Facility amount declines with four equal semi-annual reductions of $87.5 million commencing September 2018;
- The Facility includes standard corporate financial covenants, including:
  - Interest Cover shall not be less than 3 to 1, calculated on a rolling 12 month basis;
  - Net Debt to EBITDA shall not exceed 3.5 times, calculated on a rolling 12 month basis;
  - Minimum Tangible Net Worth shall not be less than US$350 million.
- The interest is based on LIBOR plus a margin ranging between 3.75% and 5.75% per annum (sliding scale based on the actual Net Debt to EBITDA ratio).
- The Facility is secured by shares of Endeavour's material gold mining subsidiaries and certain material assets of those subsidiaries.

On April 30 and July 8, 2015, the Corporation made two principal payments of $20.0 million each to reduce the drawn amount on the Facility to $260.0 million.

(Expressed in Thousands of United States Dollars, except per share amounts)

8. DERIVATIVE FINANCIAL INSTRUMENTS

Derivative financial liabilities

The following table summarizes the derivative financial liabilities:

		September 30, 2015		December 31, 2014
Gold and fuel price protection programs (a)	$	4,274	$	11,041
Less: current portion		(4,274)		(6,420)
Derivative financial liabilities	$	-	$	4,621

The following table summarizes the gain (loss) on derivative financial liabilities that have been recognized through the consolidated statements of comprehensive earnings:

	Three months ended September 30,				Nine months ended September 30,			
		2015		2014		2015		2014
Realized loss - gold and fuel price protection programs	$	(1,217)	$	(2,610)	$	(5,341)	$	(10,189)
Change in unrealized gain on gold and fuel price protection programs		2,827		10,909		6,767		6,211
Total gain (loss) on the gold and fuel price protection programs	$	1,610	$	8,299	$	1,426	$	(3,978)

(a) Gold and fuel price protection programs

(i) Options

Prior to Endeavour's acquisition, Avion (parent company of Segala Mining Corporation SA)sold twelve call options that entitle the buyer to purchase 36,396 ounces of gold (3,033 ounces per call option) at a strike price of $900 over twelve consecutive quarters from September 1, 2012 to June 1, 2015. In exchange, Avion received cash consideration of $25.0 million.

The settlement of the call options was in cash as there is no exchange of physical gold. During the nine months ended September 30, 2015, the Corporation settled the remaining 6,066 ounces of gold resulting in a realized loss of $1.8 million. There was no settlement in the three months ended September 30, 2015.

(ii) Gold forward contracts

Prior to Endeavour's acquisition, Adamus (parent company of Adamus Resources Limited) implemented a gold price protection program as part of the initial project financing of the Nzema Gold Mine. The gold price protection program consisted of gold forward contracts initially covering 290,000 ounces at a forward price of $1,075 per ounce and subsequently amended to $1,061 per ounce. The program required no cash or other margin.

On July 29, 2013, Endeavour re-distributed a portion of the 96,163 ounces of remaining forward contracts to several new lenders. The amended strike price increased from $1,061 per ounce to a weighted average strike price $1,332 per ounce. On the close out of the former hedge under the Nzema project financing, a $300 per ounce increase in the strike price gave rise to a crystallized loss;

(Expressed in Thousands of United States Dollars, except per share amounts)

this crystallized loss will be allocated and paid over the remaining hedge deliveries, resulting in the net proceeds to be received of $1,032 per ounce ($1,332 per ounce less the loss of $300 per ounce). Other terms and conditions remain the same.

The settlements of the forward contracts are in cash as there is no exchange of physical gold between the Corporation and the buyer. During the three and nine months ended September 30, 2015, the Corporation settled 8,059 and 23,236 ounces of gold resulting in a realized loss of $0.8 million and $3.1 million, respectively.

As at September 30, 2015, 40,927 ounces (8,764 in 2015 and 32,163 in 2016) of gold forward contracts remain outstanding with a fair value of $3.3 million (December 31, 2014, $9.3 million).

(iii) Fuel Swap Contracts

On June 1, 2015, Endeavour initiated a 12-month fuel price protection program approximately equal to 50% of the diesel fuel requirement at the Tabakoto Mine in the form of a cash-settled commodity swap transaction with Societe Generale. The strike price of the swap is $572 per metric tonne (Mtonne) of Gas Oil, with monthly settlements of 1,268 Mtonnes.

During the three and nine months ended September 30, 2015, the Corporation settled 3,804 and 5,072 Mtonnes of Gas Oil resulting in a realized loss of $0.4 million and $0.4 million, respectively.

As at September 30, 2015, 8,876 Mtonnes (3,804 in 2015 and 5,072 in 2016) of Gas Oil swap contracts remain outstanding as a liability of $0.9 million (December 31, 2014, $nil).

9. PROVISIONS

Provisions are comprised of:

	September 30, 2015	December 31, 2014
Environmental rehabilitation provision	$ 35,836	$ 35,432
Deferred and performance share liability (Note 10)	1,686	467
Total	$ 37,522	$ 35,899

(Expressed in Thousands of United States Dollars, except per share amounts)

10. SHARE CAPITAL

(a) *Voting shares*

Authorized
1,000,000,000 voting shares of $0.01 par value
1,000,000,000 undesignated shares

(b) *Share-based compensation*

The following table summarizes the share-based compensation:

	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Share based compensation:				
Amortization of option grants	$ 473	$ 335	$ 1,609	$ 461
Total expense recognized on grant and change in fair value of DSUs	16	25	349	341
Total expense recognized on grant and change in fair value of PSUs	171	127	942	127
Total share-based payments	$ 660	$ 487	$ 2,900	$ 929

(i) *Options*

A summary of the changes in share options is presented below:

	Options outstanding	Weighted average exercise price (C$)
At December 31, 2013	24,560,352	$ 2.38
Granted	7,155,000	0.93
Exercised	(100,375)	0.80
Expired	(6,473,177)	2.30
At December 31, 2014	25,141,800	2.06
Granted	6,993,746	0.60
Expired	(4,351,709)	1.61
At September 30, 2015	27,783,837	$ 1.76

On January 19, 2015, the Corporation issued 6,386,000 options with a strike price of C$0.61 and a fair value of $1.7 million, to be expensed over 3 years. The options were valued using the Black-Scholes option pricing model. Assumptions used were a dividend yield of nil, expected volatility of 74.8%, risk free rate of 1.29% and expected life of 3.25 years.

On August 4, 2015, the Corporation issued 607,746 options with a strike price of C$0.52 and a fair value of $0.1 million, to be expensed over 3 years. The options were valued using the Black-Scholes option pricing model. Assumptions used were a dividend yield of nil, expected volatility of 64.9%, risk free rate of $0.85% and expected life of 3.24 years.

(Expressed in Thousands of United States Dollars, except per share amounts)

The expected volatility assumption is based on the historical and implied volatility of Endeavour's Canadian dollar common share price on the Toronto Stock Exchange.

The following table summarizes information about the outstanding and exercisable share options outstanding as at September 30, 2015:

Exercise Prices (C$)	Outstanding	Exercisable	Weighted average exercise price (C$)	Weighted average remaining contractual life
\$0.52 - \$0.81	7,270,746	466,666	$ 0.81	3.61 years
\$0.82 - \$1.50	6,118,260	3,290,760	1.01	3.52 years
\$1.51 - \$2.00	3,124,400	3,124,400	1.52	1.78 years
\$2.01 - \$2.50	3,942,836	3,942,836	2.28	2.34 years
\$2.51 - \$3.00	5,029,312	5,029,312	2.67	1.13 years
\$3.51 - \$4.00	80,300	80,300	3.70	0.62 years
\$4.01 - \$44.96	2,217,983	2,217,983	4.99	0.73 years
	27,783,837	18,152,257	$ 2.32	1.95 years

The Corporation has established a share option plan whereby the Corporation's directors may from time to time grant options to directors, employees or consultants. The maximum term of any option is ten years. The exercise price of an option is not less than the volume weighted average trading price of the shares traded on the exchange for the five trading days immediately preceding the grant date. At September 30, 2015, there were 41,314,367 (December 31, 2014 – 41,314,367) options available for grant under the plan, of which 13,530,530 (December 31, 2014 – 16,172,567) are still available to be granted.

(ii) *Deferred share units*

On January 26, 2013, the Corporation established a deferred share unit plan ("DSU") for the purposes of strengthening the alignment of interests between non-executive directors of the Corporation and shareholders by linking a portion of the annual director compensation to the future value of the Corporation's common shares. Upon establishing the DSU plan for non-executive directors, the Corporation no longer grants options to non-executive directors.

The DSU allows each non-executive director to choose to receive, in the form of DSUs, all or a percentage of the director's fees, which would otherwise be payable in cash. Compensation for serving on committees must be paid in the form of DSUs. The plan also provides for discretionary grants of additional DSUs by the Board. Each DSU fully vests upon award, but is distributed only when the director has ceased to be a member of the Board. Vested units are settled in cash based on the common share price at the date of settlement.

A summary of the changes in DSUs is presented below:

	Deferred Units outstanding
At December 31, 2013	336,994
Granted	684,148
Exercised	(53,333)
At December 31, 2014	967,809
Granted	633,088
At September 30, 2015	1,600,897

(Expressed in Thousands of United States Dollars, except per share amounts)

The total fair value of DSUs at September 30, 2015, was $0.7 million (December 31, 2014 – $0.4 million). The fair value of the DSUs was recognized as share-based payments totaling $0.01 million and $0.3 million for the three and nine months ended September 30, 2015 (September 30, 2014 – $0.2 million and $0.3 million, respectively) with a corresponding amount recorded as a deferred share unit liability in the consolidated statement of financial position (Note 9).

(iii) *Performance share units*

In March 2014, following a comprehensive review of its executive compensation programs and pay practices, the Corporation introduced a change in its long term incentive plan (“LTI Plan”) to include a portion of performance-linked share unit awards (“PSUs”). The PSU program is intended to increase the pay mix in favour of long-term equity-based compensation with three year cliff-vesting to serve as an employee retention mechanism.

A summary of the changes in PSUs is presented below:

	PSUs outstanding
At December 31, 2013	-
Granted	2,627,000
At December 31, 2014	2,627,000
Granted	2,980,000
Exercised/Released	(18,889)
Expired	(410,111)
At September 30, 2015	5,178,000

The total fair value of outstanding PSUs at September 30, 2015, was $1.0 million (December 31, 2014 - $0.1 million). The fair value of the PSUs was recognized as share-based payment expense totaling $0.2 million and $0.9 million for the three and nine months ended September 30, 2015, respectively (September 30, 2014, $0.1 million), with a corresponding amount recorded as a preferred share unit liability in the consolidated statement of financial position (Note 9).

(c) *Earnings per share*

The following table summarizes the stock options excluded from the computation of diluted earnings per share because the exercise prices exceeded the daily weighted average market values of the common shares for the three and nine months ended September 30, 2015, of C$0.52 and C$0.60 respectively (C$0.86 and C$0.81 for the three and nine months ended September 30, 2014).

	Three months ended September 30,		Nine months ended September 30,	
	2015	2014	2015	2014
Stock Options	27,176,091	28,877,450	21,176,091	25,745,400

(Expressed in Thousands of United States Dollars, except per share amounts)

Basic and diluted earnings per share was calculated on the following:

	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Earnings attributable to shareholders of the Corporation	$ 3,503	$ 1,859	$ 42,897	$ 6,926
Basic weighted average number of shares outstanding	413,143,668	413,143,668	413,143,668	413,110,978
Effect of dilutive securities				
Stock options	26,458	49,614	13,595	2,157
Diluted weighted average number of shares outstanding	413,170,126	413,193,282	413,157,263	413,113,135

On November 5, 2015, during a special shareholder meeting, the Corporation was authorized to consolidate all of its authorized, issued and outstanding ordinary shares at a ratio of 10:1 within 12 months of the date of the resolution.

11. NON-CONTROLLING INTERESTS

The composition of the non-controlling interests is as follows:

	Agbaou Gold Operations SA (Agbaou Mine)	Adamus Resources Limited (Nzema Mine)	Segala Mining Corporation SA (Tabakoto Mine)	Burkina Mining Company SA (Youga Mine)	Total
At December 31, 2013	$ -	$ (3,623)	$ 32,050	$ 6,022	$ 34,449
Net earnings	6,931	473	(3,702)	1,329	$ 5,031
Dividend distribution	-	-	-	(881)	(881)
At September 30, 2014	6,931	(3,150)	28,348	6,470	38,599
Net earnings (loss)	2,027	(1,622)	(57,949)	(2,037)	(59,581)
At December 31, 2014	8,958	(4,772)	(29,601)	4,433	(20,982)
Net earnings	10,384	159	3,191	613	14,347
Dividend distribution	-	-	-	(485)	(485)
At September 30, 2015	$ 19,342	$ (4,613)	$ (26,410)	$ 4,561	$ (7,120)

During the period ended September 30, 2015, Burkina Mining Company, declared a $4.9 million dividend based on its 2014 results. The dividend resulted in a cash payment of $0.5 million (inclusive of withholding taxes) to the Burkina Faso Government (September 30, 2014 - $0.9 million).

(Expressed in Thousands of United States Dollars, except per share amounts)

12. (LOSSES) GAINS ON FINANCIAL INSTRUMENTS, NET

	Three months ended September		Nine months ended September	
	2015	2014	2015	2014
Loss on marketable securities	$ (93)	$ (1,074)	$ (427)	$ (972)
Imputed interest on promissory note and other assets	220	460	659	1,379
Interest (expense) income	(27)	46	(199)	66
Gain (loss) on derivative financial assets	-	17	(35)	(1,831)
(Loss) gain on derivative financial liabilities (Note 8)	1,610	8,299	1,426	(3,978)
(Loss) gain on foreign currency	(1,745)	(3,024)	2,108	(4,966)
	$ (35)	$ 4,724	$ 3,532	$ (10,302)

13. INCOME TAXES

The Corporation operates in numerous countries and, accordingly, it is subject to, and pays annual income taxes under, the various income tax regimes in the countries in which it operates. From time to time the Corporation is subject to a review of its income tax filings and in connection with such reviews, disputes can arise with the taxing authorities over the interpretation or application of certain rules to the Corporation's business conducted within the country involved.

The Corporation's Burkina Faso subsidiary, Burkina Mining Corporation SA ("BMC"), was audited by the Direction Générálé Des Impots ("DGI") for its fiscal taxation years December 31, 2010 and December 31, 2011, and received a final tax assessment amounting to approximately $7.5 million, a reduction from the initial amount assessed of approximately $27.9 million. In the three and nine months ended September 30, 2015, the Corporation paid $nil million and $2.7 million (2014 - $3.4 million), respectively, fully settling its liability.

In the fourth quarter of 2014, the Corporation's Malian subsidiary, Segala Mining Corporation SA ("Semico"), received a tax assessment from the Malian tax authority of $40.6 million related to the fiscal years 2011 to 2013 and related to various taxes. The Corporation and its advisors believe that a significant portion of the assessment's tax claims are wholly without merit and as such have actively engaged with the tax authority since receiving the assessment in the fourth quarter of 2014 to resolve this matter. Subsequent to December 31, 2014, on February 13, 2015, the tax authority re-confirmed the amounts owing as a result of the assessments at approximately $25 million. The Corporation continues to engage with the highest levels of Malian authorities together with its advisors to resolve this matter and given the response presented to the authorities as well as advice received from its advisors, a vigorous process is underway to refute the notified amounts as well as avoid any additional payments.

If the Corporation is unable to resolve these matters favorably, there may be a material adverse impact on the Corporation's financial performance, cash flows and results of operations. In the event that management's estimate of the future resolution of these matters changes, the Corporation will recognize the effects of the changes in its consolidated financial statements in the period that such changes occur.

14. SEGMENTED INFORMATION

The following is an analysis of the Corporation's revenue and results by reportable segment.

(Expressed in Thousands of United States Dollars, except per share amounts)

	Three months ended September 30, 2015						
	Agbaou Mine Côte d'Ivoire	Nzema Mine Ghana	Tabakoto Mine Mali	Youga Mine Burkina Faso	Exploration	Non-Mining	Total
Revenue							
Gold revenue	$ 48,592	$ 31,454	$ 41,780	$ 16,033	$ -	$ -	$ 137,859
Cost of sales							
Operating expenses	22,295	27,589	25,660	13,289	-	-	88,833
Depreciation and depletion	7,192	5,151	6,690	1,494	-	25	20,552
Royalties	1,748	1,768	2,493	641	-	-	6,650
Earnings (loss) from mine operations	17,357	(3,054)	6,937	609	-	(25)	21,824
Corporate costs	-	-	-	-	-	4,744	4,744
Share-based payments	-	-	-	-	-	660	660
Exploration	-	-	-	-	172	-	172
Earnings (loss) from operations	17,357	(3,054)	6,937	609	(172)	(5,429)	16,248
Other income (expenses)							
(Losses) gains on financial instruments	(179)	(827)	(1,652)	845	-	1,778	(35)
Finance costs	(66)	(70)	(417)	(28)	-	(6,524)	(7,105)
Other (expense) income	-	-	(157)	-	(358)	-	(515)
	(245)	(897)	(2,226)	817	(358)	(4,746)	(7,655)
Earnings (loss) before taxes	17,112	(3,951)	4,711	1,426	(530)	(10,175)	8,593
Income taxes (expense) recovery	(409)	2,721	(3,629)	(309)	(1)	(261)	(1,888)
Net earnings (loss) and total comprehensive earnings (loss)	$ 16,703	$ (1,230)	$ 1,082	$ 1,117	$ (531)	$ (10,436)	$ 6,705

	Nine months ended September 30, 2015						
	Agbaou Mine Côte d'Ivoire	Nzema Mine Ghana	Tabakoto Mine Mali	Youga Mine Burkina Faso	Exploration	Non-Mining	Total
Revenue							
Gold revenue	$ 152,299	$ 103,407	$ 129,366	$ 59,481	$ -	$ -	$ 444,553
Cost of sales							
Operating expenses	60,866	80,553	87,010	42,776	-	-	271,205
Depreciation and depletion	20,413	12,213	21,223	4,286	-	75	58,210
Royalties	5,431	5,890	7,731	2,258	-	-	21,310
Earnings (loss) from mine operations	65,589	4,751	13,402	10,161	-	(75)	93,828
Corporate costs	-	-	-	-	-	13,177	13,177
Share-based payments	-	-	-	-	-	2,900	2,900
Exploration	-	-	-	-	1,358	-	1,358
Earnings (loss) from operations	65,589	4,751	13,402	10,161	(1,358)	(16,152)	76,393
Other income (expenses)							
(Losses) gains on financial instruments	(174)	(658)	1,982	595	265	1,522	3,532
Finance costs	(213)	(209)	(1,306)	(83)	-	(21,976)	(23,787)
Other (expense) income	-	-	-	-	(379)	-	(379)
	(387)	(867)	676	512	(114)	(20,454)	(20,634)
Earnings (loss) before taxes	65,202	3,884	14,078	10,673	(1,472)	(36,606)	55,759
Income taxes (expense) recovery	2,786	5,665	(4,157)	(1,711)	(53)	(1,045)	1,485
Net earnings (loss) and total comprehensive earnings (loss)	$ 67,988	$ 9,549	$ 9,921	$ 8,962	$ (1,525)	$ (37,651)	$ 57,244

(Expressed in Thousands of United States Dollars, except per share amounts)

	Three months ended September 30, 2014						
	Agbaou Mine Côte d'Ivoire	Nzema Mine Ghana	Tabakoto Mine Mali	Youga Mine Burkina Faso	Exploration	Non-Mining	Total
Revenue							
Gold revenue	$ 53,174	$ 31,050	$ 37,614	$ 23,385	$ -	$ -	$ 145,223
Cost of sales							
Operating expenses	19,568	24,072	38,742	13,490	-	-	$ 95,872
Depreciation and depletion	8,416	5,264	10,340	3,232	-	26	$ 27,278
Royalties	1,855	1,706	2,254	1,002	-	-	$ 6,817
Earnings (loss) from mine operations	23,335	8	(13,722)	5,661	-	(26)	15,256
Corporate costs	-	-	-	-	-	4,120	$ 4,120
Share-based payments	-	-	-	-	-	487	$ 487
Exploration	-	-	-	-	323	-	$ 323
Earnings (loss) from operations	23,335	8	(13,722)	5,661	(323)	(4,633)	10,326
Other income (expense)							
Gains (losses) on financial instruments	47	516	(3,461)	80	(30)	7,572	4,724
Finance costs	(48)	(248)	(385)	(39)	-	(6,837)	(7,557)
Other income (expense)	-	(2,754)	-	-	661	-	(2,093)
	(1)	(2,486)	(3,846)	41	631	735	(4,926)
Earnings (loss) before taxes	23,334	(2,478)	(17,568)	5,702	308	(3,898)	5,400
Income taxes (expense) recovery	(586)	2,367	(4,218)	(460)	-	(447)	(3,344)
Net earnings (loss) and total comprehensive earnings (loss)	$ 22,748	$ (111)	$ (21,786)	$ 5,242	$ 308	$ (4,345)	$ 2,056

	Nine months ended September 30, 2014						
	Agbaou Mine Côte d'Ivoire	Nzema Mine Ghana	Tabakoto Mine Mali	Youga Mine Burkina Faso	Exploration	Non-Mining	Total
Revenue							
Gold revenue	$ 120,080	$ 114,331	$ 128,452	$ 72,969	$ -	$ -	$ 435,832
Cost of sales							
Operating expenses	52,350	76,485	114,366	41,723	-	-	284,924
Depreciation and depletion	16,718	13,030	27,310	10,493	-	77	67,628
Royalties	4,338	6,351	7,686	3,275	-	-	21,650
Earnings (loss) from mine operations	46,674	18,465	(20,910)	17,478	-	(77)	61,630
Corporate costs	-	-	-	-	-	14,220	14,220
Share-based payments	-	-	-	-	-	929	929
Exploration	-	-	-	-	1,215	-	1,215
Earnings (loss) from operations	46,674	18,465	(20,910)	17,478	(1,215)	(15,226)	45,266
Other income (expense)							
Gains (losses) on financial instruments	(76)	278	(5,057)	302	(781)	(4,968)	(10,302)
Finance costs	(145)	(745)	(702)	(117)	-	(19,552)	(21,261)
Other income (expense)	-	(2,754)	-	-	1,647	-	(1,107)
	(221)	(3,221)	(5,759)	185	866	(24,520)	(32,670)
Earnings (loss) before taxes	46,453	15,244	(26,669)	17,663	(349)	(39,746)	12,596
Income taxes (expense) recovery	(478)	(11)	4,532	(3,486)	-	(1,196)	(639)
Net earnings (loss) and total comprehensive earnings (loss)	$ 45,975	$ 15,233	$ (22,137)	$ 14,177	$ (349)	$ (40,942)	$ 11,957

(Expressed in Thousands of United States Dollars, except per share amounts)

Segment revenue reported represents revenue generated from external customers. There were no inter-segment sales during the three and nine months ended September 30, 2015.

Geographical information

The Corporation's revenue from continuing operations from external customers by location of operations is presented above and information about its non-current assets by location is detailed below:

Non-current assets	September 30, 2015	December 31, 2014
Côte d'Ivoire	$ 156,753	$ 162,688
Ghana	189,038	245,334
Mali	287,138	207,907
Burkina Faso	149,565	149,942
Other	6,734	8,453
	$ 789,228	$ 774,324

Information about major customers

Each segment has only one customer which accounts for all of its revenues.

The Corporation is not economically dependent on a limited number of customers for the sale of gold because gold can be sold through numerous commodity market traders worldwide.

Total assets and liabilities

	September 30, 2015		December 31, 2014	
	Total assets	Total liabilities	Total assets	Total liabilities
Agbaou Project	$ 186,804	$ 32,223	$ 192,501	$ 31,284
Nzema Mine	216,327	37,651	219,965	40,889
Tabakoto Mine	334,668	75,426	351,494	98,933
Youga Mine	54,212	18,478	54,870	20,012
Houndé Project	136,027	-	131,870	-
Exploration	1,149	19,862	517	20,057
Non-Mining	16,852	260,661	12,658	309,330
	$ 946,039	$ 444,301	$ 963,875	$ 520,505

(Expressed in Thousands of United States Dollars, except per share amounts)

15. CAPITAL MANAGEMENT

The Corporation's objectives of capital management are to safeguard the entity's ability to support the Corporation's normal operating requirements on an ongoing basis, continue the development and exploration of its mineral properties and support any expansionary plans. In the management of capital, the Corporation includes the components of equity, short-term borrowings and long-term debt, net of cash and cash equivalents, restricted cash and marketable securities.

Capital, as defined above, is summarized in the following table:

	September 30, 2015	December 31, 2014
Equity	$ 501,738	$ 443,370
Current and long-term debt	245,668	290,996
	747,406	734,366
Less:		
Cash	(31,795)	(62,179)
Cash - restricted	(5,755)	(4,517)
Marketable securities	(557)	(854)
	$ 709,299	$ 666,816

The Corporation manages its capital structure and makes adjustments to it in light of changes in its economic environment and the risk characteristics of the Corporation's assets. To effectively manage the entity's capital requirements, the Corporation has in place a planning, budgeting and forecasting process to help determine the funds required to ensure the Corporation has the appropriate liquidity to meet its operating and growth objectives.

16. FINANCIAL INSTRUMENTS

Financial assets and liabilities

The Corporation's financial instruments consist of cash, restricted cash, marketable securities, trade and other receivables, promissory note, long-term receivable, derivative financial assets, trade and other payables, derivative financial liabilities and current and long-term debt. The fair value of these financial instruments approximates their carrying value, unless otherwise noted.

The Corporation has certain financial assets and liabilities that are held at fair value. The fair value hierarchy establishes three levels to classify the inputs to valuation techniques to measure fair value:

Classification of financial assets and liabilities

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
Level 2 – inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices); and
Level 3 – inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

(Expressed in Thousands of United States Dollars, except per share amounts)

Valuation of Level 2 derivative financial liabilities

The fair value of derivative financial liabilities is determined using discounted contractual cash flows based on quoted forward curves and discount rates incorporating the applicable yield curve.

At September 30, 2015, the levels in the fair value hierarchy into which the Corporation's financial assets and liabilities measured and recognized in the statement of financial position at fair value are categorized are as follows:

	September 30, 2015			
	Level 1 Input	Level 2 Input	Level 3 Input	Aggregate Fair Value
Assets:				
Cash	$ 31,795	$ -	$ -	$ 31,795
Cash - restricted	5,755	-	-	5,755
Marketable securities	557	-	-	557
	$ 38,107	$ -	$ -	$ 38,107
Liabilities:				
Derivative financial liabilities	-	4,274	-	4,274
	$ -	$ 4,274	$ -	$ 4,274

At December 31, 2014, the levels in the fair value hierarchy into which the Corporation's financial assets and liabilities are measured and recognized in the statement of financial position at fair value are categorized as follows:

	December 31, 2014			
	Level 1 Input	Level 2 Input	Level 3 Input	Aggregate Fair Value
Assets:				
Cash	$ 62,179	$ -	$ -	$ 62,179
Cash - restricted	4,517	-	-	4,517
Marketable securities	770	84	-	854
Derivative financial asset	-	35	-	35
	$ 67,466	$ 119	$ -	$ 67,585
Liabilities:				
Derivative financial liabilities	-	11,041	-	11,041
	$ -	$ 11,041	$ -	$ 11,041

There were no transfers between level 1 and 2 in the periods.

(Expressed in Thousands of United States Dollars, except per share amounts)

Financial instrument risk exposure

The Corporation's activities expose it to a variety of risks that may include credit risk, liquidity risk, currency risk, interest rate risk and other price risks, including equity price risk. The Corporation examines the various financial instrument risks to which it is exposed and assesses any impact and likelihood of those risks.

(i) *Credit risk*

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss for the Corporation by failing to discharge its obligations. There has been no change in the Corporation's objectives and policies for managing this risk in the three and nine months ended September 30, 2015.

The Corporation's maximum exposure to credit risk is as follows:

	September 30, 2015	December 31, 2014
Cash	$ 31,795	$ 62,179
Cash - restricted	5,755	4,517
Trade and other receivables	13,320	21,530
Promissory note and working capital loan	6,053	5,394
	$ 56,923	$ 93,620

(ii) *Liquidity risk*

Liquidity risk is the risk that the Corporation will encounter difficulty in meeting obligations associated with its financial liabilities that are settled by delivering cash, physical gold or another financial asset. The Corporation has a planning and budgeting process in place to help determine the funds required to support the Corporation's normal operating requirements.

The following table summarizes the contractual obligations at September 30, 2015:

	Within 1 year	2 to 3 years	4 to 5 years	Over 5 years	Total
Trade and other payables	$ 108,881	$ -	$ -	$ -	$ 108,881
Long-term debt	-	-	230,000	30,000	260,000
Finance lease obligations	4,540	12,413	-	-	16,953
Minimum operating lease payments	1,362	2,219	1,546		5,127
Derivative financial liabilities	4,274	-	-	-	4,274
	$ 119,058	$ 14,632	$ 231,546	$ 30,000	$ 395,235

(Expressed in Thousands of United States Dollars, except per share amounts)

Market risk

(i) Currency risk

Currency risk relates to the risk that the fair values or future cash flows of the Corporation's financial instruments will fluctuate because of changes in foreign exchange rates. Exchange rate fluctuations may affect the costs that the Corporation incurs in its operations. There has been no change in the Corporation's objectives and policies for managing this risk during the three and nine months ended September 30, 2015.

The Corporation has not hedged its exposure to foreign currency exchange risk.

The table below highlights the monetary net assets denominated in foreign currencies (in $US):

	September 30, 2015	December 31, 2014
Canadian dollar	$ (1,149)	$ 1,111
CFA Francs	(10,131)	(6,451)
Other currencies	294	4,046
	$ (10,986)	$ (1,294)

The effect on earnings and other comprehensive earnings before tax as at September 30, 2015, of a 10% appreciation or depreciation in the foreign currencies against the US dollar on the above mentioned financial and non-financial assets and liabilities of the Corporation is estimated to be $1.1 million (December 31, 2014, $0.1 million), assuming that all other variables remained constant. The calculation is based on the Corporation's statement of financial position as at September 30, 2015.

(ii) Interest rate risk

Interest rate risk is the risk that future cash flows from, or the fair values of, the Corporation's financial instruments will fluctuate because of changes in market interest rates. The Corporation is exposed to interest rate risk primarily on its long-term debt. Since marketable securities and government treasury securities held as loans are short term in nature and are usually held to maturity, there is minimal fair value sensitivity to changes in interest rates,. The Corporation continually monitors its exposure to interest rates and is comfortable with its exposure given the relatively low short-term US interest rates and LIBOR.

The effect on earnings and other comprehensive earnings before tax as at September 30, 2015, of a 10% change in the LIBOR rate on the Facility is estimated to be $0.1 million (December 31, 2014 - $0.1 million).

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of the Corporation's financial instruments will fluctuate because of changes in market prices. There has been no change in the Corporation's objectives and policies for managing this risk and no significant changes to the Corporation's exposure to price risk during the three months and nine ended September 30, 2015.

The Corporation is also exposed to other price risk or equity price risk in trading its marketable securities and unfavorable market conditions could result in dispositions of marketable securities at less than favorable prices.

17. COMMITMENTS AND CONTINGENCIES

Contracts and Leases

(i) The Corporation has commitments in place at all four of its mines for drill and blasting services, load and haul services, and supply of explosives and hydrocarbon services.

(ii) The Corporation has various contracts in place at Nzema mine to purchase higher grade ore from third parties for processing that typically do not extend to more than one year.

(iii) The Corporation is subject to operating and finance lease commitments in connection with the purchase of mining equipment, light duty vehicles, operational building facilities and rented office premises.

(iv) The Corporation is, from time to time, involved in various claims, legal proceedings and complaints arising in the ordinary course of business. The Corporation cannot reasonably predict the likelihood or outcome of these actions. The Corporation does not believe that adverse decisions in any other pending or threatened proceedings related to any matter, or any amount which may be required to be paid by reason thereof, will have a material effect on the financial condition or future results of operations.

(v) The Corporation's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and are generally becoming more restrictive. The Corporation believes its operations are materially in compliance with all applicable laws and regulations. The Corporation has made, and expects to make in the future, expenditures to comply with such laws and regulations.

18. SUBSEQUENT EVENT

On September 21, 2015, the Corporation announced that it had entered into a long-term strategic partnership with La Mancha Holding SARL ("La Mancha"), a privately-held gold investment company controlled by the Sawiris Family. As part of the transaction, Endeavour will acquire La Mancha's indirect 55% interest in Société des Mines d'Ity S.A. ("SMI"), which operates the Ity Gold Mine in Côte d'Ivoire, plus various regional exploration properties, the feasibility study stage Ity CIL project, and La Mancha will contribute US$63 million cash with the acquired businesses. La Mancha has also expressed an in-principle commitment to invest up to US$75 million in additional funds to support Endeavour's growth.

The long term strategic partnership was approved by shareholders on November 5, 2015 with 93.4% voting in support, and it is now only subject to certain final closing conditions. With the completion of the transaction, La Mancha will be issued new Endeavour shares representing 30% of the enlarged share capital.

As discussed in Note 10(c), the Corporation has been authorized to consolidate its shares at a 10:1 ratio.