
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

FORM 8-K

**CURRENT REPORT
Pursuant to Section 13 OR 15(d) of the Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported) July 26, 2005

VAALCO Energy, Inc.

(Exact name of registrant as specified in its charter)

Delaware

0-20928

76-0274813

*(State or other jurisdiction
of incorporation)*

*(Commission
File Number)*

*(I.R.S. Employer
Identification No.)*

4600 Post Oak Place, Suite 309

77027

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code 713-623-0801

(Former name or former address, if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
-

Item 8.01 Other Events

On July 26, 2005 VAALCO Energy, Inc. announced that the Company has hedged 60,000 barrels of oil per month for its own account with Dated Brent costless collars effective through calendar year 2005.

The information in this Current Report on Form 8-K, including Exhibit 99.1 attached hereto, shall not be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to the liabilities of that section. The information contained herein and in the accompanying Exhibit 99.1 shall not be incorporated by reference into any filing with the U.S. Securities and Exchange Commission made by VAALCO Energy, Inc., whether made before or after the date hereof and regardless of any general incorporation language in such filing, except as expressly set forth by specific reference in such filing to this Current Report on Form 8-K.

Item 9.01 Financial Statements and Exhibits.

(c) Exhibits

99.1 Press Release issued by VAALCO Energy, Inc., on July 26, 2005.

Signature

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

June 29, 2005

VAALCO ENERGY, INC.

By: /s/ W. Russell Scheirman

W. Russell Scheirman
President and Chief Financial Officer

VAALCO Energy, Inc. Announces Hedging Program for Etame

HOUSTON, July 26 /PRNewswire-FirstCall/ -- VAALCO Energy, Inc. (Amex: EGY), announced that the Company has hedged 60,000 barrels of oil per month for its own account with Dated Brent costless collars effective through calendar year 2005. The Company's crude currently sells for approximately Dated Brent less \$3.00. The collars were put in place with a Dated Brent floor of \$50.00 and a ceiling of \$66.00. Should Dated Brent prices fall below \$50.00, the Company will continue to receive approximately \$47.00 net per barrel, while at Dated Brent prices above \$66.00 the Company will receive approximately \$63.00 net per barrel. The volume hedged represents approximately 40% of the Company's anticipated net production after taxes for the balance of the year.

Robert Gerry, Chairman and CEO, stated, "We saw an opportunity to take advantage of the recent run up in crude prices to lock in a \$50.00 Dated Brent floor for the balance of the year. We continue with our activities to hook up the Etame 6H well which we expect to be on production later this week."

VAALCO's next scheduled lifting for the consortium is set for approximately 500,000 barrels in late July bringing the total produced oil to over 17 million barrels since inception. The Company expects to report second quarter results during the first week in August.
