
**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) February 27, 2006

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))
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Item 8.01 Other Events

On February 27, 2006, VAALCO Energy, Inc. announced the signing of North Sea Agreements

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.

(d) Exhibits

99.1 Press Release issued by VAALCO Energy, Inc., on February 27, 2006.

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.

March 3, 2006

VAALCO ENERGY, INC.

By: /s/ W. Russell Scheirman

W. Russell Scheirman
President and Chief Financial Officer

VAALCO Energy Signs North Sea Agreements

HOUSTON, Feb. 27 /PRNewswire-FirstCall/ -- VAALCO Energy, Inc. (Amex: EGY) announces the formation of two joint ventures to access exploration and development projects in the UK sector of the North Sea.

VAALCO Energy, Inc. (Houston) executed an agreement with MPX (Oil and Gas) Limited, a privately held UK based oil and gas company, which will focus on the oil prone Central North Sea. MPX has assembled a group of geoscientists with extensive North Sea exploration experience gained while working for major oil companies. The group will begin analyzing open acreage to be offered by the UK government in the upcoming licensing round. Following the evaluation of the acreage offered, bids would be prepared and submitted later in 2006 on acreage considered to offer attractive upside potential.

A second agreement, executed with a US Independent, will jointly study and develop opportunities in the Southern Gas Basin of the North Sea. The UK based initiative will seek farm-in opportunities and acquisitions from operators with existing acreage and undeveloped discoveries.

Known as an experienced operating company with production offshore Gabon, West Africa, VAALCO continues to look for new opportunities. Both of these agreements underscore VAALCO's commitment to seek out new prospects for growth in West Africa and beyond.

Robert Gerry, Chairman and CEO, stated, "We feel that our expertise, combined with that of our partners, will enable us to high-grade exploration and development opportunities in the North Sea. We have successfully developed prospects in the past from exploration through to production, using the latest technologies, to create value for our shareholders. We believe similar opportunities exist for VAALCO in the North Sea."

This press release includes "forward-looking statements" as defined by the U.S. securities laws. Forward-looking statements are those concerning VAALCO's plans, expectations, and objectives for future drilling, completion and other operations and activities. All statements included in this press release that address activities, events or developments that VAALCO expects, believes or anticipates will or may occur in the future are forward-looking statements. These statements include future production rates, completion and production timetables and costs to complete well. These statements are based on assumptions made by VAALCO based on its experience perception of historical trends, current conditions, expected future developments and other factors it believes are appropriate in the circumstances. Such statements are subject to a number of assumptions, risks and uncertainties, many of which are beyond VAALCO's control. These risks include, but are not limited to, inflation, lack of availability goods, services and capital, environmental risks, drilling risks, foreign operational risks and regulatory changes. Investors are cautioned that forward-looking statements are not guarantees of future performance and that actual results or developments may differ materially from those projected in the forward-looking statements. These risks are further described in VAALCO's annual report on form 10K/SB for the year ended December 31, 2004 and other reports filed with the SEC which can be reviewed at <http://www.sec.gov>, or which can be received by contacting VAALCO at 4600 Post Oak Place, Suite 309, Houston, Texas 77027, (713) 623-0801.

SOURCE VAALCO Energy, Inc.

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CO: VAALCO Energy, Inc.; MPX (Oil and Gas) Limited

ST: Texas, England

IN: OIL
