

**NORTH EUROPEAN OIL ANNOUNCES EARNINGS
FOR THE THIRD FISCAL QUARTER & THE NINE MONTH PERIOD**

Red Bank, N.J. August 9, 2001 -- North European Oil Royalty Trust (NYSE-NET) announced that net Trust income for its third fiscal quarter ended July 31, 2001 was \$4,870,571. This level of net income represents an increase of 26% over the prior year's period.

Significantly higher gas prices easily offset both lower gas sales and the lower value of the Euro. Gas prices for gas sold from the higher and lower royalty rate areas of the Oldenburg concession increased by 55% and 45% respectively. With the operating companies' regular summer maintenance shifted to May, the reduced processing capacity at the Grossenkneten desulfurization plant resulted in decreased gas sales. Overall gas sales declined by 9% to 41.7 Billion cubic feet. Gas sales from the higher royalty rate area of western Oldenburg decreased by 11% to 22.9 Billion cubic feet. Although the Euro strengthened during the quarter, at an average value based on the transfer of royalties to the Trust the Euro posted its lowest average at a dollar equivalent value of \$0.8626. Using this average value for the Euro to convert German gas prices into more familiar terms yields prices for the higher and lower royalty rate areas of \$4.32 and \$4.50 per Mcf.

NORTH EUROPEAN OIL ROYALTY TRUST

Quarter Ended	<u>7/31/01</u>	<u>7/31/00</u>
German Royalties Received	\$ 4,983,996	\$ 3,966,769
Net Income	4,870,571	3,866,073
Net Income Per Unit	\$ 0.55	\$ 0.43
 Nine Months Ended	 <u>7/31/01</u>	 <u>7/31/00</u>
German Royalties Received	\$17,000,330	\$11,149,422
Net Income	16,588,586	10,773,491
Net Income Per Unit	\$ 1.87	\$ 1.21

The Trust declared a distribution to owners of 54 cents per unit for the third fiscal quarter, making the total distribution for the nine month period \$1.86 per unit compared to \$1.23 for the same period last year. The distribution will be paid on August 22, 2001 to holders of record on August 10, 2001.

For further information contact John H. Van Kirk, Managing Trustee, or John R. Van Kirk, Managing Director, at the following telephone number (732) 741-4008.