

DEPT. OF LANDS

2014 DEC 15 AM 7:18

BOISE, IDAHO

December 12, 2014
Mr. Bobby Johnson
Idaho Department of Lands
300 N. 6th Street, Suite 103
Boise, Idaho 83720

Dear Mr. Johnson,

RE: Annual Report

According to IDAPA 20.07.02, this letter will serve as Alta Mesa Services, LP's (AMS) formal Annual Report for calendar year 2014 for the following wells:

API #	Well Name	Status
11-075-20-004	Espino #1-2	Active
11-075-20-005	State #1-17	Active
11-075-20-007	ML Investments #1-10	Active
11-075-20-009	Island Capitol #1-19	Active
11-075-20-011	Tracy Trust #3-2	Active
11-075-20-013	White #1-10	Active
11-075-20-014	Korn #1-22	Active
11-075-20-019	DJS Properties #1-14	Active
11-075-20-020	DJS Properties #1-15	Active
11-075-20-021	Smoke Ranch #1-21	Active
11-075-20-022	ML Investments #2-10	Active
11-075-20-025	ML Investments #1-11	Active
11-075-20-026	ML Investments #1-3	Not drilled yet
11-075-20-027	Kauffman #1-9	Active
11-075-20-024	Kauffman #1-34	Active
11-075-20028	Smoke Ranch #1-20	Not drilled yet

The State #1-17 well is in production, selling all gas to Intermountain Gas for use by the city of New Plymouth, ID. All other wells are currently pending production, due to the fact that significant foundational infrastructure needs to be completed. As AMS completes this needed infrastructure, evaluation of all other wells will be continued for the expected production of each well. The construction for needed infrastructure is currently well under progress with completion to be the first quarter of 2015.

All wells (as of December 12, 2013) are currently closed to the atmosphere by the pressurized well head and a valve that is closed off. Additionally, the well has a steel cage around the entire well head in order to prevent unauthorized entry, and jersey barriers around the outside to assist in preventing possible vehicular damage.

AMS is looking forward to a long relationship in the coming years with the state of Idaho and the Idaho Department of Lands. Should you have any further questions, please feel free to contact me at 361-960-5671.

Sincerely,
ALTA MESA SERVICES, LP


Ronda Louderman
Regulatory Coordinator