

To my fellow GulfSlope shareholders,

As 2014 rolls to a close, I think it is worthwhile to reflect upon the year, especially in light of the dramatic fall in oil prices that began in November.

With Brent crude oil trading under \$60/bbl as I write this, I have to remind myself that this is not the first time our industry has overshot on production, causing a precipitous drop in commodity prices.

As for GulfSlope, this may affect the timing on partnering to see our first exploration wells drilled. As we have reached out to those potential partners with whom we have begun discussions, I am encouraged by the fact that they are not telling us they aren't interested. They need more time as they are currently consumed by the triage action on their capital budgets. These budgets will almost certainly have to respond to the lower cash flows due to the drop in oil price.

Economic analyses of our drilling prospects that are in jack-up water depths (2/3 of our prospect portfolio) show robust returns at current prices. That means our projects should compete very well with any domestic or international oil play available today. If we apply any assumptions about reductions in service costs, we can stand much lower oil and gas prices. The service costs inevitably follow oil and gas prices and capital budgets.

I think this is a great opportunity for our projects to stand on their own merits. Our subsalt Miocene play in the Gulf of Mexico ("GOM") has all the strengths of a conventional oil and gas play and it is the discovery of new fields that has historically created real value.

The last decade has seen the advent of the unconventional plays (i.e. shales). In response the industry shifted massive amounts of manpower and capital, largely neglecting the conventional plays in North America. This has worked in our favor, making it possible for a small company like GulfSlope to establish a significant leasehold position in such an attractive play.

We are well positioned for a resurgence of investor appreciation to the true value of conventional oil and gas reservoirs. At the Cowen Energy Conference in NYC the first week of December, I was on a panel discussion with two other GOM companies. I was surprised and pleased by the strong attendance for our session. They had to bring in more chairs and it was still standing room only! I would like to think these are some of the first steps investors are taking in gathering information as they seek the quality returns that the conventional plays can provide.

Our modest G&A costs belie the quality of our technical team and effort. Our manpower and capital remain focused on the G&G data, the processing of that data, and the acquisition of leases. Speaking of our technical capabilities, I am confident

we hold our own quite well, with even the largest of E&P's. We were recently paid the handsome complement: "you certainly seem to be punching above your weight".

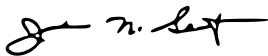
The furious pace of our technical work continues. The goal has been to bring at least five of the seventeen prospects acquired in OCS Lease Sale 231 (held in March of this year) to a drill-ready state for 2015. Our extensive regional analyses of more than 360 wells has been integrated with 1,000,000 acres covered by our RTM re-processed 3D seismic data, leading us to a significant reduction in the risk of encountering commercial volumes of oil and gas for these prospects.

We have worked with our data processing contractor to develop salt model-driven noise suppression algorithms that virtually eliminate seismic "noise". This noise previously limited our ability to accurately map those reservoirs in close proximity to salt bodies. Additional regional geological analyses and large seismic re-processing projects are underway, designed to further advance our ability to accurately assess both the potential volumes of hydrocarbons and reduce the risk of an unsuccessful exploration well.

It is often been said that, "timing is everything". The current volatility in oil prices is an opportunity for us - because our project economics look better than most. This is the right play, the right team, at the right time.

Thanks for your confidence in the GulfSlope. I think you would be hard put to find a more experienced, successful, and committed E&P team.

Best to you and your families in the New Year,



John N Seitz

This letter may contain forward-looking statements. Forward-looking statements may be identified by the use of forward-looking terminology such as "believes," "expects," "may," "estimates," "should," "plans," "intends," "could," or "anticipates," or comparable terminology. Because forward-looking statements relate to matters that have not yet occurred, these statements are inherently subject to risks and uncertainties. Although the Company believes that the expectations reflected in forward-looking statements are reasonable, there can be no assurances that such expectations will prove to be accurate. The forward-looking statements contained in this letter speak only as of the date of this letter, and the Company expressly disclaims any obligation to update any such statement. Certain factors may cause results to differ materially from those reflected in forward-looking statements. Please carefully review our filings with the SEC as we have identified many risk

factors that may impact our business, including the disclosures in our Form 10-K for the fiscal year ended September 30, 2014 and other filings with the SEC, which can be electronically accessed from our website at www.GulfSlope.com or the SEC's website at <http://www.sec.gov/>.