

**FORM 51-102F3
MATERIAL CHANGE REPORT**

Item 1 Name and Address of Company

Ridgeline Energy Services Inc.
#200, 3016 – 19th Street NE
Calgary, AB T2E 6Y9

Item 2 Date of Material Change

July 26, 2010

Item 3 News Release

July 26, 2010

The press release was disseminated through the services of Marketwire

Item 4 Summary of Material Change

July 26, 2010 Calgary, Alberta, Ridgeline Energy Services Inc. ("Ridgeline" or the "Company") (TSXV: RLE), a Canadian publicly traded company www.ridgelinecanada.com announces a private placement and provides a summary update on the pilot project trials recently completed on proprietary waste water treatment processes and equipment.

Item 5 Full Description of Material Change

Full details are set out in the attached news release.

Item 6 Reliance on subsection 7.1(2) or (3) of National Instrument 51-102

N/A

Item 7 Omitted Information

N/A

Item 8 Executive Officer

Tony Ker, President
(604) 682-7312

Item 9 Date of Report

DATED this 26th day of July, 2010



RIDGELINE ANNOUNCES PRIVATE PLACEMENT AND UPDATE ON INITIAL WASTE WATER TESTING

July 26, 2010 Calgary, Alberta, Ridgeline Energy Services Inc. ("Ridgeline" or the "Company") (TSXV: RLE), a Canadian publicly traded company www.ridgelinecanada.com announces a private placement and provides a summary update on the pilot project trials recently completed on proprietary waste water treatment processes and equipment.

Private Placement

Subject to regulatory approval, the Company intends to proceed with a private placement of up to 2,500,000 units at \$0.20 per unit raising gross proceeds of up to \$500,000. Each unit will consist of one common share and one full warrant. Each warrant shall be exercisable for a two (2) year period from date of issue at a price of \$0.25. It is anticipated that over 25% of the private placement may be subscribed for by insiders.

It is anticipated that the net proceeds from the private placement will be loaned to the Eau Claire Partnership for working capital and operating costs under provisions of the General Partnership Agreement ("GPA" or the Partnership) between Ridgeline Eau Claire Inc., a wholly owned subsidiary of the Company and Danzik Water Sciences LLC, a wholly owned subsidiary of Solverdi Worldwide Corporation, an American company ("Solverdi").

Update of Pilot Project Trials

The Partnership has developed an initial prototype for waste water treatment in the petroleum and natural gas industry. The initial prototype was field tested in Northern British Columbia for three weeks. Although treatment goals were achieved and exceeded, significant field logistical issues negatively affected throughput. These issues included; inclement weather (rain), ergonomic design, and general field operating conditions all of which contributed to reduced volumes.

The field testing did yield the following results:

- **The basic water treatment and recycling technology worked very well.**

Sample of Test Results	* Skewed as sample over 24 hours old			
Sample Name	Barium	Chloride	Coliform	Microtox
#1 Raw Pre Treatment	122	5350	1980	failed
Process Weir	0.21	11.1	Skewed *	pass
Process 24	1.89	65.2	10	pass

- Multiple tests were done to determine the parameters affecting quality of cleaned water and to determine operating cost levels for various quality levels of clean water.
- The Partnership did achieve intermittent design flow rates, but not for continuous periods.
- The Partnership was able to identify logistical and flow deficiencies and challenges irrespective of the treatment technology that inhibited throughput.
- The Partnership has identified multiple possible solutions to these deficiencies and challenges.
- For the current test site (natural gas client in the Horn river basin) the Partnership needs to determine the methods and systems that will enable an annual processing rate of 1 to 1.5 million cubic meters (m3) per annum or 4-5,000 m3 per day rather than the original concept of a mobile unit of 1,000 m3 per day.

To meet the increased client throughput goals, the Partnership will need to consider the viability of a fixed, semi-permanent facility versus a mobile Unit. Future plans are to modify the current test unit to increase the process rate and to test additional operating concepts in order to meet a variety of treatment and recycling program goals. Based on the next round of testing management believes that it will have enough data to confidently negotiate processing contracts for large and varied projects.

About Ridgeline Energy Services, Inc.

Ridgeline provides environmental services to the Western Canadian energy industry through three operating subsidiaries: Ridgeline GreenFill Inc., Ridgeline Water Inc. and Ridgeline Environment Inc. These business units provide soil and wastewater treatment and environmental consulting solutions. With over a decade of serving the oil patch, Ridgeline brings experience, professionalism, and precision to the well site and the board room to assist producers in making the right choices for their business.

For further information please contact Tony Ker, President and Chief Executive Officer, at (604) 682-7312 or Tyler Heathcote, President at (403) 806-2380.

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