RÉCEIVED KANBAB CORPORATION COMMISSION

MAY 0 9 2008

CONSERVATION DIVISION WICHITA, KS

BEFORE THE CORPORATION COMMISSION OF THE STATE OF KANSAS

IN THE MATTER OF THE APPLICATION)	
OF DAYSTAR PETROLEUM, INC., FOR A)	
BASIC PRORATION ORDER FOR THE HOSS)	
LAKE CHESTER OIL AND GAS POOL IN)	
THE SOUTHEAST QUARTER OF SECTION 8,)	
THE EAST HALF OF SECTIONS 17, 20, 29)	
AND 32, THE SOUTH HALF OF SECTIONS)	DOCKET NO. 08-CONS-164-CBPO
9 AND 10, AND ALL OF SECTIONS 16, 15, 21,)	
22, 28, 27, 33 AND 34 IN TOWNSHIP 31 SOUT	H,)	
RANGE 30 WEST, AND THE NORTHEAST)	CONSERVATION DIVISION
QUARTER OF SECTION 5 AND THE NORTH)	
HALF OF SECTIONS 3 AND 4 IN TOWNSHIP)	
32 SOUTH, RANGE 30 WEST, MEADE)	
COUNTY, KANSAS)	
	_)	

RESPONSE OF KEITH F. WALKER OIL & GAS CO., LLC, TO DAYSTAR PETROLEUM'S REPLY TO MOTION TO REVOKE APPROVAL OF DRILLING INTENTS AND FOR EXPEDITED HEARING

COMES NOW Keith F. Walker Oil & Gas Co., LLC, ("Walker") and for its reply to the response filed by Daystar Petroleum, Inc. ("Daystar"), to Walker's motion to revoke approval of certain Daystar drilling intents, states as follows:

- 1. All of the Walker wells referenced in Daystar's Reply were drilled at legal locations. All of said locations could have been offset by Daystar at equally legal locations on Daystar's acreage. It is Daystar, not Walker, that seeks to restrict drilling locations.
- 2. Daystar proposes that all of its intented locations are necessary to protect itself against drainage from Walker wells; however, Daystar's own application in this docket alleges that one oil well will drain 40 acres and one gas well will drain 160 acres.
- 3. It remains a fact that K. A. R. 82-3-109(d) expressly prohibits drilling after the filing of an application, at locations outside of the requested restrictions, and none of the proposed Daystar locations comply with the proposed restrictions.

WHEREFORE, Walker again prays that the Commission withdraw its approval of the Daystar drilling intents previously approved, as set out in Walker's original Motion.

Respectfully submitted,

John G. Pike

WITHERS, GOUGH, PIKE, PFAFF & PETERSON, LLC.

200 Douglas, Suite 1010 Wichita, KS 67202 Ph 316-267-1562 Fx 316-303-1018 Attorneys for Keith F. Walker Oil & Gas Co., LLC

VERIFICATION

COUNTY OF SEDGWICK)
John G. Pike, of lawful age, and being first duly sworn upon oath, deposes and says:
He is an attorney for Keith F. Walker Oil & Gas Co., LLC; he has read the within and foregoing
and the statements and contents thereof are true to the best of his knowledge and belief.

Subscribed and sworn to before me this 9th day of May, 2008.

) ss.

My Commission Expires:

STATE OF KANSAS

June 30, 2010

A KATHERINE E. ABEL

Notary Public State of Kansas

My Appt. Expires

Katherine E. Abel Motary Public

CERTIFICATE OF SERVICE

The undersigned hereby certifies that on the 9th day of May, 2008, a true and correct copy of the above and foregoing *Response of Keith F. Walker Oil & Gas Co., LLC*, was mailed, postage prepaid and properly addressed, to:

Stanford J. Smith, Jr. Martin, Pringle, Oliver, Wallace & Bauer, LLP 100 N. Broadway, Ste. 500 Wichita, KS 67202

John G.