

**JOINT OFFICIAL LIQUIDATORS
BEACON HILL MASTER LTD.
THEO BULLMORE
PHILLIP S. STENGER**

Dear Investor,

Attached below is the estimated value of all investment positions held by Beacon Hill Master, Ltd. (in Official Liquidation) ("the Master Fund") as at April 30, 2007. Please note that this does not constitute a net asset valuation of the Master Fund.

| | 30-Apr-07 | 31-Mar-07 |
|---|--------------------|--------------------|
| Master Fund Assets | | |
| Cash ¹ | 348,475,353 | 347,016,330 |
| Investments in Securities ² | 0 | 0 |
| Amounts Receivable from Feeder Funds: | | |
| Professional fees paid on behalf of Bristol Fund ³ | 472,718 | 472,718 |
| Professional fees paid on behalf of Safe Harbor ³ | 767,009 | 767,009 |
| Total Master Fund Assets | 349,715,080 | 348,256,057 |
| Master Fund Liabilities | | |
| <i>Accrued Expenses:</i> | | |
| Gifford Fong Associates | 120,964 | 49,406 |
| PWC | 12,856 | 12,856 |
| Simpson Thacher | 0 | 9,878 |
| Directors (DMS) | 28,676 | 28,676 |
| KPMG Cayman Islands | 274,928 | 239,941 |
| Solomon Harris | 144,468 | 119,552 |
| Stenger & Stenger P.C. | 297,463 | 278,052 |
| Access Litigation Support Services | 4,672 | 4,672 |
| Broadhurst Barristers | 8,015 | 8,015 |
| Friedman Kaplan Seiler & Adelman LLP | 1,270,915 | 1,065,273 |
| Levine, Barry M. | 102,110 | 78,305 |
| TrialGraphix | 25,527 | 17,292 |
| Moskowitz, Harvey D. | 192,560 | 153,990 |
| Marks Paneth & Shron | 21,000 | 17,400 |
| Ikon Office Solutions | 10,739 | 10,739 |
| TSG Reporting | 56,808 | 46,585 |
| Quin & Hampson | 600 | 600 |
| Total Master Fund Liabilities | 2,572,301 | 2,141,232 |
| Estimated Net Investment Assets of the Master Fund | 347,142,779 | 346,114,825 |

| Feeder Funds | % of Shares in Master Fund at Sept. 30, 2002 ⁴ | Estimated Share of Net Investment Assets | Professional Fees Paid by and Owing to the Master Fund | Feeder Funds Specific Professional Fees Accrued | Feeder Funds Estimated Share of Net Investment Assets |
|--------------|---|--|--|---|---|
| Safe Harbor | 18.10% | 62,832,843 | (767,009) | (26,727) | 62,039,107 |
| Bristol | 78.71% | 273,236,081 | (472,718) | (176,996) | 272,586,367 |
| Milestone | 3.19% | 11,073,855 | 0 | (2,730) | 11,071,125 |
| | 100% | 347,142,779 | (1,239,727) | (206,453) | 345,696,599 |

¹ As of August 10, 2004, the cash assets are earning interest at a rate of official British Bankers Association One-month LIBOR minus 0.08%.

² Valuation provided by former investment managers, Ellington Management Group, LLC. As no revenue has been received on any of the CBOs since February 2004 and per our discussions with Ellington Management Group, LLC, to be conservative we have written down the value of the CBOs to zero. However it is expected that upon liquidation, these securities may have some value (which is not currently determinable).

³ Certain professional fees incurred by the Feeder Funds have been paid out of the assets of the Master Fund. Prior to the distribution of funds, these expenses will be apportioned to the respective Feeder Funds, as shown above.

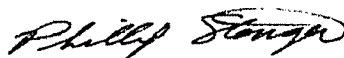
⁴ The percentage of participating shares is based on the historical valuation of the Master Fund. Provided that the Court sanctions the average distribution methodology, the shares of the Feeder Funds in the Master Fund will be recalculated which will lead to adjustments in the Feeder Funds' percentage shareholdings.

Should you have any queries regarding the statement, please do not hesitate to contact Blair Houston with KPMG at (345) 914-4334 or Sara Fazio with Stenger & Stenger at (616) 940-1190.

Kind Regards,



Theo Bullmore
Joint Official Liquidator



Phillip S. Stenger
Joint Official Liquidator

Theo Bullmore

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