

**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 July 31, 2007. Please note that this does not constitute a net asset valuation of the Master Fund.

	31-Jul-07	30-Jun-07
Master Fund Assets		
Cash ¹	352,589,780	351,064,623
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	773,760	773,760
Total Master Fund Assets	353,836,258	352,311,101
Master Fund Liabilities		
<i>Accrued Expenses:</i>		
Gifford Fong Associates	113,392	113,392
PWC	103,956	103,956
Directors (DMS)	28,676	28,676
KPMG Cayman Islands	289,544	255,031
Solomon Harris	206,463	171,153
Stenger & Stenger P.C.	259,727	241,571
Access Litigation Support Services	4,672	4,672
Broadhurst Barristers	4,612	4,612
Friedman Kaplan Seiler & Adelman LLP	1,749,976	1,567,298
Levine, Barry M.	147,650	137,772
TrialGraphix	50,112	50,112
Gallopp, Sean	100,630	47,700
Moskowitz, Harvey D.	325,061	279,705
Marks Paneth & Shron	10,255	10,255
Ikon Office Solutions	10,739	10,739
TSG Reporting	92,072	92,072
Quin & Hampson	600	600
The Michel-Shaked Group	44,098	31,180
The Harbour Trust Co. Ltd.	2,140	0
Cadwalader, Wickersham & Taft LLP	36,707	0
Total Master Fund Liabilities	3,581,082	3,150,496
Estimated Net Investment Assets of the Master Fund	350,255,176	349,160,605

Feeder Funds	% of Shares in Master Fund at Sept. 30, 2002 ¹	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
Safe Harbor	18.10%	63,396,187	(773,760)	(24,455)	62,597,972
Bristol	78.71%	275,685,849	(472,718)	(218,849)	274,994,282
Milestone	3.19%	11,173,140	0	(4,250)	11,168,890
	100%	350,255,176	(1,246,478)	(247,554)	348,761,144

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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Phillip S. Stenger

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