

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

	31-May-07	30-Apr-07
Master Fund Assets		
Cash ¹	349,595,487	348,475,353
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	767,009
Total Master Fund Assets	350,841,965	349,715,080
Master Fund Liabilities		
<i>Accrued Expenses:</i>		
Gifford Fong Associates	104,497	120,964
PWC	12,856	12,856
Directors (DMS)	28,676	28,676
KPMG Cayman Islands	230,085	274,928
Solomon Harris	143,371	144,468
Stenger & Stenger P.C.	216,481	297,463
Access Litigation Support Services	4,672	4,672
Broadhurst Barristers	4,612	8,015
Friedman Kaplan Seiler & Adelman LLP	1,353,633	1,270,915
Levine, Barry M.	123,620	102,110
TrialGraphix	26,004	25,527
Gallopp, Sean	47,700	0
Moskowitz, Harvey D.	202,710	192,560
Marks Paneth & Shron	10,255	21,000
Ikon Office Solutions	10,739	10,739
TSG Reporting	76,946	56,808
Quin & Hampson	600	600
Total Master Fund Liabilities	2,597,457	2,572,301
Estimated Net Investment Assets of the Master Fund	348,244,508	347,142,779

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%	63,032,256	(773,760)	(20,607)	62,237,889
Bristol	78.71%	274,103,252	(472,718)	(186,949)	273,443,585
Milestone	3.19%	11,109,000	0	(2,730)	11,106,270
	100%	348,244,508	(1,246,478)	(210,286)	346,787,744

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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