

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

	31-Oct-07	30-Sep-07
Master Fund Assets		
Cash ¹	355,437,291	354,132,505
Investments in Securities ²	0	0
Amounts Receivable from Feeder Funds:		
Professional fees paid on behalf of Bristol Fund ³	640,674	472,718
Professional fees paid on behalf of Safe Harbor ³	791,612	784,428
Total Master Fund Assets	356,869,577	355,389,651
Master Fund Liabilities		
<i>Accrued Expenses:</i>		
Gifford Fong Associates	113,392	113,392
PWC	103,956	103,956
PWC Cayman Islands	0	58,770
Directors (DMS)	28,676	28,676
KPMG Cayman Islands	218,752	186,153
Solomon Harris	217,838	179,509
Stenger & Stenger P.C.	180,181	140,128
Broadhurst Barristers	824	275
Friedman Kaplan Seiler & Adelman LLP	1,267,635	1,186,669
Levine, Barry M.	81,405	81,405
TrialGraphix	40,544	36,763
Gallopp, Sean	129,700	100,630
Moskowitz, Harvey D.	269,683	269,683
Marks Paneth & Shron	10,222	10,222
TSG Reporting	57,454	57,454
The Michel-Shaked Group	62,979	62,979
The Harbour Trust Co. Ltd.	2,140	2,140
Cadwalader, Wickersham & Taft LLP	36,707	36,707
Erskine Chambers	18,572	18,429
Record Press Inc.	7,025	7,025
HellerEhrman LLP	23,776	0
Total Master Fund Liabilities	2,871,461	2,680,965
Estimated Net Investment Assets of the Master Fund	353,998,116	352,708,686

Feeder Funds	% of Shares in Master Fund at Sept. 30, 2002 ⁴	Estimated Share of Net Investment Assets	Professional Fees Paid by and Owning to the Master Fund	Feeder Funds Specific Professional Fees Accrued	Feeder Funds Estimated Share of Net Investment
Safe Harbor	18.10%	64,073,659	(791,612)	(77,901)	63,204,146
Bristol	78.71%	278,631,917	(640,674)	(62,873)	277,928,370
Milestone	3.19%	11,292,540	0	(4,250)	11,288,290
	100%	353,998,116	(1,432,286)	(145,024)	352,420,806

¹ As of November 1, 2007, the cash assets are earning interest at a rate of the United States Federal Funds rate minus 0.23%.

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

KPMG, Century Yard, P.O. Box 493, Grand Cayman KY1-1106, Cayman Islands Telephone: (345) 949-4800 Fax: (345) 949-7164 E-mail: tbullmore@kpmg.ky

Phillip S. Stenger

Stenger & Stenger, P.C., 4095 Embassy Drive, SE, Suite A, Grand Rapids, Michigan, 49546 Telephone: (616) 940-1190 Fax: (616) 940-1192 E-mail: phil@stengerlaw.com