

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

April 19, 2004

Dear Investor:

Beacon Hill Master, Ltd. (In Official Liquidation) ("Master Fund")

Pursuant to our notice to investors dated March 11, 2004, please find outlined below an update on the status of the formation of the Liquidation Committee.

The responses received from the majority of investors indicate that investors would prefer one Liquidation Committee for the Master Fund comprising of eight members. In addition, voting on the Liquidation Committee has been determined to be on the basis of one vote per member

We have received completed forms from fifteen investors wishing to participate on the Liquidation Committee. Of the fifteen investors, ten are investors in Bristol Fund, Ltd. ("Bristol") and five are investors of Safe Harbor Fund L.P. ("Safe Harbor"). No investors from Milestone Plus Partners L.P. ("Milestone") have indicated they wish to participate. The names and qualifications of these fifteen investors will be circulated to all investors on a ballot for voting this week.

Over the past month, we have received several recurring questions from investors regarding a liquidation committee. Please find attached a list of frequently asked questions and the corresponding responses for your reference.

Informal versus Formal Liquidation Committees

Whilst investors have indicated that they would prefer only one liquidation committee, we have been advised that the Grand Court of the Cayman Islands will require a formal liquidation committee to be established for Bristol due to the number of investors. The Master Fund is unlikely to be required by the Grand Court of the Cayman Islands to have a formal liquidation committee as it only has 3 investors (i.e. Bristol, Safe Harbor and Milestone).

The investors in Bristol, Safe Harbor, and Milestone are eligible to be members of the informal committee for the Master Fund. However, only the investors of Bristol are eligible to be members of the formal liquidation committee of Bristol and only the investors from Bristol can vote on membership of the committee. The difference between an informal and formal liquidation committee is that a formal liquidation committee must be constituted and run in accordance with the U.K. Insolvency Rules of 1986 and have prescribed functions according to the rules of the Grand Court of the Cayman Islands. Conversely, an informal liquidation committee is not bound by these rules.

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In order to avoid duplication of time and costs, it is proposed that the formal committee for Bristol run alongside and within the informal committee of the Master Fund. In accordance with the Insolvency Rules of 1986, a formal liquidation committee must have at least three members and no more than five.

Based on Bristol, Safe Harbor and Milestone's pro-rated holdings in the Master Fund, the following number of member seats have been allocated to each feeder fund: Bristol (5 seats), Safe Harbor (2 seats), Milestone (1 seat). As none of the Milestone investors has expressed any interest in sitting on the Master Fund's informal liquidation committee, the Milestone seat has been re-allocated to Safe Harbor (ie. Bristol (5 seats) and Safe Harbor (3 seats)).

As stated above, only the investors of Bristol are eligible to be part of, and can vote for, the membership of Bristol's formal liquidation committee. As the formal liquidation committee will be a sub-committee of the Master Fund's informal liquidation committee, it has been determined that the easiest method of voting on membership of the Master Fund's informal liquidation committee would be for the investors in each feeder fund to determine which candidates in their respective fund they would like to sit in their allotted seats on the Master Fund's informal committee. For the purpose of clarity, the investors of Bristol will decide which of the ten Bristol candidates will sit in Bristol's formal liquidation committee, and, therefore, the five seats available to Bristol on the Master Fund's informal liquidation committee. The investors of Safe Harbor in turn will decide which of the five Safe Harbor candidates will sit in the three seats available to Safe Harbor on the Master Fund's informal liquidation committee.

Each investor's vote will be weighted on the basis of its interest in the feeder fund (i.e., number of shares or capital percentages held in the investor's feeder fund) as it currently appears on the feeder fund's books and records prior to any restatement.

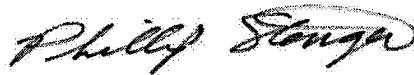
We will be circulating the voting ballots to investors by the end of this week. We expect to announce the elected committee within 7 days of the completion of the voting. Should you have any questions please contact Tsui Donnelly or Sara Fazio, either by email at tsuidonnelly@kpmg.ky and sara@stengerlaw.com or by fax to 345-949-7164 and 616-940-1192.

Yours faithfully,



Theo Bullmore

Joint Official Liquidator



Phillip S. Stenger

Joint Official Liquidator