

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

March 11, 2004

Dear Investor:

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

As you may be aware, the Joint Official Liquidators held an informal meeting with investors of the Master Fund on March 4, 2004 in New York. A memo outlining the issues discussed at the investors’ meeting is attached for your reference. Please note that the contents of the memo and this document are strictly confidential.

Liquidation Committee

The Grand Court of the Cayman Islands requires that a Liquidation Committee (“the Committee”) be established for Cayman Islands liquidations.

This Committee must be elected by the shareholders in the case of a solvent liquidation. The constitution and composition of the Committee was discussed at the recent meeting of investors.

In our opinion, the Committee needs to be large enough to represent all investors, but small enough to make meetings manageable, and we therefore, suggest that a maximum of eight members sit on the Committee.

At the investors meeting, we also discussed how voting should take place, both for the members of the Committee and for Committee decisions. The consensus was that the Committee should be balloted for on the basis of investors’ interest in the Master Fund (i.e., number of shares or capital percentages held in the Feeder Funds, prorated by the number of shares the Feeder Fund holds in the Master Fund) as they currently appear on the Feeder Funds’ books and records prior to any restatement, but that once on the Committee each Committee member will be entitled to one vote in order to prevent domination of the Committee by larger investors. We agree with this consensus.

Theo Bullmore

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Phillip S. Stenger

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Those wishing to stand for election to a Committee should provide on the attached form a short one or two paragraph description setting out their experience/qualification for serving and indicate whether they would be subject to any conflict of interest (e.g., by having their own litigation proceeding).

The above matters need to be determined by the investors before the Committee can be formed and accordingly, we should be grateful if you could fill in the attached form and return it by **March 19, 2004** to Simon Conway or Sara Fazio, either by email at sconway@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

Beacon Hill Master, Ltd. (In Official Liquidation) – Liquidation Committee

Shareholder Name: _____

Number of Shares: _____

Feeder Fund: _____

1) The number of investors on the Master Fund Liquidation Committee, if formed, should be a maximum of:

- a) 8
- b) 10
- c) 12
- d) Some other number: _____

2) Voting of Liquidation Committees should be:

- a. One vote per member
- b. By share interest in the Master Fund

3) I would like to stand for election to a Liquidation Committee YES NO

INVESTOR: _____

By: _____

Relationship: _____

Print Name: _____

