

12 May 2006

ASX Announcement

BBW – Successful Completion of Capital Raising

Babcock & Brown Wind Partners (BBW) announces the successful completion of the global bookbuild announced to the market on 10 May 2006. The capital raising, which is still subject to certain conditions, will see a total of 74.1 million stapled securities issued at a price of \$1.60 per stapled security, to raise approximately \$118.6 million.

Demand for the securities was strong and a number of new global institutional investors were introduced to the BBW register. This strong demand resulted in the issue price of the new stapled securities pricing at a 3.2% premium over the closing price of the securities on the day before the capital raising was announced and a discount of less than 1.0% to the 10 day volume weighted average price of stapled securities (of \$1.616) prior to the offer.

Mr Peter O'Connell, Chief Executive Officer of BBW said, "We are delighted with the outcome of the bookbuild. There has been strong support from a range of institutional investors across the globe which achieves an important objective of broadening our register and improving the liquidity of the BBW stock."

The capital raising is structured as a conditional placement of existing stapled securities (which were sourced from Babcock & Brown) to institutional and sophisticated investors and a new issue of stapled securities to UBS AG Australia Branch (UBS) (or as UBS directs, ultimately to Babcock & Brown) who conducted the bookbuild. Of the 74.1 million stapled securities to be issued a total of 66.96 million will be conditional upon security holder approval and an additional 7.14 million will be subject to both security holder approval and the release of certain existing securities from escrow, which is expected to occur in early June 2006. Notice of Meetings of BBW security holders are expected to be finalised and lodged shortly, which will provide further information on these conditions. BBW confirms that it has complied with its continuous disclosure obligations under the ASX Listing Rules and that it has no excluded information of the kind referred to in section 708A of the Corporations Act 2001.

Subject to ASX confirmation and the finalisation and despatch of the Notice of Meetings, the meetings for security holder approval are scheduled for 14 June 2006 and settlement for the conditional placement is expected to be Monday 19 June 2006.

ENDS

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About Babcock & Brown Wind Partners

Babcock & Brown Wind Partners (ASX: BBW) is a specialist investment fund focused on the wind generation sector. BBW listed on the Australian Stock Exchange on 28 October 2005 and has a market capitalisation of approximately A\$800 million.

It is a stapled entity comprising Babcock & Brown Wind Partners Limited (ABN 39 105 051 616), Babcock & Brown Wind Partners Trust (ARSN 116 244 118) and Babcock & Brown Wind Partners (Bermuda) Limited (ARBN 116 360 715).

BBW's portfolio comprises an interest in or agreement to buy 23 wind farms on three continents that have a total installed capacity of approximately 1,150 MW and are diversified by geography, currency, equipment supplier, customer and regulatory regime.

BBW is managed by Babcock & Brown Infrastructure Management Pty Limited, a wholly owned subsidiary of Babcock & Brown Limited (ASX: BNB), a global investment and advisory firm with longstanding capabilities in structured finance and the creation, syndication and management of asset and cash flow-based investments. Babcock & Brown has a long history of experience in the renewable energy field and extensive experience in the wind energy sector, having arranged financing for over 3000MW of wind energy projects and companies over the past 16 years, with an estimated value over US\$3 billion. Babcock & Brown's roles have included acting as an adviser/arranger of limited recourse project financing, arranging equity placements, lease adviser, project developer, principal equity investor and fund manager for wind energy projects situated in Europe, North America and Australia. Babcock & Brown has developed specialist local expertise and experience in the wind energy sector in each of these regions which it brings to its management and financial advisory roles of BBW.

BBW's investment strategy is to grow security holder wealth through management of the initial portfolio and the acquisition of additional wind energy generation assets.

For further information please visit our website : www.bbwindpartners.com