

## BABCOCK & BROWN WIND PARTNERS

Babcock & Brown Wind Partners Limited · ABN 39 105 051 616  
Babcock & Brown Wind Partners Trust · ARSN 116 244 118  
Babcock & Brown Wind Partners (Bermuda) Limited · ARBN 116 360 715  
Level 23 The Chifley Tower · 2 Chifley Square · Sydney NSW 2000 Australia  
T +61 2 9229 1800 · F +61 2 9231 5619 · www.bbwindpartners.com



### ASX Release

10 May 2007

## **BBW AGREES TO ACQUIRE TWO SPANISH WIND FARMS**

---

Babcock & Brown Wind Partners (ASX: BBW) announces that it has agreed to acquire the Monte Siexo and Serra do Cando operating wind farms located in Pontevedra, Galicia, Spain for an enterprise value of approximately A\$180 million from Electric Power Development Co., Limited and Marubeni Corporation. These acquisitions were identified as the 'European Acquisition' in the Institutional Placement presentation released to the market on 26 April 2007.

In aggregate, the wind farms have a total installed capacity of 64.2MW and an expected net energy production of 186GWh per annum. The acquisitions represent a continuation of BBW's strategy of owning, operating and growing a diversified global portfolio of wind farms. The acquisition increases BBW's total number of operational wind farms from 25 to 27<sup>1</sup>.

BBW expects to achieve financial close for these acquisitions prior to 29 June 2007. The acquisitions will be funded through a combination of debt and equity raised through the recent Institutional Placement.

The acquisitions are expected to be immediately accretive to the pre-acquisition expected net operating cash flow in FY08 and FY09 and are expected to contribute \$8.5 million to net operating cash flow from FY08. At the time of the Institutional Placement, BBW reconfirmed its distribution guidance for FY07 and FY08 of 12.5 cents<sup>2</sup> and 14.0 cents<sup>3</sup> per security respectively.

---

<sup>1</sup> BBW has a further 3 wind farms which are currently under construction, and will acquire a further 3 wind farms as part of the US06 Portfolio once the wind farms achieve operational status.

<sup>2</sup> As announced on 7 September 2006, the Directors FY07 distribution guidance assumed P50 production, no performance fee and no material reduction in Spanish tariff.

<sup>3</sup> FY08 distribution guidance assumes the US06 Portfolio is acquired materially in line with proposed timing; successful implementation of plans to refinance BBW's debt facilities during FY07; P50 production; no performance fee and Spanish tariff no less than indicated in Spanish Government draft decree announced on 29 November 2006.

BABCOCK & BROWN  
WIND PARTNERS

Distribution guidance will be updated with the release of the explanatory memorandum for the General Meeting of security holders that is required for approval of the remaining investment opportunities identified in the Institutional Placement presentation.

Miles George, Chief Executive Officer of BBW said, "The acquisition of a further 2 operating wind farms in Spain represents an opportunity to acquire assets in a well known regulatory market. The renewable energy tariff legislation is currently under review and is expected to be finalised this month. Based on recent announcements it is expected that incentives for wind farms will be available for the life of these wind farms. Furthermore, both wind farms are well proven with a strong 5 year operational track record. Going forward there are also potential synergies with the current Spanish portfolio because of the common Gamesa technology and O&M services across all wind farms, however these have not been factored into the acquisition analysis."

A fact sheet for each wind farm is provided as an attachment to this announcement.

**ENDS**

---

**Further Information:**

Rosalie Duff  
Investor Relations Manager  
Babcock & Brown Wind Partners  
Phone: + 61 2 9216 1362

Miles George  
Chief Executive Officer  
Babcock & Brown Wind Partners  
Phone: + 61 2 9229 1800

---

## FACT SHEET – Monte Siexo Wind Farm

The Monte Siexo wind farm has total installed capacity of 34.98MW and a net long term mean energy production (P50) of 104.1 GWh per annum. The wind farm consists of 53 Gamesa G47 660kW turbines and is located in North-West Spain, in the state Galicia. Monte Siexo has been operational since December 1999 and has a net capacity factor of 33.9%.

### Location map



<b>Funding</b>	Combination of debt and equity.
<b>Revenue Assurance</b>	Fixed Tariff with the option to select a Market option, whereby part of the compensation is derived from the spot electricity price in the wholesale market and part from a legislated premium plus incentive.
<b>Customers</b>	Union Fenosa Distribucion, S.A (Spanish utility)
<b>Operation and Maintenance</b>	Five year Wind Turbine Maintenance and Service Agreement with Gamesa, with an option to extend for a further 5 years.
<b>Land Lease</b>	Term: 30 years
<b>BBW's ownership</b>	100%
<b>Regulatory Regime</b>	Spanish Royal Decree

## FACT SHEET – Serra do Cando Wind Farm

The Serra do Cando wind farm has total installed capacity of 29.23MW and a net long term mean energy production (P50) of 81.9 GWh per annum. The wind farm has been operational since December 1999 and consists of 43 Gamesa G47 660kW and 1 Gamesa G52 850kW turbines. Serra do Cando is located in North-West Spain, in the state Galicia, and has a net capacity factor of 31.9%.

### Location map



<b>Funding</b>	Combination of debt and equity.
<b>Revenue assurance</b>	Fixed Tariff with the option to select a Market option, whereby part of the compensation is derived from the spot electricity price in the wholesale market and part from a legislated premium plus incentive.
<b>Customers</b>	Union Fenosa Distribucion, S.A (Spanish utility)
<b>Operation and Maintenance</b>	Five year Wind Turbine Maintenance and Service Agreement with Gamesa, with an option to extend for a further 5 years.
<b>Land Lease</b>	Term: 30 years
<b>BBW's ownership</b>	100%
<b>Regulatory regime</b>	Spanish Royal Decree

## BABCOCK & BROWN WIND PARTNERS

### **About Babcock & Brown Wind Partners**

Babcock & Brown Wind Partners (ASX: BBW) is a specialist investment fund focused on the wind energy sector. BBW listed on the Australian Stock Exchange on 28 October 2005 and has a market capitalisation of approximately A\$1.27 billion.

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 33 wind farms on three continents that have a total installed capacity of approximately 1,676MW and are diversified by geography, currency, equipment supplier, customer and regulatory regime.

BBW is managed by Babcock & Brown Wind Partners 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 for nearly 20 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](http://www.bbwindpartners.com)