



ASX Release

24 May 2007

BBW COMPLETES €1.03 BILLION REFINANCING OF ITS GLOBAL WIND FARM PORTFOLIO

Babcock & Brown Wind Partners (ASX: BBW) announces that it has today completed a €1.03 billion refinancing and releveraging of its global wind farm portfolio, aggregating project, asset and corporate level debt across various jurisdictions into a single corporate facility provided by 4 international banks. The 4 international banks who have underwritten the corporate facility are Banco Espirito Santo de Investimento, S.A. (Espírito Santo Investment), Millennium investment banking (Banco Millennium BCP Investimento, S.A.), Bank of Scotland (HBOS) and Dexia Credit Local.

BBW currently owns and operates a global portfolio of wind farms across 3 continents, 5 countries and 9 wind regions.

BBW's ability to put in place a corporate facility is a direct result of its success in expanding its portfolio of assets, which has achieved risk mitigation through the combination of wide geographic and regulatory regime diversification, a substantial proportion of long term contracted revenues secured via PPA and fixed tariff regimes, and the long term economic life of the assets.

The new facility has enabled BBW to refinance its existing project debt, construction debt, corporate debt and other short-term debt facilities. The new facility is flexible and scaleable, subject to lenders' approvals at the time of each new investment.

The new facility involves a multi-currency structure with a single BBW borrower for each region (Australia, Europe & USA) and is divided between term facilities, construction facilities, working capital facilities, and letter of credit and guarantee facilities. The new facility is expected to be refinanced every 2 to 3 years.

The multi-currency structure enables BBW to retain its natural currency hedge of revenues and debt service. BBW will also continue to fix a significant portion of its long term interest rate exposure and to hedge distributions out to 3 years on a rolling basis.

Miles George, Chief Executive Officer of BBW said, "The refinancing and releveraging of BBW's global wind farm portfolio represents an efficient approach to financing assets across 3 continents and 5 countries. This is a significant transaction as it represents the first global wind farm portfolio financing and demonstrates the credit strength of BBW's portfolio. A key outcome of the refinancing is the ability for BBW to achieve a greater degree of capital efficiency and flexibility, as BBW has put in place a set of common terms across its entire debt portfolio. It thereby makes it much easier for BBW to resize the facility as acquisitions are completed on an ongoing basis. The facility will achieve savings from a funding perspective and enable BBW to continue to participate effectively in the growing wind energy market."

Bank of Scotland and its affiliates will undertake the Agent Bank and Security Trustee roles and the 4 international banks will act as joint book runners for the syndication of this transaction to the wider bank market which is expected to be launched next month.

As a result of the global refinance, on 24 April 2007, BBW agreed on a revised base fee calculation with its manager, Babcock & Brown Wind Partners Management Pty Ltd (BBWPM). Under the revised base fee structure, the corporate level debt component of the base fee formula is capped at 14% of Net Investment Value. This change to the base fee formula prevents a gain for BBWPM in the base fee arising as a result of the global refinance. For further details refer to the announcement released on 24 April 2007 "BBW announces change to manager base fee calculation providing a benefit to BBW security holders".

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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\$1.3 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