

**BABCOCK & BROWN
WIND PARTNERS**



Babcock & Brown Wind Partners Limited · ABN 39 105 051 616
Babcock & Brown Wind Partners Trust · ARSN 116 244 118
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ASX Release

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BBW SIGNS SUPPLY AGREEMENT FOR SYDNEY WATER DESALINATION PLANT

Babcock & Brown Wind Partners (ASX: BBW) advises that it has entered into a renewable energy supply agreement with Sydney Water, with output from the Capital wind farm contracted to deliver the renewable energy requirements of Sydney Water's desalination plant.

The renewable energy supply agreement has a term of 20 years and includes a CPI escalation clause.

The Capital wind farm is the first large, utility scale wind farm to be located in New South Wales. The wind farm is expected to be operational by mid-2009 and have an installed capacity of 132.3MW with long term mean energy production of over 400GWh per annum.

Miles George, Chief Executive Officer said "The supply agreement represents an attractive contract for BBW and we are very pleased to be supplying the renewable energy requirements of Sydney Water's desalination plant. As Australia's leading wind farm owner and operator, BBW remains well positioned to participate in the expected strong growth in renewable energy generation in Australia which is underpinned by the Federal Governments 20% by 2020 national renewable energy target."

ENDS

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BABCOCK & BROWN WIND PARTNERS

About Babcock & Brown Wind Partners

Babcock & Brown Wind Partners (ASX: BBW) is a global wind energy business which owns and operates a portfolio of wind farms spanning six countries and three continents. BBW listed on the Australian Stock Exchange on 28 October 2005 and has a market capitalisation of approximately A\$1.4 billion.

BBW's portfolio comprises interests in 83 wind farms that have a total installed capacity of approximately 3,206MW and are diversified by wind resource, currency, equipment supplier, offtake arrangements and regulatory regime.

BBW is managed by Babcock & Brown Wind Partners Management Pty Limited, a 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 has been a longstanding participant in the wind energy sector with 20 years experience. 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 roles as manager and financial advisor for BBW.

BBW's investment strategy is to grow Securityholder wealth through efficient management of its portfolio of wind energy generation assets.

BBW 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).

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