

16 February 2006

## ASX Announcement

### BBW – Completion of acquisition of Eifel wind farm

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Babcock & Brown Wind Partners (ASX: BBW) announces that it has finalised the purchase of the Eifel wind farm in Germany, in accordance with the ASX Announcement made on 30 December 2005.

The Eifel wind farm consists of four sites located in the South-Western region of the Rhineland-Palatinate in the Federal Republic of Germany. There are currently 18 turbines in operation, with a combined capacity of 27MW.

Detailed information about the Eifel wind farm and its purchase can be found in the attached ASX Announcement made on 30 December 2005.

ENDS.

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#### Further Information:

Peter O'Connell, Chief Executive Officer  
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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\$850 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 (including the Eifel wind farm) comprises an interest in 16 wind farms on three continents that have a total installed capacity of over 700 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 securityholder 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)

30 December 2005

## ASX Announcement

### BBW – Acquisition of Eifel wind farm

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Babcock & Brown Wind Partners (BBW) announces that it has entered in to a contract to buy a 100% economic interest in Eifel wind farm in Germany. The Eifel wind farm consists of four sites located in the South-Western region of the Rhineland-Palatinate in the Federal Republic of Germany.

The Eifel wind farm (Eifel) has 18 turbines in operation or under construction and the opportunity for another four turbines. There are currently 15 turbines, with a combined capacity of 22.5MW, in operation. A further three turbines, with a combined capacity of 4.5 MW are currently under construction and expected to commence operation in early 2006. Further there are a potential four additional Enercon turbines which will be developed subject to satisfactory conditions precedent relating to construction and operation being met. These four additional turbines would have a combined capacity of 8 MW taking the total expected capacity for the farm to 35 MW, with an estimated long term energy production of 69.7GWh per year.

Mr Peter O’Connell, Chief Executive Officer of BBW said “we are very happy to make this acquisition which is in line with our stated investment strategy and provides BBW with an asset in an established wind farm precinct of Germany, the worlds largest wind energy market” .

“Most importantly we expect the returns from this acquisition will be accretive to investors” he said.

The electricity produced will be sold on a 20 year “take and pay” basis to the local electricity utility in accordance with the relevant fixed tariff provision of Germany’s renewable energy legislation. Operating and Maintenance contracts in place with Nordex (for those assets already in operation or under construction) and Renerco (for the four proposed Enercon turbines) will ensure production and control of costs.

BBW is to acquire 100% of the capital of Babcock & Brown Eifel UK Limited which is the 100% limited partner of the German Limited Partnership : NPV Zweite Windpark GmbH & Co KG. The vendor is Babcock & Brown Investment Holdings Pty Limited, a subsidiary of Babcock & Brown. The transaction is expected to be completed in late January 2006 and will be funded from proceeds raised in the recent IPO of BBW.

Based on an independent valuation, BBW will pay €9.25 million ( approximately A\$14.73 million ), excluding fees, for the wind farm which has a total enterprise value of €42.15 million ( approximately A\$67.13 million ). The balance is made up of limited recourse finance of €32.4 million (net) and €0.5 million working capital.

Mr Peter Hofbauer, Global Head of Infrastructure for Babcock & Brown and Chairman of BBW said “this acquisition demonstrates the benefits of the relationship BBW has with Babcock & Brown, a long established participant in the wind energy market with an extensive global network, and exemplifies the pipeline available for BBW’s future growth.

The acquisition of Eifel takes the total installed capacity of BBW to 706.6 MW with an estimated long term mean energy production of approximately 2250.7 GWh per annum.

END OF PREVIOUS ANNOUNCEMENT  
Fact sheet follows

ENDS.

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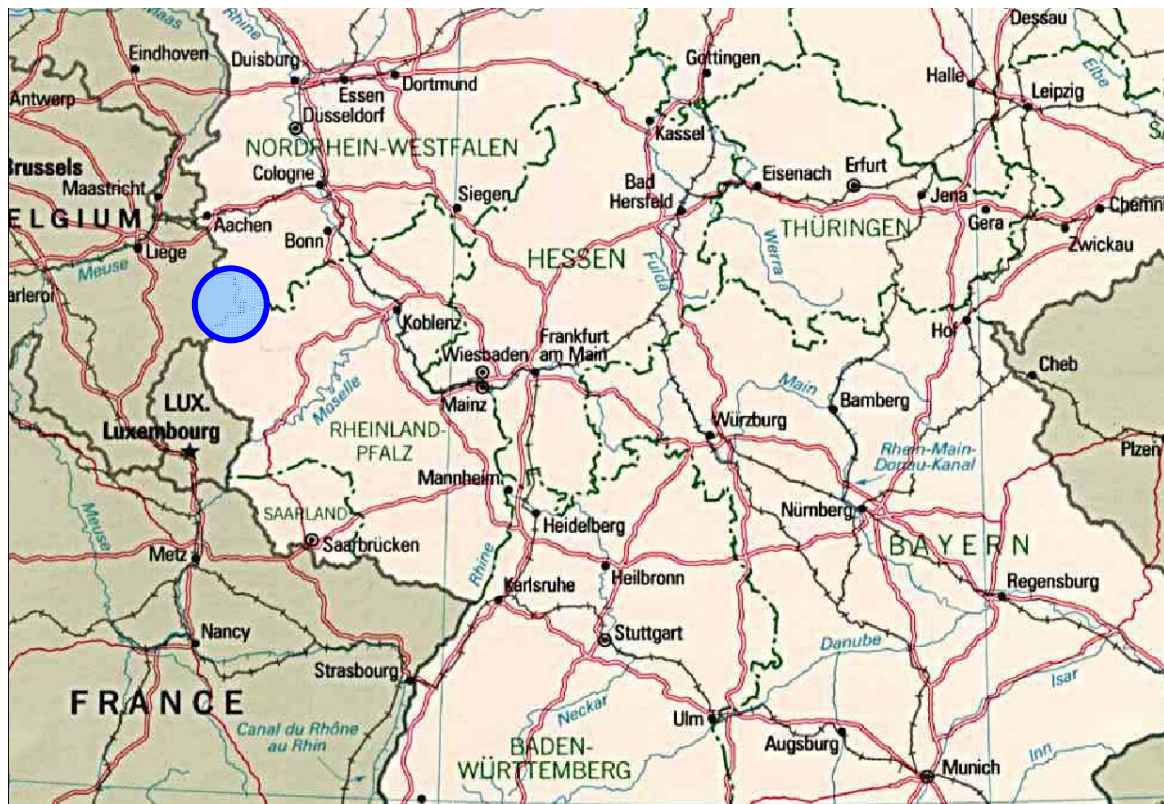
## FACT SHEET – EIFEL WIND FARM

An accretive acquisition in a sound location

Eifel wind farm comprises four wind farm sites located near the towns of Roth and Ormont in the Rhineland – Palatinate region of South Western Germany, near the Belgian border. This locality is a well established wind power region in Germany, the worlds largest wind energy market.

The acquisition is expected to be accretive to BBW.

**Location of Eifel wind farm ( [marked in blue circle](#) )**



Eifel assets

The assets of Eifel wind farm can be divided into three groups as depicted in the following table:

Status of completion	Turbine manufacturer	# of turbines	Capacity (MW)	Date of completion
<b>In operation</b>	<b>Nordex</b>	<b>15</b>	<b>22.5</b>	<b>Late 2005</b>
<b>Under construction</b>	<b>Nordex</b>	<b>3</b>	<b>4.5</b>	<b>Early 2006</b>
<b>Potential development</b>	<b>Enercon</b>	<b>4</b>	<b>8.0</b>	<b>Mid-late 2006</b>
		<b>22</b>	<b>35.0</b>	

The proposed development of the four additional turbines will only proceed if certain conditions precedent are met. These conditions include completion of due diligence, receipt of all approvals and permits and execution of all agreements necessary for the delivery and operation of the four turbines. Once these conditions precedent are met these turbines will be ordered with the delivery time expected to be approximately six months.

The aggregate installed capacity of the 22 turbines would be 35 MW with an estimated long term energy production of 69.7 GWh per annum.

Revenue assurance

The assets of Eifel include land leases with a minimum tenure of 20 years.

The electricity produced will be sold on a 20 year “take and pay” basis to the local electricity utility ( RWE Rhein-ruhr Verteilnetz GmbH, Wesel ). Under German renewable energy law electricity utilities are obliged to connect wind power assets to the networks and to take 100% of the electricity produced at the current tariff. This tariff which is regulated and fixed is currently € 0.0853/kWh for projects completed in 2005 and reduces to € 0.0836/kWh for projects completed in 2006.

Costs will be controlled via fixed price lump sum supply and construction contracts and long term operation and maintenance contracts all of which are in place.

## Terms of the acquisition

**BBW is to acquire 100% of the capital of Babcock & Brown Eifel UK Limited which is the 100% limited partner of the German Limited Partnership : NPV Zweite Windpark GmbH & Co KG. The vendor is Babcock & Brown Investment Holdings Pty Limited, a subsidiary of Babcock & Brown. The transaction is expected to be completed in late January 2006 and will be funded from proceeds raised in the recent IPO of BBW.**

Based on an independent valuation, BBW will pay €9.25 million ( approximately A\$14.73 million ), excluding fees, for the wind farm which has a total enterprise value of €42.15 million ( approximately A\$67.13 million ). The balance is made up of limited recourse finance for €32.4 million net and €0.5 million working capital. The fees payable to Babcock & Brown, in accordance with the Exclusive Financial Advisory Agreement will be €1.66 million for a combined cost to BBW of €10.91 million. .

## In summary

**The acquisition of Eifel is expected to provide an accretive return to investors and incorporates a quality asset in a favourable location into BBW's portfolio. It exemplifies the value of the Babcock & Brown relationship and the benefits to BBW of Babcock & Brown's long term participation in the Wind Energy sector globally and the depth of contacts and relationships that accrue from this experience.**

**ENDS**