

BABCOCK & BROWN POWER

Babcock & Brown Power Limited · ABN 67 116 665 608
Babcock & Brown Power Services Limited · ABN 37 118 165 156
as responsible entity for Babcock & Brown Power Trust · ARSN 122 375 562
Level 23 The Chifley Tower · 2 Chifley Square · Sydney NSW 2000 Australia
T +61 2 9229 1800 · F +61 2 9235 3496 · www.bbpower.com



ASX Release

12 December 2007

SETTLEMENT OF ALINTAAGL ACQUISITION

Babcock & Brown Power (ASX:BBP) today announces completion of the purchase of AGL Energy's 33% interest in AlintaAGL taking BBP's effective control to 100%. Settlement has occurred several weeks earlier than anticipated at a price of approximately \$520 million.

Paul Simshauser, CEO of BBP said "We are very pleased to gain 100% control of AlintaAGL, an end-to-end energy business that provides strong medium-term growth opportunities in the fast growing WA market.

"Full control enables BBP to proceed with achieving scale economies across the portfolio, providing stability to staff and management and delivering a seamless product to customers."

ENDS

Further Information:

Paul Simshauser
Chief Executive Officer
Babcock & Brown Power
Ph + 61 2 9229 1848

Fiona Osler
Investor Relations
Babcock & Brown Power
Ph + 61 2 9216 1383

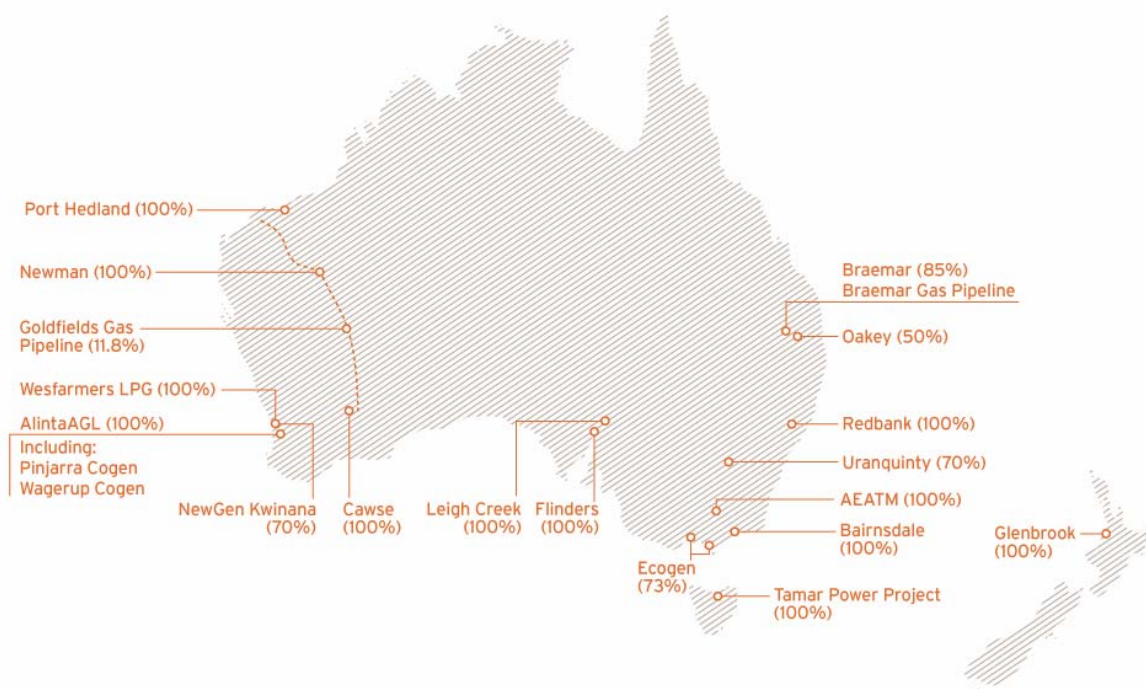
About Babcock & Brown Power

Babcock & Brown Power (ASX:BBP) is a power generation business, with assets diversified by geographic location, fuel source, customers, contract types and operating mode. Its aim is to grow returns to its securityholders through optimisation of its existing power generation business and the addition of further generation assets and associated businesses via a combination of new construction and strategic acquisitions.

BABCOCK & BROWN POWER

The portfolio has interests in thirteen operating power stations representing over 3,300 MW¹ of installed generation capacity and five power stations under construction. BBP has interests in a number of other associated power assets including the WA retail assets of AlintaAGL. Babcock & Brown has been developing, operating and acquiring the generation portfolio over a period of 10 years.

Portfolio Summary



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

¹ Some assets have minority shareholders.