



SGX-ST Release

2 April 2007

ACQUISITION OF INITIAL MUSIC COPYRIGHT ASSETS

On 31 March 2007, Babcock & Brown Structured Finance Fund Limited ("BBSFF"), through its wholly owned subsidiary, BBSFF Music Copyright Holdings Limited (formerly BBSFF IP (RSF) Limited), acquired the second tranche of music copyright asset catalogues for US\$11.1 million of which US\$8.7 million was acquired through the exercise of the Music Copyright Call Option entered into between BBSFF and Babcock & Brown Australia Pty Ltd. A list of some of the better known songs included in the catalogues now owned by BBSFF together with the artists that released them is attached to this release.

This acquisition follows the US\$17.0 million tranche acquired on 15 March 2007, and brings the total acquisition cost to US \$28.1 million, being US \$0.3 million less than originally anticipated.

Simultaneously, debt of US\$15.4 million equal to 55% of the total cost of US\$28.1 million (pre acquisition fees and expenses) was drawn-down secured against the assets.

The acquisition of the catalogues is anticipated to be accretive to the yield of BBSFF.

By order of the Board of Directors
Name: Richard Lees Umbrecht
Designation: Director
Date: 2 April March 2007

ENDS

Sponsorship statement: UBS AG, acting through its business group, UBS Investment Bank was the Issue Manager, Global Co-ordinator, Sole Bookrunner and Financial Adviser of the offering in respect of 323,460,000 ordinary shares of par value S\$0.01 each in the capital of BBSFF pursuant to the prospectus of BBSFF dated 12 December 2006.

BABCOCK & BROWN
STRUCTURED FINANCE
FUND LIMITED

Further Information:

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About Babcock & Brown Structured Finance Fund Limited

Babcock & Brown Structured Finance Fund Limited (BBSFF) is a mutual fund company incorporated in Bermuda that provides investors access to a diversified portfolio of assets and economic exposures across three target sectors: operating lease assets, loan portfolio and securitisation assets, and alternative assets.

BBSFF is managed by Babcock & Brown Structured Finance Management Pty Ltd, a wholly-owned subsidiary of Babcock & Brown Limited, a global investment and advisory firm. BBSFF presents investors with an opportunity to invest in Babcock & Brown's first listed fund which will source assets originated and identified by two of the five Babcock & Brown core business units, Operating Lease and Structured Finance.