



SGX-ST Release

29 June 2007

BASE MANAGEMENT FEE FOR THE QUARTER ENDED 31 MARCH 2007

Further to the announcement on 9 May 2007 in relation to the base fee of S\$1,312,557 payable to Babcock & Brown Structured Finance Management Pty Ltd (the "Manager"), for the quarter ended 31 March 2007, by the issue of new shares in the capital of Babcock & Brown Structured Finance Fund Limited ("BBSFF") to the Manager ("New Shares"), the Board of Directors of BBSFF is pleased to announce that BBSFF has obtained the in-principle approval of the SGX-ST for the listing and quotation of the New Shares.

In accordance with the method of calculating the number of New Shares to be issued pursuant to the two management agreements entered into between BBSFF and the Manager on 12 December 2006, 1,233,309 New Shares will be issued to the Manager as payment of its base fee for the quarter ended 31 March 2007.

The in-principle approval of the SGX-ST is not to be taken as an indication of the merits of the proposed issue of New Shares, BBSFF or its subsidiaries.

By order of the Board of Directors
Name: Richard Lees Umbrecht
Designation: Director
Date: 29 June 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 the Company pursuant to the prospectus of the Company dated 12 December 2006.

BABCOCK & BROWN
STRUCTURED FINANCE
FUND LIMITED

Further Information:

Jeanette Pang (Ms)
Babcock & Brown Securities (Singapore) Pte Ltd
jeanette.pang@babcockbrown.com
+65 6309 4684

About Babcock & Brown Structured Finance Fund Limited

(<http://www.bbstructuredfinance.com>)

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 sources assets originated and identified by two of the five Babcock & Brown’s core business units, Operating Lease and Structured Finance.