

**Notice by Babcock & Brown Limited (Administrators Appointed)**

The Administrators of Babcock & Brown Limited (Administrators Appointed) ("BBL") hereby confirm that interest rate payments to BBSN and BBSN2 noteholders were suspended with effect from their appointment on 13 March 2009. Accordingly no interest will be paid to BBSN noteholders on 15 May 2009.

For and on behalf of DJF Lombe and SJ Cathro  
Joint and Several Administrators  
12 May 2009