

BABCOCK & BROWN CAPITAL

9 November 2005 ASX Announcement

Net tangible asset backing per share

Please find below information on Babcock & Brown Capital's net tangible asset backing as at 31 October 2005:

Net Tangible Assets pre-tax per share ¹	\$2.55
Net Tangible Assets post-tax per share ¹	\$2.54
Number of partly paid shares on issue	200,000,000

¹ Unaudited

The above net tangible asset backing per share calculation includes:

- a 10.8% investment in Eircom Group. There has been no additional investment in the Company since 31 October 2005. The Eircom share price at 31 October 2005 was €2.00; and
- Additional underwriting accruals approximating \$11 million that became payable during October when greater than 30% of the gross proceeds of the IPO were invested.

The second instalment of capital is due on 4 February 2006. The net tangible asset calculation excludes this second instalment of \$2.50 per share. This instalment can be extended for up to six months by Babcock & Brown Capital Limited directors.

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About Babcock & Brown Capital
www.babcockbrowncapital.com

Babcock & Brown Capital is an investment company that will focus on a concentrated portfolio with a flexible investment horizon. The Company may build positions in domestic and overseas, listed and private, entities. Babcock & Brown Capital will focus its efforts and work with management of these entities to grow their value over time. Investments will be held while they continue to meet the Company's investment objectives.