

**Facsimile**

To	Company Announcements Office	From	Stephen Hanich
Fax	1900 999 279	Pages	5
Company	Australian Stock Exchange	Date	25 January 2006
Re	SDI Limited		

Please find attached a Form 604 – Notice of Change in Interests of Substantial Shareholder

Kind regards

A handwritten signature in black ink, appearing to be "S. Hanich", written over a horizontal line.

Stephen Hanich
Company Secretary

Form 604Corporations Act 2001
Section 671B**Notice of change of interests of substantial holder**To: Company Name/Schema SDI LimitedACN/ARSN 008 075 581**1. Details of substantial holder(1)**Name Souls Funds Management LimitedACN/ARSN (if applicable) 098 628 605There was a change in the interests of the
substantial holder on 24 /01 /2006The previous notice was given to the company on 18 /11 /2005The previous notice was dated 17 /11 /2005**2. Previous and present voting power**

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in when last required, and when now required, to give a substantial holding notice to the company or scheme, are as follows:

Class of securities (4)	Previous notice		Present notice	
	Person's votes	Voting power (5)	Person's votes	Voting power (5)
Ordinary	7,329,193	6.25%	8,711,111	7.43%

3. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest of the substantial holder or an associate in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (6)	Consideration given in relation to change (7)	Class and number of securities affected	Person's votes affected
Refer	Annexure A				

4. Present relevant interests

Particulars of each relevant interest of the substantial holder in voting securities after the change are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Nature of relevant interest (6)	Class and number of securities	Person's votes
Refer	Annexure B				

5. Changes in association

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
N/A	

6. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Souls Funds Management	Level 14, 15 Castlereagh Street
Limited	Sydney NSW 2000

Signature

print name **Stephen Hanich**

capacity **Company Secretary**

sign here



date **25 / 01 / 2006**

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 6 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (6) Include details of:
 - (a) any relevant agreement or other circumstances because of which the change in relevant interest occurred. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

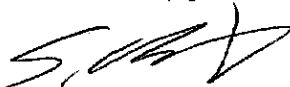
See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (7) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".
- (9) Give details, if appropriate, of the present association and any change in that association since the last substantial holding notice.

ANNEXURE A

Souls Funds Management Limited ACN 098 628 805

Date of change	Persons whose relevant interest changed	Nature of changes	Consideration given in relation to change	Class and number of securities affected	Person's votes affected
21-Nov-05	Souls Funds Management Limited	buy	38,044.17	42,559	42,559
22-Nov-05	Souls Funds Management Limited	buy	20,060.37	22,441	22,441
23-Nov-05	Souls Funds Management Limited	buy	62,658.50	70,000	70,000
24-Nov-05	Souls Funds Management Limited	buy	65,915.34	62,551	62,551
25-Nov-05	Souls Funds Management Limited	buy	135,422.48	157,586	157,586
28-Nov-05	Souls Funds Management Limited	buy	25,441.45	29,800	29,800
29-Nov-05	Souls Funds Management Limited	buy	1,045.84	1,225	1,225
30-Nov-05	Souls Funds Management Limited	buy	37,443.33	43,858	43,858
01-Dec-05	Souls Funds Management Limited	buy	341,083.54	403,872	403,872
02-Dec-05	Souls Funds Management Limited	buy	3,260.04	3,884	3,884
05-Dec-05	Souls Funds Management Limited	buy	3,597.52	4,264	4,264
07-Dec-05	Souls Funds Management Limited	buy	33,101.16	40,437	40,437
08-Dec-05	Souls Funds Management Limited	buy	64,801.52	79,563	79,563
09-Dec-05	Souls Funds Management Limited	buy	12,052.80	15,000	15,000
13-Dec-05	Souls Funds Management Limited	buy	28,869.03	36,300	36,300
14-Dec-05	Souls Funds Management Limited	buy	4,987.16	6,260	6,260
15-Dec-05	Souls Funds Management Limited	buy	14,928.18	18,000	18,000
16-Dec-05	Souls Funds Management Limited	buy	25,682.11	30,440	30,440
19-Dec-05	Souls Funds Management Limited	buy	4,456.41	5,282	5,282
20-Dec-05	Souls Funds Management Limited	buy	1,687.39	2,000	2,000
05-Jan-06	Souls Funds Management Limited	buy	10,273.81	12,000	12,000
18-Jan-06	Souls Funds Management Limited	buy	16,815.67	20,000	20,000
19-Jan-06	Souls Funds Management Limited	buy	14,086.71	17,000	17,000
20-Jan-06	Souls Funds Management Limited	buy	64,781.89	78,000	78,000
23-Jan-06	Souls Funds Management Limited	buy	90,297.09	109,636	109,636
24-Jan-06	Souls Funds Management Limited	buy	57,715.70	70,000	70,000

This is Annexure A of 1 page referred to in Form 604 - Notice of Change of Interests of Substantial Holder



Stephen Hanich
Company Secretary

25-Jan-06
Date

ANNEXURE B

Souls Funds Management Limited ACN 098 628 605

Holder of relevant interest	Registered holder of securities	Person entitled to be registered holder	Nature of relevant interest	Class and number of securities	Person's votes
Souls Funds Management Limited	Souls Funds Management Limited as RE for Souls Australian Small Companies Fund	ANZ Banking Group Limited	Power to vote	1,740,850	1,740,850
Souls Funds Management Limited	AMP Capital Investors Limited	Cogent Nominees Pty Limited	Power to vote	3,242,962	3,242,962
Souls Funds Management Limited	Australian Business Limited	Cogent Nominees Pty Limited	Power to vote	631,744	631,744
Souls Funds Management Limited	Colonial First State Investments Limited	Citicorp Nominees Pty Limited	Power to vote	1,135,174	1,135,174
Souls Funds Management Limited	Advance Asset Management Limited	National Nominees Limited	Power to vote	1,960,581	1,960,581

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Stephen Hanich
Company Secretary25-Jan-06
Date