



FACSIMILIE

To: ASX Company Announcements

From: Hamish Corlett

Fax: 1 300 135 638

Pages: 5

(including this one)

Phone: N/A

Date: 18 October, 2011

Re: Form 603, Notice of Initial Substantial
Holder

Attn: The Manager, ASX Company Announcements

Urgent

For Review

Please Comment

Please Reply

Dear Madam / Sir,

In accordance with section 671B of the Corporations Act 2001, please find attached a notice of Initial Substantial Holder (Form 603) concerning Somnomed Limited held by TDM Asset Management Pty Ltd.

Yours Sincerely,

A handwritten signature in black ink that reads 'H Corlett'.

Hamish Corlett

Director

Level 10, 66 Hunter Street, Sydney, NSW 2000
tel +61 2 8999 8810 fax +61 2 9475 4768

Form 603
Corporations Act 2001
Section 671B

Notice of initial substantial holder

To Company Name/Scheme SOMNOMED LIMITED

ACN/ARSN 003 255 221

1. Details of substantial holder (1)

Name TDM ASSET MANAGEMENT PTY LIMITED AND ITS ASSOCIATES LISTED IN ANNEXURE A

ACN/ARSN (if applicable) 133 246 330

The holder became a substantial holder on 13/10/2011

2. Details of 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 on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
ORD	2,236,642	2,236,642	5.46%*

*Based on issued capital of 40,927,756

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
See Annexure A	See Annexure A	ORD: 2,236,642

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Class and number of securities
See Annexure A	See Annexure A	ORD: 2,236,642

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
See Annexure A	See Annexure B	See Annexure B	See Annexure B	See Annexure B

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

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

7. Addresses

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

Name	Address
See Annexure A	See Annexure A

Signature

print name	Hamish Corlett	capacity	Director
sign here		date	18/10/2011

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 7 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 total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
- (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (7) Include details of:
 - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. 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.
- (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) Details of the consideration must include any and all benefits, moneys 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.



ANNEXURE A

This is page 1 of 1 of Annexure A referred to in Form 603 "Notice of initial substantial holder".

Holder of relevant interest	Nature of relevant interest	Class and number of securities
TDM Asset Management Pty Limited ACN 133 246 330	Section 608(1)(b) and (c) – power to control the voting rights and disposal of shares as discretionary investment manager	ORD: 2,236,642
TDMAM Pty Limited ACN 107 851 730	Section 608(3)(a) – voting power in TDMAM Pty Limited is above 20%	ORD: 2,236,642
Madleowill Investments Pty Limited ACN 140 947 584	Section 608(3)(a) – voting power in TDMAM Pty Limited is above 20%	ORD: 2,236,642

The associated entities of TDMAM Pty Ltd are:

Thomas Donald Mckenzie Cowan
Rebecca Cowan

The associated entities of Madleowill Investments Pty Ltd are:

Hamish Corlett

The registered office of all entities named in Annexure A is:

Level 10, 66 Hunter Street, Sydney NSW 2000

Hamish Corlett, Director
Date: 18 October, 2011

**ANNEXURE B**

This is page 1 of 1 of Annexure B referred to in Form 603 "Notice of initial substantial holder".

Holder of Relevant Interest	Date of Change	Nature of Change	Number of Ordinary Shares	Person's Votes Affected	Consideration
TDM Asset Management	13/10/2011	On Market Purchase	30,000	30,000	\$33,181.51
TDM Asset Management	14/10/2011	On Market Purchase	100,000	100,000	\$110,102.26
TDM Asset Management	17/10/2011	On Market Purchase	100,500	100,500	\$111,102.75