



Notification to the ASX

8 March 2006

**Reckon Limited - RKN
ACN 003 348 730**

Acquisition of Elite Tax Technology

Reckon Limited announced today that it has acquired the "Elite" business from Elite Practice Solutions Pty Limited.

The purchase price of \$2.3 million is payable in two tranches of \$1.6 million at completion date and \$0.7 million in one year's time.

The purchase price equates to 4.3 times NPBT for FY 30 June 2005.

Elite develops and distributes tax return preparation tools used by thousands of accountants and tax agents in public practice. It is anticipated that the product tools will also be made available to QuickBooks small business and Quicken personal customers, thereby exposing the product to a substantially larger customer base. Reckon has 400,000 registered QuickBooks small business customers and 290,000 registered Quicken personal customers.

Elite has had a long standing relationship with APS with the tax forms forming part of the APS suite of products.

In addition the Elite product range also includes ledger, fixed asset and rental property modules which again are complementary to the existing small to medium business product range.

As part of the transaction the existing management and staff of Elite have been retained.

Mr Scott Ganino GM of Elite said: "We are excited to join Reckon as it will allow us to build on our success and will give Elite customers access to a broader range of products and services and greater integration in the product suites."

Mr Clive Rabie, CEO of Reckon Limited said: "Reckon is now in a position to offer a complete product suite and service offering to the accounting and tax agent industry. Elite will focus its energy and align its product range with our Quicken and QuickBooks customers, while allowing APS to continue its focus in the larger and more complex applications."

For further information, please contact:

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About Reckon: Reckon Limited (ASX: RKN) is the exclusive licensee in Australia, New Zealand and the Pacific Rim for the manufacture, localization, publishing and distribution of small business accounting and personal finance management software under the QuickBooks and Quicken brands. Reckon also manufactures and licenses the APS suite of products for practice management, client management and tax for professional accounting firms.