



Notification to the ASX

21 February 2007

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

Acquisition of Shelco Business

Reckon Limited announced today that effective from 1 March 2007 it will acquire the Shelco business, technology and customer base from Shelco DataBroker Pty Limited and Shelco Services Pty Limited.

The Shelco business presently comprises two main revenue streams, services and data.

The Services business comprises the technology and established client base for the registration of companies and other business structures using the traditional full service method. This business also provides clients with an immediate online company registration service available outside of standard operating hours. The business can also set up unit trusts, family trusts (discretionary trusts), constitution updates, domain name registration or a self managed super fund for customers.

The Data business electronically provides comprehensive accredited ASIC information combined with a highly personalised client relationship and a full range of sophisticated information services to assist customers with the provision of financial, corporate and statutory information.

It is also proposed to add state business names, REVs checks, credit reporting and land office searches to this business in the near future as well.

The purchase price for the two businesses is payable in two tranches. An initial payment of \$750,000 and a maximum further payment of \$1,250,000 based on performance for the year ending June 2008.

The businesses are expected to contribute \$150,000 to operating profit in the first 10 months. To achieve the maximum payment, profitability would need to increase in excess of 500%.

Clive Rabie, Group CEO of Reckon said: "This is a significant addition to our growing range of products. We see these businesses as an excellent platform for additional products to be sold to our professional accountant customers so that they in turn can offer a full service to their customers."

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.