

Notice of Annual General Meeting

Notice is hereby given that the Annual General Meeting of Reckon Limited ("the Company") will be held at the registered office of the Company at 35 Saunders Street, Pyrmont NSW 2009 on 29 May 2007 at 3.00 pm.

General Business

Item 1

Consideration of Reports and Statements

To receive and consider the Directors' Report for the financial year ended 31 December 2006, the Annual Financial Report for that year, the Directors' Declaration and the Independent Audit Report.

Item 2

Resolution - Re-election of John Thame as a Director

To consider and, if thought fit, pass the following resolution as an ordinary resolution:

"That John Thame be re-elected as a director of the Company."

Item 3

Non-binding vote to adopt remuneration report

The remuneration report is on page 18 to 21 of the Annual Report.

Special Business

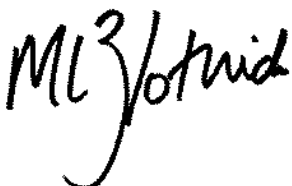
Item 4

Resolution – Appointment of Auditor

To consider and, if thought fit, pass the following resolution as an ordinary resolution:

"That for the purpose of section 327B of the *Corporations Act 2001* (Cth) (the **Corporations Act**) and for all other purposes, Deloitte Touche Tohmatsu, having been duly nominated and consented to act, be appointed as auditors of the Company and its controlled entities with effect from the end of the meeting."

By Order of the Board.



Myron Zlotnick Company Secretary

9 April 2007

Proxies

A member entitled to vote at the meeting has the right to appoint a proxy to attend and vote instead of the member. A proxy need not be a member. A member who is entitled to cast 2 or more votes may appoint 2 proxies and may specify the proportion or number of votes each proxy is appointed to exercise. If a member appoints 2 proxies and does not specify the proportion or number which each proxy is to exercise, then, in accordance with Section 249X(3) of the Corporations Law, each proxy may exercise half of the votes for which the proxies are appointed.

A form for appointment of proxy is enclosed. To be effective, the document appointing the proxy (and the original, or a certified copy, of the power of attorney or other instrument under which the document appointing the proxy is signed or executed) must be received by the Company at least 48 hours before the meeting. The documents should be delivered to the Company at Computershare GPO Box 242 Melbourne VIC 3001, Fax: 61 3 9473 2118.

No facility exists for receiving proxies by e-mail.

Please refer to other notes appearing on the enclosed Form of Proxy.

Corporate Representative

A representative of a company attending the meeting must present at the meeting satisfactory evidence of his or her appointment to attend on the company's behalf, unless previously lodged with the Company.

Entitlement to Vote

In accordance with the Corporations Law and the regulations made thereunder, the Board has determined that in relation to the Annual General Meeting of the Company convened by this Notice of Meeting, shares will be taken to be held by the persons who are the registered holders at 5.00 pm (Sydney time) on 24 May 2007. Accordingly, share transfers registered after that time will be disregarded in determining entitlements to attend and vote at the meeting.

Explanatory Notes

General Business

Item 1

Annual Financial Reports

The Corporations Law requires the Reports of the Directors and of the Auditors and the Annual Financial Report, including the Financial Statements, to be laid before the Annual General Meeting.

Neither the Corporations Law nor the Company's Constitution requires a vote of shareholders at the Annual General Meeting on such Reports or Statements. However, shareholders will be given ample opportunity to raise questions on the reports and statements at the meeting. The company's auditors will also be present to answer any questions.

Item 2

Resolution – Re-election of John Thame as a director

Pursuant to Clause 6.1 of the Company's Constitution, John Thame retires by rotation as director of the Company. Being eligible, John Thame offers himself for re-election.

The Directors unanimously recommend that shareholders vote in favour of Item 2.

Item 3

Non-binding advisory vote on the Remuneration Report

Shareholders are asked to adopt the Company's Remuneration Report. The Remuneration Report is set out on pages 18 to 21 of the 2006 Annual Report.

The Remuneration Report sets out the policies for the remuneration of directors and senior group executives. It also sets out required disclosures relating to the types and amounts of remuneration paid to directors and senior executives. An opportunity for discussion of the Remuneration Report will be provided at the Annual General Meeting.

The Corporations Act 2001 requires listed companies to put an annual non-binding resolution to shareholders to adopt the Remuneration Report. In line with the legislation, the vote on Item 4 is advisory only, and does not bind the Directors. However, the Board will take into account the discussion on this item and the outcome of the vote when considering the future remuneration arrangements of the Company.

The Directors unanimously recommend that shareholders vote in favour of Item 3.

Special Business

Item 4

Resolution – Appointment of Auditor

As a result of the merger of Horwath Sydney Partnership with Deloitte Touche Tohmatsu, Horwath Sydney Partnership changed its name to DTT NSW and signed the auditor's report for the year ended 31 December 2006 under that name. This recognises that the audit for the financial period had to be completed by the auditor appointed for that financial year. DTT NSW is a continuation of the Horwath Sydney Partnership. The partners of DTT NSW joined the Australian partnership of Deloitte Touche Tohmatsu as from 1 February 2007.

Under the Corporations Act, the resignation of an auditor is subject to approval by the Australian Securities and Investments Commission and the appointment of a new auditor is subject to approval at an Annual General Meeting. Accordingly DTT NSW (formerly Horwath Sydney Partnership) has sought approval to resign as auditor at the conclusion of the Annual General Meeting and Deloitte Touche Tohmatsu has been nominated and consented to be appointed as auditor, subject to ASIC's approval at DTT NSW's resignation as auditor.

The Directors unanimously recommend that shareholders vote in favour of Item 4



Clive Rabie

Group CEO

9 April 2007