

ASX ANNOUNCEMENT 19 September 2014

TikForce completing commercialisation of first product platform rollout

Palace Resources Limited (ASX: PXR) (**Palace or Company**) is pleased to announce that TikForce Pty Ltd (“TPL”) ACN 168 318 616 is concluding the “roll out” of the commercial version 1.0 for its first commercial clients.

After completing the move of the TikForce platform to the Microsoft Azure Cloud infrastructure, this will enable the TikForce SAAS application to support hundreds of thousands of users.

TPL will now be able to fully focus on sales and installations.

TikForce will start to be used by its first commercial businesses in the third quarter of 2014 with initial installations into steel fabrication and carpentry businesses.

Over the next few months TPL is expecting to gradually increase installations to a rate of three installations per week, with a twelve month target of one hundred installations.

As per the announcement to the ASX on 18th September, Palace has completed due diligence on the proposal to acquire 100% of the issued capital of TikForce Pty Ltd.

About TikForce

TikForce is a web and mobile application platform that provides a simple way to track mobile workers, contractors and monitor the productivity and quality of their work.

TikForce mobile will work on any modern smart phone communicating with a central control system to receive new jobs and update progress. TikForce can deliver significant productivity gains for businesses with mobile workers and contractors. It integrates with popular accounting systems to streamline time sheets, payroll and billing.

TikForce is also a fantastic source of work for casual and contract workers who can monitor new work as business post it and accept jobs based on time and location.

With 37.5% of the workforce becoming mobile, it is essential for businesses and workers to have better system of support and control. TikForce provides this at a price point that makes it accessible by any size business or casual worker.

A key factor of TikForce is the real time transaction flow, the controller can see where workers are and what they are doing, what support they may need and can quickly redeploy work or workers as situations change.

Roland Berzins

Company Secretary