

TikForce Operational Progress Update

Highlights of Q4 2017

- Income steadily increasing with billings of over \$200,000 for the quarter
- Transition to commercial rollout has enabled monthly cost reductions of over \$75,000
- AngloGold Ashanti contractor verification and pre-qualification services has now commenced
- Iluka Resources verification solution for all suppliers to commence in early January
- Metro Trains Melbourne induction services for third-party contractors remain steady
- National Disability Services Corporate Partnership launched at the Sydney CEO Conference

TikForce Managing Director Kevin Baum said: “Now that TikForce has had rigorous and detailed evaluation by major companies and organisations successfully completed, it been able to move to full commercial roll-out; we will now be able to significantly shorten our sales closure time.”

“TikForce has made strong progress and been able to demonstrate significant savings in time and money for our clients and prospects particularly in the mining and mining services sector. We are now well placed to take advantage of increased activity and employment growth in the mining sectors in 2018 and beyond.”

Income Growth

After substantial testing, evaluation and due diligence across a range of market sectors and for a number of major businesses, TikForce has been able to validate its business model and the value it delivers to major enterprises such as AngloGold Ashanti and Iluka. The results are now generating income that is both sustainable and is expected to grow strong into the future. We have billed over \$200,000 for the quarter ending 31st December 2017 and expect this to increase through all four quarters of 2018. The unique element of the TikForce business model is that when we sign up major companies such as AngloGold Ashanti we effectively sign up their whole supplier network. It is therefore a major milestone for the company to be generating income from these market leading companies with large supplier bases.

Reduced Operating Costs

The requirements to continuously modify our platform to meet evolving enterprise needs, security requirements and the technical due diligence, that has been a major part of our business activity in 2017, has allowed us to reduce our cost by over \$75,000 per month. We have done this by reducing our staff with a 25% reduction in fulltime equivalents while simultaneously being able to retain our proprietary skills and knowledge base. In particular our development team has been reduced in total number and also by moving to a reduced hours format. We have also reduced a number of our third party services and supplier costs.

Project Updates

AngloGold Ashanti

Rollout of site verification and pre-qualification services for contractors has commenced at AngloGold's Tropicana and Sunrise Dam sites, after further additions to the service offering were requested by the client. The TikForce implementation team has worked with the operational teams at Sunrise Dam and Tropicana, along with the first contractors, to ensure a successful commencement of our comprehensive service offering. The Company will be supporting major shutdowns on both sites, early in the new year. The additional functionality and reporting requested by the client will provide management and project partners with complete traceability and progress of all personnel in the onboarding process; thereby enhancing the value added by the TikForce product.

Iluka Resources

Implementation of verification services, access control and alcohol testing of all suppliers and their workers has commenced. Onboarding will commence at the North Capel site in early January. All active suppliers will be required to be onboarded via the TikForce platform within three months to gain access to enter the site. Iluka is acting as the lead partner, integrating zero tolerance site access and egress measures into the TikForce credential and identification platform to create an unprecedented, real-time risk management solution.

Metro Trains Melbourne (MTM)

Third party contractor inductions for MTM remain steady.

Following the latest generation upgrade to the MTM Third Party Induction (TPI) platform, the TikForce support and customer service team is engaged directly with the respective contract project managers requiring advanced planning and induction. Recently, there have been significant new contracts awarded to support the MTM projects, which will require TPI onboarding via the TikForce platform. As an example, the Company is inducting 300 new roles to the MTM platform on behalf of global facilities management group, ISS. TikForce will provide the verification and onboarding services for these personnel.

National Disability Services (NDS)

As announced in November, the Company entered a Corporate Partnership with peak industry disability services group, National Disability Services (NDS). NDS represents over 1000 organisations engaged in the \$22 Billion per annum rollout of the National Disability Insurance Scheme (NDIS), which has now commenced. The Corporate Partnership with TikForce was officially launched at the recent CEO's Conference in Sydney. As the result of a successful launch attended by NDS Member CEO's and decision makers, the Company has received multiple requests from disability services providers to follow up in the coming weeks with a view to provide credential verification services.

About TikForce <http://www.tikforce.com/>

TikForce is a Human Resource Technology Platform that provides businesses with a more efficient and complete solution for workforce identity, compliance checks, and credentials and qualification screening. The TikForce Platform reduces risk and effort when selecting or when monitoring of individuals or suppliers and their workers. The TikForce platforms – TikForce.com and Tik.me – are faster, cheaper, lower risk, and more comprehensive than traditional systems for individuals and businesses.

For more information ,please visit:

Company website: <https://www.tikforce.com/>

Investor information: <https://www.tikforce.com/investor>

For further information, please contact:

Mr Kevin Baum
Managing Director

kevin@TikForce.com

1800 732 543

