

ASX ANNOUNCEMENT

30 September 2014

Palace signs MOU for acquisition of global asset tracking system

Palace Resources Limited (ASX: PXR) (“**Palace** or the **Company**”) is pleased to announce that it has entered into a Memorandum of Understanding for the share acquisition of Min-Trak Ltd (Zambia) (“Min-Trak”) (www.min-trak.com)

Min-Trak provides affordable remote/satellite tracking services for regions with limited or non-existent mobile/cellular coverage.

The current service offering of Min-Trak includes:

- conflict minerals;
- vehicle tracking;
- people tracking and;
- a more comprehensive VIP tracking service.

Min-Trak utilises proprietary technology to minimise satellite traffic and to cost-effectively and efficiently track large numbers of very small assets.

The Min-Trak product suite is truly global, in terms of coverage; delivering 24 hour monitoring; alarm notifications and comprehensive visibility of client assets.

Palace intends to incorporate the Min-Trak technology to enhance its intended purchase of TikForce.

The Board of Palace believes the integrated technology will add unprecedented value to its clients by integrating asset tracking and satellite connectivity to a comprehensive human resource tracking and management platform.

Palace is confident that the combined technologies will provide the Company with turnkey solutions in remote areas with no mobile coverage; as well as extending tracking beyond people to hundred of thousands of assets and items. The seamless integration of TikForce and Min-Trak technology is expected to deliver affordable, valuable, actionable and real time information to increase business efficiency and profitability.

Subject to due diligence and shareholder approval, the consideration proposed to be paid for the Min-Trak acquisition is:

1. The issue by Palace of 4,500,000 fully paid ordinary shares (post-consolidation) in the capital of Palace (“consideration shares”).
2. The issue of performance shares in three tranches, to be defined, pending the successful completion of due diligence.

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.

About TikForce (TPL)

TPL has created a product suite (TikForce), which 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.

Tikforce 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 businesses 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 systems 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, in that the controller;

- can see where workers are;
- what they are doing;
- what support they may need; and
- can quickly redeploy work or workers as situations change.

About Min-Trak

Min-Trak Ltd (“Min-Trak”) is a global position tracking system with monitoring tools and direct control of GPS devices. The system is not dependent on the availability of local cellular networks and as such is truly global in terms of coverage. Min-Trak delivers 24 hour monitoring, alarm notifications and comprehensive visibility of client assets, as a turnkey solution.

Min-Track utilises proprietary technology to minimize satellite traffic and to cost-effectively and efficiently track large numbers of very small assets. The Min-Trak product suite is truly global, in terms of coverage; delivering 24 hour monitoring; alarm notifications and; comprehensive visibility of client assets.

For further information, please contact:

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