TWENTY SEVEN CO. LIMITED AND CONTROLLED ENTITIES
ABN 48 119 978 013

FINANCIAL REPORT

HALF-YEAR ENDED 31 DECEMBER 2018

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Corporate Directory

Directors
Robert Rorrison - Non-executive Chairman
Martin Janes - Non-executive Director
Mark Siford – Non-executive Director

Chief Executive Officer
Ian Warland

Chief Financial Officer / Company Secretary
Damien Connor

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Australian Securities Exchange
ASX code: TSC

Directors' Report

Your Directors present this report on Twenty Seven Co. Limited and its consolidated entities (Group) for the half-year ended 31 December 2018 ("half-year").

Directors

The names of each person who has been a Director during this half-year to the date of this report are:

Robert Rorrison (Non-Executive Director)

Martin Janes (Non-Executive Director)

Mark Siford (Non-Executive Director) - *appointed 28 August 2018*

Alice McCleary (Non-Executive Director) - *resigned 28 November 2018*

Chief Executive Officer

Ian Warland

Company Secretary

Damien Connor

Principal Activities

During the financial half year, the principal activities of the Group consisted of;

- Experienced geologist Ian Warland was appointed as Chief Executive Officer on 26 July 2018.
- Change of name from UraniumSA Limited to Twenty Seven Co. Limited on 30 July 2018 with commencement of trading under the new ASX code TSC (formerly ASX code USA) on 1 August 2018.
- Acquisition of Nomad Explorations Pty Ltd (Nomad) completed on 13 August 2018 which saw the Group change its exploration focus toward its highly prospective copper/cobalt assets. These assets included 6 highly prospective greenfield exploration projects in New South Wales, Northern Territory and Western Australia.
- Alice McCleary resigned as Chairman and Director on 28 November 2018 with Robert Rorrison appointed interim Chairman and subsequently Chairman of the Company from that date.
- Field exploration commenced on the Midas (NSW) cobalt Project, and included comprehensive regional mapping and surface geochemical sampling and an IP survey over the Benco copper/gold/cobalt prospect.

Consolidated results

During the half-year ended 31 December 2018 the Group incurred a loss of $716,398 (2017: loss $113,770).

The loss for the half-year ended 31 December 2018 includes an exploration impairment expense of $401,131. The impairment expense represents the write-off of previously capitalised exploration expenditure on tenements which have been relinquished either during the period or as at the date of this report.

Review of Operations

Exploration Activities

Significant changes to the Group's tenement portfolio during the half-year with the addition of 7 new projects including the 6 projects acquired through the Nomad acquisition in August saw the bulk of exploration work directed towards desk top assessment, prioritising and ranking of targets for field operations. See figure 1 for Project location map. Field work in the half-year focused on the Midas Project with extensive geochemical sampling, mapping and an IP survey over Benco Cu Au Co prospect.

Midas Project (Cu-Au-Co) (EL8732)

In the half-year, field exploration commenced at the Midas Project with regional soil samples taken over the prospective Thackaringa Group rocks on a 400m by 400m grid. This resulted in the discovery of two areas to follow-up encompassing Area 1 and Area 2. Simultaneously mapping and rock chip sampling over the tenement identified a number of anomalous Cu, Au and Co results including the discovery of the Benco Cu Au Co prospect.

TSC first announced the Benco prospect in October 2018 with the discovery of previously unrecorded workings over a quartz iron oxide vein with anomalous Cu, Au and Co. Several narrow quartz iron oxide vein sets have now been mapped within an NE trending corridor ~ 1.6km long by 300m wide. At the end of the half-year TSC completed an IP survey over the Benco prospect with results and interpretation received in January 2019.

Perseus (Cu-Au-Co) (EL8778)

Perseus located in NSW ~ 30km west of Broken Hill was granted on 24 of July 2018. Desktop analysis during the half-year of previous exploration and aeromagnetic data has highlighted 6 highly ranked Cu Au Co targets on the tenement for follow-up exploration.

Northern Territory (Co-Cu) Pungalina (EL31761) Pear Tree (EL31788), Calvert Hills (EL31787)

During the half-year, TSC had three Co-Cu tenements granted in the NT including Pungalina Calvert Hills and Pear Tree. A reconnaissance trip to the NT tenements was undertaken to visit land holders in the region. The tenements are located in the prospect McArthur Basin which hosts the Stanton Cobalt deposit (ASX: N27) and the historic Redbank Cu deposits (ASX: RCP). Calvert Hills and Pear Tree tenements were granted late in November with field work set to commence during the 2019 dry season.

Kalanbi Project (Co-Ni-Cu) (EL6220)

The Kalanbi Project located near Ceduna in South Australia was granted in August 2018. The area is prospective for Co Ni and Cu within Proterozoic mafic complexes. During the half-year work focused on land access and desktop studies which resulted in the identification of 12 high priority aeromagnetic anomalies worthy of follow-up. Precompetitive aeromagnetic data acquired by the SA government over the area is due for release in early 2019 which will be used to help define TSC targets prior to drilling in the area.

Rover Project (Co-Ni-Cu) (E57/1085)

During the half-year, E57/1085 was granted. TSC's new Rover Project is located 140km west of Leonora (WA) and covers an area of ~211km^2 including an extensive Archean greenstone belt, prospective for Ni-Co. Desktop studies commenced during the half-year resulting in the identification of 4 high priority areas to conduct exploration.

Other Projects

During the half-year, the Group continued its divestment strategy of non-strategic assets with Sheoak Hill (EL6066), Lock (EL6067), and Whymlet (EL5865) tenements allowed to expire. At the same time the Group will continue to review its other assets to ascertain where the greatest value can be generated for shareholders.

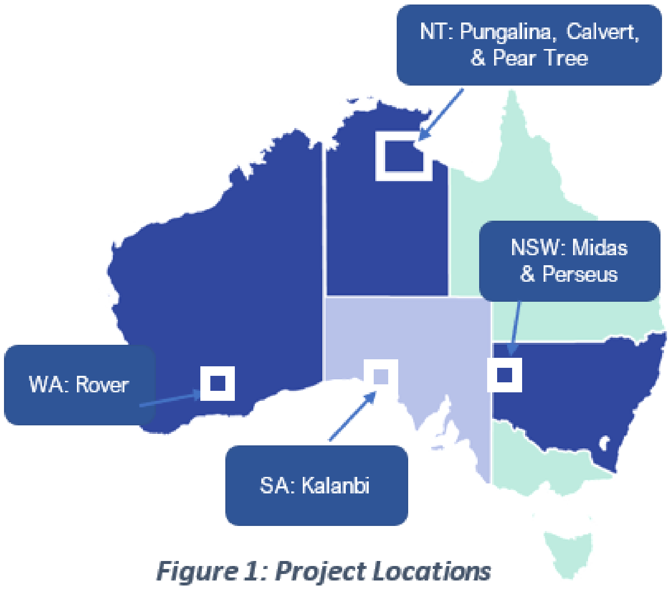

Figure 1: Project Locations

Significant changes to the state of affairs

Acquisition of Nomad Explorations Pty Ltd

On 2 May 2018 the Company announced that it had agreed to acquire 100% of the issued capital of Nomad Explorations Pty Ltd (Nomad), a minerals explorer with six highly-prospective project areas in New South Wales, Northern Territory and Western Australia that are prospective for cobalt, copper and nickel.

On 13 June 2018, the Company announced that it had entered into a Share Sale and Purchase Agreement to acquire 100% of the issued capital of Nomad (Nomad Acquisition).

On 13 August 2018, the Company announced the completion of the Nomad Acquisition, and settled all remaining consideration payable to Nomad shareholders.

On 25 September 2018, Nomad Explorations Pty Ltd was renamed TSC Exploration Pty Ltd.

Placement to processional and sophisticated investors

On 2 May 2018, the Company announced that it had received binding commitments to raise $1.2 million from professional and sophisticated investors, to explore the Nomad tenements, subject of the Nomad Acquisition, and other assets of the company (Placement). The Placement was undertaken in two (2) tranches.

Tranche 1 40,000,000 fully paid ordinary shares issued on 14 June 2018 at an issue price of $0.007 to raise $280,000 (before costs).

Tranche 2 131,500,000 fully paid ordinary shares issued on 2 August 2018 at an issue price of $0.007 to raise $920,500 (before costs).

Change of Name and ASX Code

On 30 July 2018, the Company announced that it had changed its name from UraniumSA Limited (ASX: USA) to Twenty Seven Co. Limited. The Company commenced trading under the new ASX code of 'TSC' from 1 August 2018.

The Board believes that the new Company name more accurately represents its change in strategic direction, following the acquisition of Nomad, which has already seen a change in exploration focus toward its highly prospective Copper/Cobalt assets.

Further information relating to the Nomad Acquisition, Placement and name change is detailed at Note 10.

Events subsequent to the end of reporting date

The Directors are not aware of any other matter or circumstance that has arisen since 31 December 2018 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Auditor's Declaration

The auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 6 and forms part of the director's report for the financial half-year ended 31 December 2018.

This report is signed in accordance with a resolution of the Board of Directors.

Robert Rorrison
Chairman

Adelaide
Dated this 25th day of February 2019

Auditors Independence Declaration

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Auditor's Independence Declaration

To the Directors of Twenty Seven Co Limited

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Twenty Seven Co Limited for the half-year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been:

a no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and

b no contraventions of any applicable code of professional conduct in relation to the audit.

Grant Thornton.

Grant Thornton Audit Pty Ltd
Chartered Accountants

B K Wundersitz
Partner – Audit & Assurance

Adelaide, 25 February 2019

Statement of Profit or Loss and Other Comprehensive Income

(For the half-year ended 31 December 2018)

		CONSOLIDATED GROUP	
		31-Dec 2018	**31-Dec 2017**
	Note	**$**	**$**
INCOME			
Income	**2**	26,842	20,979
EXPENSES			
Depreciation and amortisation expense		(1,047)	(103)
Employee benefits expense		(198,915)	(59,164)
Occupancy expense		(18,673)	(22,066)
ASX listing and share registry expense		(59,369)	(26,365)
Impairment of exploration assets		(401,131)	-
Exploration expenditure expensed		(2,464)	(1,659)
Other corporate expenses from ordinary activities		(61,641)	(25,392)
LOSS BEFORE INCOME TAX		**(716,398)**	**(113,770)**
Income tax benefit		-	-
LOSS FOR PERIOD		**(716,398)**	**(113,770)**
LOSS ATTRIBUTABLE TO MEMBERS OF THE PARENT ENTITY		**(716,398)**	**(113,770)**
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(716,398)	(113,770)
TOTAL COMPREHENSIVE INCOME ATTRIBUTED TO MEMBERS OF THE PARENT ENTITY		**(716,398)**	**(113,770)**
Earnings per Share		*Cents*	*Cents*
Basic and diluted loss per share		(0.09)	(0.03)

The accompanying notes form part of the financial statements.

Statement of Financial Position

(As at 31 December 2018)

	Note	CONSOLIDATED GROUP 31-Dec 2018	30-Jun 2018
ASSETS		**$**	**$**
CURRENT ASSETS			
Cash and cash equivalents	3	542,666	373,172
Trade and other receivables		44,345	14,442
Other current assets		17,518	152,470
Total current assets		604,529	540,084
NON-CURRENT ASSETS			
Property, plant and equipment		11,646	464
Exploration and evaluation expenditure	4	3,521,291	413,476
Total non-current assets		3,532,937	413,940
TOTAL ASSETS		4,137,466	954,024
CURRENT LIABILITIES			
Trade and other payables		111,720	145,389
Provisions		7,205	540
Total current liabilities		118,925	145,929
NON-CURRENT LIABILITIES			
Provisions		3,199	2,955
Total non-current liabilities		3,199	2,955
TOTAL LIABILITIES		122,124	148,884
NET ASSETS		**4,015,342**	**805,140**
EQUITY			
Issued capital	5	16,565,293	13,275,443
Reserves		636,750	-
Retained losses		(13,186,701)	(12,470,303)
TOTAL EQUITY		**4,015,342**	**805,140**

The accompanying notes form part of the financial statements.

Statement of changes in equity

(For the half-year ended 31 December 2018)

	Issued Capital	Share Based Payments Reserve	Retained Losses	Total
	$	$	$	$
BALANCE AT 1 JULY 2017	12,822,068	-	(12,116,336)	705,732
Shares issued during the period	44,500	-	-	44,500
Total comprehensive income for the period	-	-	(113,770)	(113,770)
BALANCE AT 31 DECEMBER 2017	**12,866,568**	**-**	**(12,230,106)**	**636,462**
BALANCE AT 1 JULY 2018	13,275,443	-	(12,470,303)	805,140
Shares issued during the period	3,289,850	-	-	3,289,850
Fair value of unlisted options issued during the period	-	24,250	-	24,250
Fair value of performance rights issued during the period	-	612,500	-	612,500
Total comprehensive income for the period	-	-	(716,398)	(716,398)
BALANCE AT 31 DECEMBER 2018	**16,565,293**	**636,750**	**(13,186,701)**	**4,015,342**

The accompanying notes form part of the financial statements.

Statement of Cash Flows

(For the half-year ended 31 December 2018)

	CONSOLIDATED GROUP	
	31-Dec 2018	**31-Dec 2017**
CASH FLOWS FROM OPERATING ACTIVITIES	**$**	**$**
Receipts from operations	23,835	18,664
Payments to suppliers and employees	(417,689)	(200,637)
Interest received	5,167	2,613
NET CASH USED IN BY OPERATING ACTIVITIES	**(388,687)**	**(179,360)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration expenditure	(297,440)	(15,240)
Payments for property, plant and equipment	(12,229)	-
NET USED IN INVESTING ACTIVITIES	**(309,669)**	**(15,240)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from the issue of ordinary shares	920,500	-
Payments for costs associated with the issue of ordinary shares	(52,650)	-
NET CASH PROVIDED BY FINANCING ACTIVITIES	**867,850**	**-**
Net increase / (decrease) in cash held	169,494	(194,600)
Cash at beginning of period	373,172	492,154
CASH AT END OF PERIOD	**542,666**	**297,554**

The accompanying notes form part of the financial statements.

NOTE 1 – STATEMENT OF SIGNIFICANT ACCOUNTING POLICES

Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2018 have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Twenty Seven Co. Limited and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2018, together with any public announcements made during the half-year.

Significant Accounting Policies

The interim financial statements have been prepared in accordance with the same accounting policies adopted in the Group's last annual financial statements for the year ended 30 June 2018, except as described below. Note that the changes in accounting policies specified below only apply to the current period. The accounting policies included in the Group's last annual financial statements for the year ended 30 June 2018 are the relevant policies for the purposes of comparatives.

AASB 15 Revenue from Contracts with Customers and AASB 9 Financial Instruments (2014) became effective for periods beginning on or after 1 January 2018. Accordingly, the Group applied AASB 15 and AASB 9 for the first time to the interim period ended 31 December 2018. Changes to the Group's accounting policies arising from these standards are summarised below:

New standards adopted as at 1 July 2018

AASB 15 Revenue from Contracts with Customers

AASB 15 replaces AASB 118 Revenue, AASB 111 Construction Contracts and several revenue-related Interpretations. The new Standard has been applied as at 1 July 2018. Given the entity is a Junior Explorer and does not have any material revenue streams the introduction of the new standard does not have a significant impact on the timing or amount of revenue recognized by the group during the period and therefore has been applied using the modified approach and no prior period restatements were required.

Revenue arises mainly from the corporate office rent and interest.

To determine whether to recognise revenue, the Group follows a 5-step process:

1. Identifying the contract with a customer
2. Identifying the performance obligations
3. Determining the transaction price
4. Allocating the transaction price to the performance obligations
5. Recognising revenue when/as performance obligation(s) are satisfied.

The Group enters into transactions involving a range of the Group's products and services. In all cases, the total transaction price for a contract is allocated amongst the various performance obligations based on their relative stand-alone selling prices. The transaction price for a contract excludes any amounts collected on behalf of third parties.

Revenue is recognised either at a point in time or over time, when (or as) the Group satisfies performance obligations by transferring the promised goods or services to its customers.

The Group recognises contract liabilities for consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the statement of financial position. Similarly, if the Group satisfies a performance obligation before it receives the consideration, the Group recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

AASB 9 Financial Instruments

AASB 9 Financial Instruments replaces AASB 139's 'Financial Instruments: Recognition and Measurement' requirements. It makes major changes to the previous guidance on the classification and measurement of financial assets and introduces an 'expected credit loss' model for impairment of financial assets.

The Group has adopted AASB 9 as at 1 July 2018, the Group elected not to restate prior periods as the Group does not hold any material financial instruments.

Recognition and derecognition

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Classification and initial measurement of financial assets

Financial assets are classified according to their business model and the characteristics of their contractual cash flows. Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price in accordance with AASB 15, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

Subsequent measurement of financial assets

For the purpose of subsequent measurement, financial assets, other than those designated and effective as hedging instruments, are classified into the following four categories:

- Financial assets at amortised cost
- Financial assets at fair value through profit or loss (FVTPL)
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Equity instruments at FVTOCI

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables which is presented within other expenses. Currently the Group only holds financial assets at amortised cost.

Financial assets at amortised cost

Financial assets with contractual cash flows representing solely payments of principal and interest and held within a business model of 'hold to collect' contractual cash flows are accounted for at amortised cost using the effective interest method. The Group's trade and most other receivables fall into this category of financial instruments as well as bonds that were previously classified as held-to-maturity under AASB 139.

Impairment of financial assets

AASB 9's new forward-looking impairment model applies to Group's investments at amortised cost and debt instruments at FVTOCI. The application of the new impairment model depends on whether there has been a significant increase in credit risk.

Trade and other receivables and contract assets

The Group makes use of a simplified approach in accounting for trade and other receivables as well as contract assets and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Group uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses using a provision matrix.

Classification and measurement of financial liabilities

As the accounting for financial liabilities remains largely unchanged from AASB 139, the Group's financial liabilities were not impacted by the adoption of AASB 9. However, for completeness, the accounting policy is disclosed below.

The Group's financial liabilities include borrowings, trade and other payables and derivative financial instruments.

Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs unless the Group designated a financial liability at fair value through profit or loss.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method except for derivatives and financial liabilities designated at FVPL, which are carried subsequently at fair value with gains or losses recognised in profit or loss (other than derivative financial instruments that are designated and effective as hedging instruments).

The interim financial statements have been approved and authorised for issue by the Board on the 25th February 2019.

NOTE 2 – INCOME	**6 months to 31-Dec 2018 $**	**6 months to 31-Dec 2017 $**
Interest income	5,176	2,613
Serviced office space	21,666	18,366
TOTAL INCOME	**26,842**	**20,979**

NOTE 3 – CASH AND CASH EQUIVALENTS	**31-Dec 2018**	**30-Jun 2018**
	$	**$**
Cash at bank and on hand	527,592	373,154
Short-term deposit	15,074	-
	542,666	**373,154**

The effective interest rate on short term deposit at 31 December 2018 is 2.00%. This deposit has a maturity term of 90 days.

NOTE 4 – EXPLORATION AND EVALUATION EXPENDITURE	31-Dec 2018	30-Jun 2018
	$	$
Exploration and evaluation phase at cost	3,521,291	413,476
	3,521,291	**413,476**
Movements in carrying values		
Balance at the beginning of the period	413,476	385,218
Amounts capitalised during the period	320,674	28,258
Acquisition of Nomad [1]	3,188,272	-
Impairment expense during the period	(401,131)	-
Balance at end of period	**3,521,291**	**413,476**

[1] *Acquisition costs associated with the Company's acquisition on Nomad Explorations Pty Ltd (Nomad) have been capitalised against the exploration assets acquired. Refer note 10 for further details regarding the Nomad acquisition.*

The impairment expense represents the write-off of previously capitalised exploration expenditure on tenements which have been relinquished by the Company either during the period or as at the date of this report.

NOTE 5 – ISSUED CAPITAL

31 DECEMBER 2018	No. shares	31-Dec 2018
		$
Issued and paid up capital		
Fully paid ordinary shares	892,061,284	16,565,293
Movements in fully paid ordinary shares		
Balance as at 1 July 2018	414,561,284	13,275,443
Shares issued - Placement (2 Aug 2018) – net of costs	131,500,000	867,850
Shares issued - Nomad shareholders (2 Aug 2018	16,000,000	112,000
Shares issued - Advisor (2 Aug 2018)	30,000,000	210,000
Shares issued - Nomad shareholders (13 Aug 2018)	180,000,000	1,260,000
Shares issued - Nomad shareholders (13 Aug 2018)	120,000,000	840,000
Balance as at 31 December 2018	892,061,284	16,565,293

30 JUNE 2018	No. shares	30-Jun 2018
		$
Issued and paid up capital		
Fully paid ordinary shares	414,561,284	13,275,443
Movements in fully paid ordinary shares		
Balance as at 1 July 2017	349,554,141	12,822,068
Shares issued - Director fees (3 July 2017)	6,357,143	44,500
Shares issued - Director fees (9 January 2018)	4,650,000	46,500
Shares issued - Placement (14 June 2018) – net of costs	40,000,000	264,375
Shares issued - Nomad shareholders (14 June 2018)	14,000,000	98,000
Balance as at 30 June 2018	414,561,284	13,275,443

NOTE 6 – SHARE BASED PAYMENTS

a) Unlisted Options	**31-Dec 2018** **Number of unlisted Options**	**31-Dec 2017** **Number of unlisted Options**
Balance at the beginning of the period	-	-
Granted during the period	7,500,000	-
Vested during the period	-	-
Forfeited/cancelled during the period	-	-
Balance at the end of the period	7,500,000	-

On 20 November 2018, 7,500,000 unlisted share options (Options) were granted, at no cost, to the Company's Chief Executive Officer, Ian Warland, under the Company's Incentive Option Plan. All options vested immediately upon issue. The details of the Options issued were as follows:

Grant Date	Number of Options	Exercise Price	Expiry Date
20 November 2018	2,500,000	$0.010	31 December 2023
20 November 2018	2,500,000	$0.015	31 December 2023
20 November 2018	2,500,000	$0.020	31 December 2023

The fair value of the Options issued was calculated by using a Black-Scholes option pricing model. The fair value of the Options was estimated on the date of the grant using the following assumptions:

Share price at date of grant ($)	0.005
Historic volatility (%)	106.7
Risk free interest rate (%)	2.34
Expected life of option (days)	1867

Historical volatility has been the basis for determining expected share price volatility as it is assumed that this is indicative of future tender, which may not eventuate.

The life of the Options is based on the historical exercise patterns, which may not eventuate in the future.

An amount of $24,250 has been included in the Statement of Profit or Loss and Other Comprehensive Income under Employee benefits expense for the half-year ended 31 December 2018 (31 December 2017: Nil)

No Options have been exercised during the half-year ended 31 December 2018 (31 December 2017: Nil).

The Options outstanding at 31 December 2018 have a weighted average exercisable price of $0.015 and a weighted average remaining contractual life of 5 years.

b) Performance Rights	**31-Dec 2018**	**31-Dec 2017**
	Number of Performance Rights	**Number of Performance Rights**
Balance at the beginning of the period	-	-
Granted during the period	400,000,000	-
Converted during the period	(120,000,000)	-
Forfeited/cancelled during the period	-	-
Balance at the end of the period	280,000,000	-

On 13 August 2018, a total of 400,000,000 Performance Rights (Rights) were granted to Nomad shareholders, at no cost, as part consideration for the Nomad Acquisition.

The Rights were granted in accordance with the Share Sale and Purchase Agreement (SSPA) for the Company's acquisition of Nomad and approved by Shareholders at the Extraordinary General Meeting (EGM) held on 27 July 2018.

The 400,000,000 Rights granted, consisted of:

Class	Issue Date	No. of Rights	Vesting Period	Expiry Date	Conversion Event
Class A	13 Aug 2018	140,000,000	18 months from date of issue	13 Aug 2021	The Company announcing to the ASX a drill intercept on any of the tenements currently owned by Nomad ("Nomad Tenements") of at least 7m @500ppm cobalt in at least two drill holes at least 100m apart.
Class B	13 Aug 2018	140,000,000	18 months from date of issue	13 Aug 2023	The Company announcing to the ASX a mineral resource in either the inferred, indicated or measured category (reported in accordance with the JORC Code, 2012 Edition), on any of the Nomad Tenements of at least 10Mt at 750ppm cobalt with a 500ppm cut-off.
Class C	13 Aug 2018	120,000,000	None	27 Jul 2019	The granting of an exploration licence to Nomad in respect of ELA5652 (Perseus) in New South Wales.

Valuation of Rights

Class C Performance Rights

On 13 August 2018, the Company announced that the conversion event in respect of the Class C Rights (being the granting of Perseus EL8778 as announced on 26 July 2018) had been satisfied and that it had issued 120,000,000 Shares to Nomad shareholders following the conversion of the Class C Rights.

Given the Class C Rights were issued on 13 August 2018 and converted into an equivalent number of fully paid ordinary shares on the same day, the fair value of these Rights was calculated based on the closing share price on the date of issue. The closing share price on 13 August 2018 was $0.007 per share.

The fair value of the 120,000,000 Class C Rights was $840,000, and has been capitalised against the exploration assets acquired as part of the acquisition of Nomad.

Class A and Class B Performance Rights

A Monte Carlo Simulation valuation method was used to determine the fair value of the Class A and Class B Rights.

The fair value of the 280,000,000 Class A and Class B Rights was $612,500, and has been capitalised against the exploration assets acquired as part of the acquisition of Nomad.

The fair value of the Class A and Class B Rights was estimated on the issue date using the following assumptions:

	Class A	***Class B***
Share price at date of grant ($)	0.007	0.007
Historic volatility (%)	65	58
Risk free interest rate (%)	2.04	2.33
Vesting period (years)	1.5	1.5
Expected life (years)	3	5

The valuation considered various probabilities associated with each of the respective conversion events being realised prior to expiry of the Rights.

No Class A or Class B Rights have been converted into fully paid ordinary shares during the period, or as at the date of this report.

A total fair value of $1,452,500 in respect of the 400,000,000 Rights issued has been capitalised against the exploration assets acquired as part of the acquisition of Nomad.

No amount has been included in the Statement of Profit or Loss and Other Comprehensive Income for the half year ended 31 December 2018.

NOTE 7 – OPERATING SEGMENTS

Segment Information

The Directors have considered the requirements of AASB 8 - Operating Segments and the internal reports that are reviewed by the chief operating decision maker (the Board) in allocating resources have concluded at this time there are no separately identifiable segments.

NOTE 8 – CASH FLOW INFORMATION	31-Dec 2018	31-Dec 2017
	$	$
Reconciliation of cash flows from operations with Loss after income tax		
Loss after income tax	(716,398)	(113,770)
Non cash flows included in loss;		
- Depreciation expense	1,047	103
- Share based payments – unlisted options	24,250	-
- Shares issued in lieu of cash director fees	-	44,500
Other		
- Exploration expenditure expensed	2,464	1,659
- Impairment of exploration assets	401,131	-
Changes in assets and liabilities;		
- Increase in trade and other receivables	(22,952)	(6,886)
- Decrease in trade and other payables	(85,139)	(104,938)
- Increase / (Decrease) in provisions	6,910	(28)
Net cash used in operating activities	**(388,687)**	**(179,360)**

NOTE 9 - CONTINGENT LIABILITIES & COMMITMENTS

The Group did not have any contingent liabilities as at 31 December 2018. The Group has minimum expenditure commitments on exploration licences as per the terms of the exploration licences. Unexpended commitment for a particular year can be deferred or rolled over to subsequent years of the licence term.

NOTE 10 – ACQUISITION OF NOMAD EXPLORATIONS PTY LTD

Nomad Acquisition

On 13 June 2018, the Company announced that it had entered into a Share Sale and Purchase Agreement to acquire 100% of the issued capital of Nomad (Nomad Acquisition). In accordance with the Share Sale and Purchase Agreement, as consideration, the Company agreed to pay the following to Nomad shareholders:

Tranche 1 Consideration

a) Pay a non-refundable deposit of $50,000

b) 14,000,000 Shares (deposit Shares)

Tranche 2 Consideration

c) Issue 16,000,000 Shares (deposit Shares);

d) Issue 180,000,000 Shares (consideration Shares);

e) Issue 140,000,000 Class A Performance Rights

f) Issue 140,000,000 Class B Performance Rights

g) Issue 120,000,000 Class C Performance Rights

Royalty

h) Grant a 1.5% net smelter return royalty with respect to all minerals produced and sold from the project areas;

Tranche 1 Consideration as detailed above was paid to Nomad shareholders on 13 June 2018. The 14,000,000 Shares (detailed at b) above) were issued at a deemed issue price of $0.007 per share.

On 27 July 2018, an EGM was held, where shareholders approved various resolutions relating to the completion of the Nomad acquisition and associated capital raising.

On 2 August 2018, the Company issued 16,000,000 shares (detailed at c) above) to Nomad shareholders following the receipt of shareholder approval at the EGM. The 16,000,000 Shares were issued at a deemed issue price of $0.007 per share.

On 13 August 2018, the Company announced that all conditions precedent for the acquisition of Nomad, pursuant to the Share Sale and Purchase Agreement, had been satisfied and that the final Tranche 2 Consideration had been paid to the shareholders of Nomad, being:

- 180,000,000 Shares at a deemed issue price of $0.007 per share.
- 140,000,000 Class A Performance Rights
- 140,000,000 Class B Performance Rights
- 120,000,000 Class C Performance Rights

The respective conversion events and detailed terms that govern the Class A, Class B and Class C Performance Rights were detailed in the EGM Notice of Meeting (ASX Release dated 25 June 2018).

On 13 August 2018, the Company also announced that the conversion event in respect of the Class C Performance Rights (being the granting of Perseus EL8778 as announced on 26 July 2018) had been satisfied and that it had issued 120,000,000 Shares to Nomad shareholders following the conversion of the Class C Performance Rights. The Shares were issued for nil consideration upon conversion.

Nomad Tenement Interests Acquired

The tenement interests acquired by the Company following completion of the acquisition of Nomad on 13 August 2018 are as follows:

Location	Project	Tenement	Commodity
New South Wales	Midas	EL 8732	Cobalt/Copper/Gold
New South Wales	Perseus	EL 8778	Cobalt/Copper/Gold
Northern Territory	Pungalina	EL 31761	Cobalt/Copper
Northern Territory	Calvert	EL 31787	Cobalt/Copper
Northern Territory	Peartree	EL 31788	Cobalt/Copper
Western Australia	Rover	E57/1085	Nickel/Copper/Cobalt/Gold

During the period, the total cost of acquisition, being $3,188,272 has been capitalised against the exploration assets detailed above, with the transaction constituting an asset acquisition. These acquisition costs include the fair value of the consideration paid to Nomad shareholders and the fair value of other costs directly related to the acquisition of Nomad

Capital Raising

On 2 May 2018, the Company announced that Taylor Collison had successfully received commitments from professional and sophisticated investors to raise approximately $1,200,000 at $0.007 (before costs) by way of a two-tranche placement (Placement).

The Placement was undertaken pursuant to a mandate for the asset introduction and placement of equity, between the Company and Taylor Collison, and was a condition precedent to the Sale & Purchase Agreement for the acquisition of Nomad. Funds raised from the Placement are being used to fund exploration of the new tenements acquired as part of the Nomad acquisition, fund exploration on the Company's existing tenements and for general working capital purposes.

On 14 June 2018, the Company issued 40,000,000 Shares to professional and sophisticated investors at an issue price of $0.007 to raise $280,000 (before costs), pursuant to Tranche 1 of the Placement.

On 2 August 2018, the Company issued 131,500,000 Shares to professional and sophisticated investors at an issue price of $0.007 to raise $920,500 (before costs), pursuant to Tranche 2 of the Placement. The Tranche 2 Placement was approved by shareholders at the EGM.

On 2 August 2018, the Company issued 30,000,000 Shares at a deemed issue price of $0.007 per share, to Taylor Collison Limited (or their nominee), as consideration for their services provided to the Company in relation to the Nomad Acquisition.

Change of Company Name

On 30 July 2018, the Company announced that it had changed its name from UraniumSA Limited (ASX: USA) to Twenty Seven Co. Limited. The Company commenced trading under the new ASX code of 'TSC' from 1 August 2018.

The Board believes that the new Company name more accurately represents its change in strategic direction, following the acquisition of Nomad, which has already seen a change in exploration focus toward its highly prospective Cobalt assets.

NOTE 11 – EVENTS SUBSEQUENT TO REPORTING DATE

Other than those contained within this report, there has been no other matter or circumstance that has arisen since 31 December 2018 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

NOTE 12 – GOING CONCERN

The half-year financial report has been prepared on the basis of going concern. The cashflow projections of the Group indicate that it will require additional capital for continued operations. The Group incurred a net loss for the period of $716,398 (2017: loss of $113,770) and operations were funded by a cash outlay of $698,356 from operating and investing activities (2017: cash outlay of $194,600).

The Group's ability to continue as a going concern is contingent on obtaining additional capital. If additional capital is not obtained, then going concern basis may not be appropriate, with the result that the Group may have to realise its assets and extinguish its liabilities, other than in the ordinary course of business and at amounts different from those stated in the half-year financial report. No allowance for such circumstances has been made in the half-year financial report.

Directors' Declaration

The Directors of the Company declare that:

1. The Financial Statements and Notes, as set out on pages 7 to 21, are in accordance with the *Corporations Act 2001*, including:

    a) complying with Accounting Standard AASB 134 Interim Financial Reporting, and

    b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2018 and of its performance for the half-year ended on that date.

2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Robert Rorrison
Chairman

Adelaide
Dated this 25th day of February 2019

Independent Auditor's Review Report

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Independent Auditor's Review Report

To the Members of Twenty Seven Co Limited

Report on the review of the half year financial report

Conclusion

We have reviewed the accompanying half year financial report of Twenty Seven Co Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2018, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, a description of accounting policies, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half year financial report of Twenty Seven Co Limited does not give a true and fair view of the financial position of the Group as at 31 December 2018, and of its financial performance and its cash flows for the half year ended on that date, in accordance with the *Corporations Act 2001*, including complying with Accounting Standard AASB 134 *Interim Financial Reporting*.

Material uncertainty related to going concern

We draw attention to Note 12 in the financial report, which indicates that the Group incurred a net loss of $716,398 during the half year ended 31 December 2018 and operations were funded by a cash outlay of $698,356 from operating and investing activities. As stated in Note 12, these events or conditions, along with other matters as set forth in Note 12, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Directors' responsibility for the half year financial report

The Directors of the Company are responsible for the preparation of the half year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the half year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

GrantThornton

Auditor's responsibility

Our responsibility is to express a conclusion on the half year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2018 and its performance for the half year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Twenty Seven Co Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Grant Thornton.

Grant Thornton Audit Pty Ltd
Chartered Accountants

B K Wundersitz

Partner – Audit & Assurance

Adelaide, 25 February 2019