

ASX ACTIVITIES REPORT 12 months ended: 30 June 2018

31 July 2018

UraniumSA Limited ("UraniumSA")

ASX Code: USA

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BOARD OF DIRECTORS

Alice McCleary Chairman
Martin Janes Director
Robert Rorrison Director

PROJECTS

South Australia

Whymlet EL 5865
Lock EL 6067
Sheoak Hill EL 6066
Muckanippie EL 5858
Kalanbi ELA 2017/00235

ISSUED CAPITAL

31 July 2018
Shares on Issue: 414,561,284
Quoted shares: 414,561,284
Unlisted Options: 35,000,000
(\$0.012, 22 Aug 2019)

INVESTOR INQUIRIES

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**Inquiries regarding this report
and company business may be
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VISIT OUR WEBSITE

www.uraniumsa.com.au

CORPORATE

Acquisition of Nomad Explorations Pty Ltd and Placement to professional and sophisticated investors

The Company previously reported that it was seeking other projects and opportunities that might add significant value for shareholders, with many projects involving minerals and energy other than uranium having been evaluated as part of a diversification strategy. Opportunities outside the resources sector were also targeted as part of that strategy.

Consistent with the objectives of its diversification strategy, 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 company which holds six highly prospective cobalt exploration assets. The Company also announced that Taylor Collison had successfully received commitments from professional and sophisticated investors to raise approximately \$1,200,000 at \$0.007 per share (before costs) by way of a two tranche share placement.

On 13 June 2018, the Company announced it had

- executed a binding Share Sale and Purchase Agreement (**SSPA**) with Nomad shareholders,
- paid a deposit of \$50,000 cash and resolved to issue 14,000,000 shares (Deposit Shares) to Nomad shareholders; and
- resolved to issue 40,000,000 Tranche 1 Placement Shares at a price of \$0.007 per share, to professional and sophisticated investors, to raise \$280,000 (before costs).

The Deposit Shares and T1 Placement Shares were allotted on 14 June 2018.

Consideration payable to Nomad shareholders by the Company to acquire 100% of the issued capital of Nomad is:

Components of consideration payable to Nomad shareholders	
Cash deposit	\$50,000
Total Cash	\$50,000

Share deposit (issued under Listing Rule 7.1)	14,000,000
Shares (subject to shareholder approval)	196,000,000
Class A Performance Rights (subject to shareholder approval)	140,000,000
Class B Performance Rights (subject to shareholder approval)	140,000,000
Class C Performance Rights (subject to shareholder approval)	120,000,000
Total securities	610,000,000

The composition of the two-tranche placement is set out in the table below:

Components of Placement tranches		
Tranche 1 (issued under Listing Rule 7.1)	40,000,000	\$280,000
Tranche 2 (subject to shareholder approval)	131,500,000	\$920,500
Total securities	171,500,000	\$1,200,500

Extraordinary General Meeting – 27 July 2018

A Notice of Extraordinary General Meeting (**EGM**) was sent to shareholders on 25 June 2018 for the EGM to be held on Friday, 27 July 2018. The EGM sought shareholder approval of various matters relating to the acquisition of Nomad, including a resolution to approve a change of name of the Company, to better reflect the strategic direction of the Company following the acquisition.

On Friday, 27 July 2018, the Company announced that all resolutions subject of the EGM, were passed by shareholders.

Change of Company Name from UraniumSA Limited to Twenty Seven Co. Limited

Subsequent to quarter end and following shareholder approval at the Company's EGM, the Company changed its name from UraniumSA Limited, to Twenty Seven Co. Limited with effect from 30 July 2018. As announced on 30 July 2018, the Company is also changing its ASX code from 'USA' to 'TSC', which will take effect from 1 August 2018. The Company's new website address of www.twentysevenco.com.au will also take effect from that date.

Appointment of Ian Warland as Chief Executive Officer (CEO)

Subsequent to quarter end, on 27 July 2018, the Company announced the appointment of Ian Warland as its CEO.

Ian is a highly experienced and successful geologist with 25 years' experience in Australia and overseas. Ian was recently Site Supervisor for Cobalt Blue's Thackaringa Joint Venture, at Broken Hill in NSW. This role has given Ian an excellent understanding of the cobalt endowment of the Broken Hill region, where UraniumSA will have secured two large cobalt-prospective exploration licences following completion of the acquisition of Nomad.

Ian was joint recipient for Explorer of the Year in 2006 for the discovery of the Jacinth and Ambrosia zircon-rich mineral sand deposits for Iluka Resources Ltd, and subsequently led the team at Iluka which discovered over 20 million tonnes of heavy mineral sands within the Eucla Basin in South Australia. Ian was also an integral part of the development team that resulted in the Jacinth Ambrosia mine commencing within five years of discovery.

With the Company's focus now firmly on cobalt and related minerals, the board is very confident Ian can successfully take the company forward.

FINANCE AND ISSUED CAPITAL

Cash at the end of the period was \$373,000. The company has no debt. Exploration, staffing and administration expenditure for the period was \$151,000. Estimated expenditure for the September 2018 quarter is \$400,000.

On 13 June 2018, the Company paid \$50,000 deposit to Nomad shareholders in respect of the acquisition of Nomad, detailed earlier in this report.

On 14 June 2018, the Company issued 40,000,000 Shares at a price of \$0.007 per share, to professional and sophisticated investors, to raise \$280,000 (before costs). The placement was arranged by Taylor Collison and represented Tranche 1 of the two-tranche placement.

On 14 June 2018, the Company issued 14,000,000 Shares at a price of \$0.007 per share, to Nomad shareholders pursuant to the SSPA to acquire Nomad

EXPLORATION & TENEMENT UPDATE

MIDAS Project – Cobalt Perspectivity.

On 20 June 2018, the Company announced results of the Company’s prospectivity review of the recently acquired Midas project, which highlighted an extensive package of Thackaringa Group rocks virtually untested for cobalt mineralisation. The review identified a number of lithological and geochemical anomalies for immediate follow-up.

The Midas project is 40km NE of Broken Hill and is one of six highly prospective cobalt-copper projects currently being acquired by the Company from Nomad. Midas is one of two Nomad cobalt-copper projects located in the Broken Hill region which is increasingly emerging as a potential global cobalt supply chain hub. The other NSW project is the Perseus project which is 20km west of Broken Hill, close to high-profile Cobalt Blue’s (ASX: COB) Thackaringa project (Figure 1)

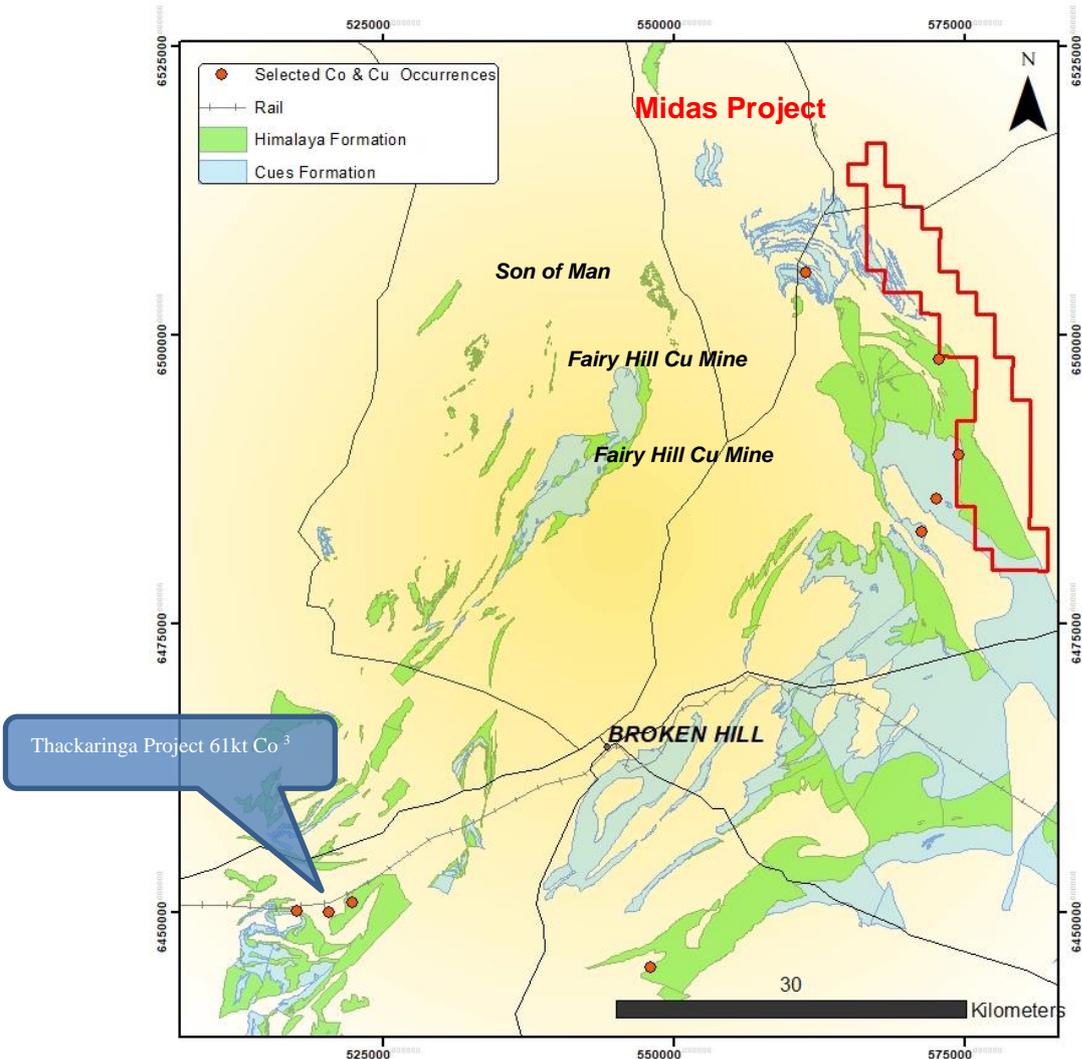


FIGURE 1: MIDAS Project Location Source: USA geology team

Midas Prospectivity Review

A closer review of the geology mapping by the Geological Survey of NSW and previous explorers has highlighted the presence of extensive Thackaringa Group rocks including the Himalaya Formation that hosts Cobalt Blue’s (ASX:COB) Thackaringa Cobalt Project to the west of Broken Hill. Historic exploration focussed on Broken Hill Style, copper and copper-gold mineralisation, with virtually no attention to cobalt.

The company believes the Midas project area is prospective for at least 2 styles of cobalt mineralisation:

- The Himalaya style cobalt mineralisation where cobalt is associated with pyrite (i.e. Thackaringa Project COB).
- Sisters style mineralisation where cobalt is associated with iron formations such as quartz magnetite rock and often contain copper.

Both styles of mineralisation respond well to geophysics and a review of available geophysics is in progress. Previous explorers identified around 10km of quartz magnetite horizon containing anomalous Cu located along its length. This is encouraging because of the copper-cobalt mineralisation is in similar lithologies announced by Silver City Minerals on their adjacent Yalcowinna EL8078².

From our initial review, USA has identified six priority areas for immediate follow-up based on historical mapping, geochemistry and geophysics.

Next Steps

The company is planning a regional surface geochemistry program to rapidly identify cobalt anomalies within the Midas Project Area. The six identified priority areas will be the company's initial focus of exploration, however the whole prospective sequence of Thackaringa Group rocks will be actively explored. Results will be reported as they become available.

KALANBI - ELA 2017/00235 (approx 20 km north of Ceduna, South Australia).

The Company submitted an application for this tenement during a previous quarter and is awaiting the exploration licence to be granted. The tenement is within the Western Gawler Craton and considered to be prospective for cobalt nickel and copper as well as gold. Western Areas Ltd (ASX:WSA) is actively exploring the Western Gawler Craton for magmatic nickel, copper deposits just to the west of the USA's Kalanbi project⁴. The Kalanbi ELA is expected to be granted shortly, after having accepted the offer of an exploration licence and paid the associated annual rental fees in July 2018.

MUCKANIPPIE - EL 5858

No material exploration activity undertaken during the quarter.

SHEOAK HILL - EL 6066 and LOCK - EL 6067

No material exploration activity undertaken during the quarter.

WHYMLET – EL 5865

No material exploration activity undertaken during the quarter.

References

- 1) SCI ASX Release 22 February 2018
- 2) SCI ASX Release 17 October 2017
- 3) COB ASX Release 19 March 2018
- 4) WSA ASX Activity Report 30th June 2018