

ASX RELEASE

24 December 2018

Drilling Update at Toro's Yandal Gold Project**Highlights**

- **First pass exploration drilling on Toro's Yandal Gold Project for this calendar year has been completed.**
- **Drilling will recommence early 2019.**
- **Over 136 aircore drill holes for a total of 10,170 metres completed to date.**
- **Yandal Greenstone basement geology confirmed.**
- **Geochemical analysis ongoing.**

Toro Energy Limited (**ASX: TOE**) ('the **Company**' or '**Toro**') wishes to advise that the first pass exploration aircore drilling on the Company's 100% owned Yandal Gold Project ('the **Project**' or 'the **Yandal Gold Project**' – refer to Figures 1 and 2) has been completed for this calendar year. Due to the encouraging geology so far intersected, this first pass aircore exploration drilling will be continued, recommencing early in 2019.

To date Toro has drilled over 136 aircore drillholes for a total of 10,170 metres over its Yandal Gold Project, as part of its first pass exploration program. Specifically, this drilling has been within tenements E53/1060 and M53/1089.

Geochemical analysis is ongoing as are more detailed geological interpretations from the drilling, however Toro is very encouraged by the geology that has been intersected to date. The drilling has so far confirmed that Yandal Greenstone rocks underlie the Yandal Gold Project ground, largely validating published broad scale basement geology interpretations, which is encouraging for gold exploration in the area.

Due to the encouraging geology Toro has decided to continue with the first pass aircore exploration program as soon as practicable in 2019, but after having first completed a thorough investigation of the 2018 results so as to aid further drill planning. This is especially important since this is the first time exploration for gold has occurred in the area described and encompassed by the Yandal Gold Project. The tenure has been owned by uranium companies since the discovery of the Lake Maitland Uranium Deposit in the early 1970s.

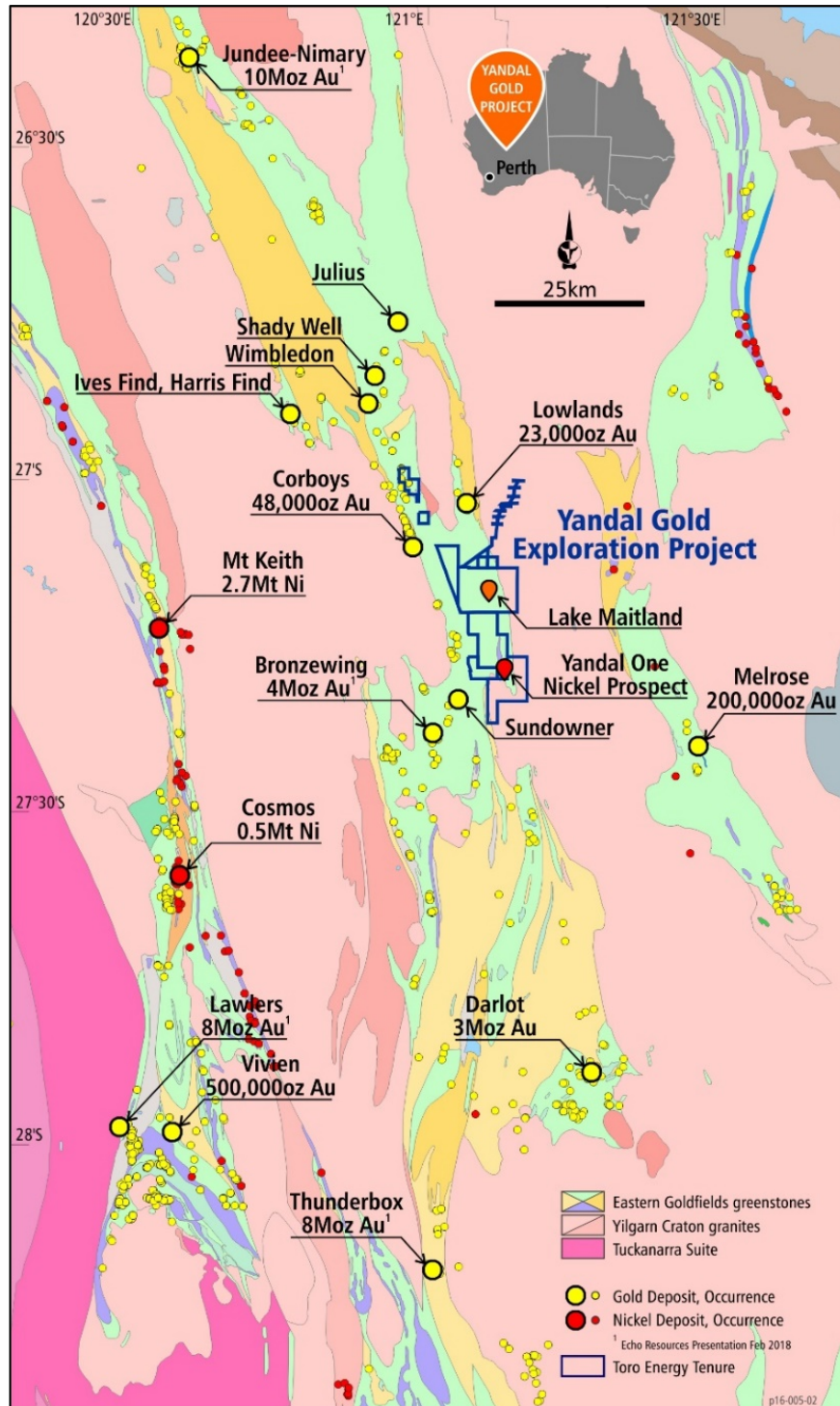


Figure 1: Location of Toro's Yandal Gold Project within the high yielding Yandal Gold District, showing the Yandal Greenstone Belt running through the project area according to state government mapping, the location of gold deposits and occurrences and the three major gold producing operating centres, Jundee-Nimary, Bronzewing and Darlot.

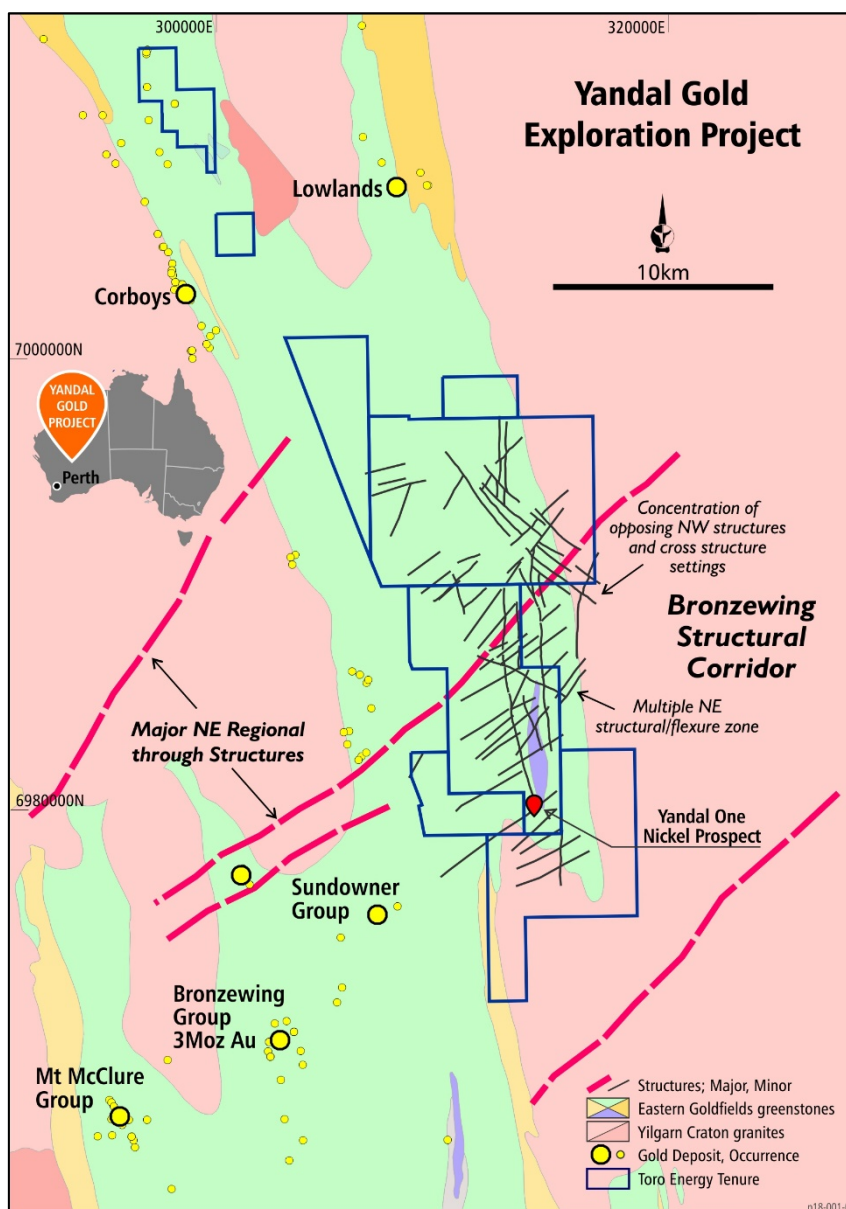


Figure 2 Interpreted Bronzewing Structural Corridor through Toro's Yandal Gold Project with main regional structures identified from regional magnetic imagery as well as the main NE and NW structures identified from detailed airborne magnetics and ground gravity geophysical data. State government regional geological mapping has been used for the background geology.

FURTHER INFORMATION:

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Competent Persons Statement

The information in this document that relates to geology and exploration was authorised by Dr Greg Shirtliff, who is a full time employee of Toro Energy Limited. Dr Shirtliff is a Member of the Australian Institute of Mining and Metallurgy and has sufficient experience of relevance to the tasks with which they were employed to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Shirtliff consents to the inclusion in the report of matters based on information in the form and context in which it appears.

Toro's flagship asset is the 100% owned Wiluna Uranium Project, located 30 kilometres southwest of Wiluna in Central Western Australia. The Wiluna Uranium Project has received environmental approval from the state and federal governments providing the Project with the opportunity to become Western Australia's first uranium mine. Toro will maximise shareholder returns through responsible mine development and asset growth including evaluating the prospectivity of its asset portfolio for minerals other than uranium and increasing their value.

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