

ASX RELEASE

11 October 2019

Yandal Gold Project Drilling Update

HIGHLIGHTS

- Reverse Circulation (RC) exploration drilling programme at Toro's 100% owned Yandal Gold Project in Western Australia continues
- Six RC drill holes for 1,122m now completed of the planned 4,000m programme
- First drill holes to penetrate at depth into the basement within all three areas other than a single RC hole drilled by Toro in 2016
- Drilling has so far concentrated on the Shadow Rock and Christmas Target Areas, and has now moved to the November Rain Target Area
- Drilling expected to complete by the end of the month with assays expected throughout November

Toro Energy Limited (**ASX: TOE**) ('the **Company**' or '**Toro**') is pleased to advise of the progress of exploration drilling on the Company's 100% owned Yandal Gold Project ('the **Project**').

The Yandal Gold Project is located within the world class gold district, the Yandal Greenstone Belt, less than 35km NE of the multi-million ounce Bronzewing Gold Mine (**Figure 1**).

The ongoing drill programme has so far completed six RC drill holes for a total of 1,122m. This has included five drill holes for 912m in the Shadow Rock Target Area and a single drill hole of 210m in the Christmas Target Area (**Figure 2**). The drill rig has now moved to the November Rain Target Area where it is planned to drill three holes before moving north to Golden Ways (refer to **Figure 3**). Drilling is expected to be completed by the end of October with assay results expected throughout November.

Up to 4,000m of RC drilling is planned for the current programme with the majority of drilling focused on follow-up exploration beneath gold anomalies at the top of the basement rock uncovered by the recently completed aircore drilling in May. However, at Golden Ways (named after historical gold workings within the area) the drilling will be centred around a limited amount of historical drilling by Newmont where tight vein gold was intersected at shallow depth (maximum grade of 4m at 2.52g/t from 40m – Newmont Hole No. NEWBEMC0034, DMP Annual Report Number A-68334). Newmont did not follow up this drilling and Toro considers the area to be under-explored, both along structures and at depth.

Please refer to the Company's ASX announcement of 9 September 2019 for further details of the planned drill programme and target areas.

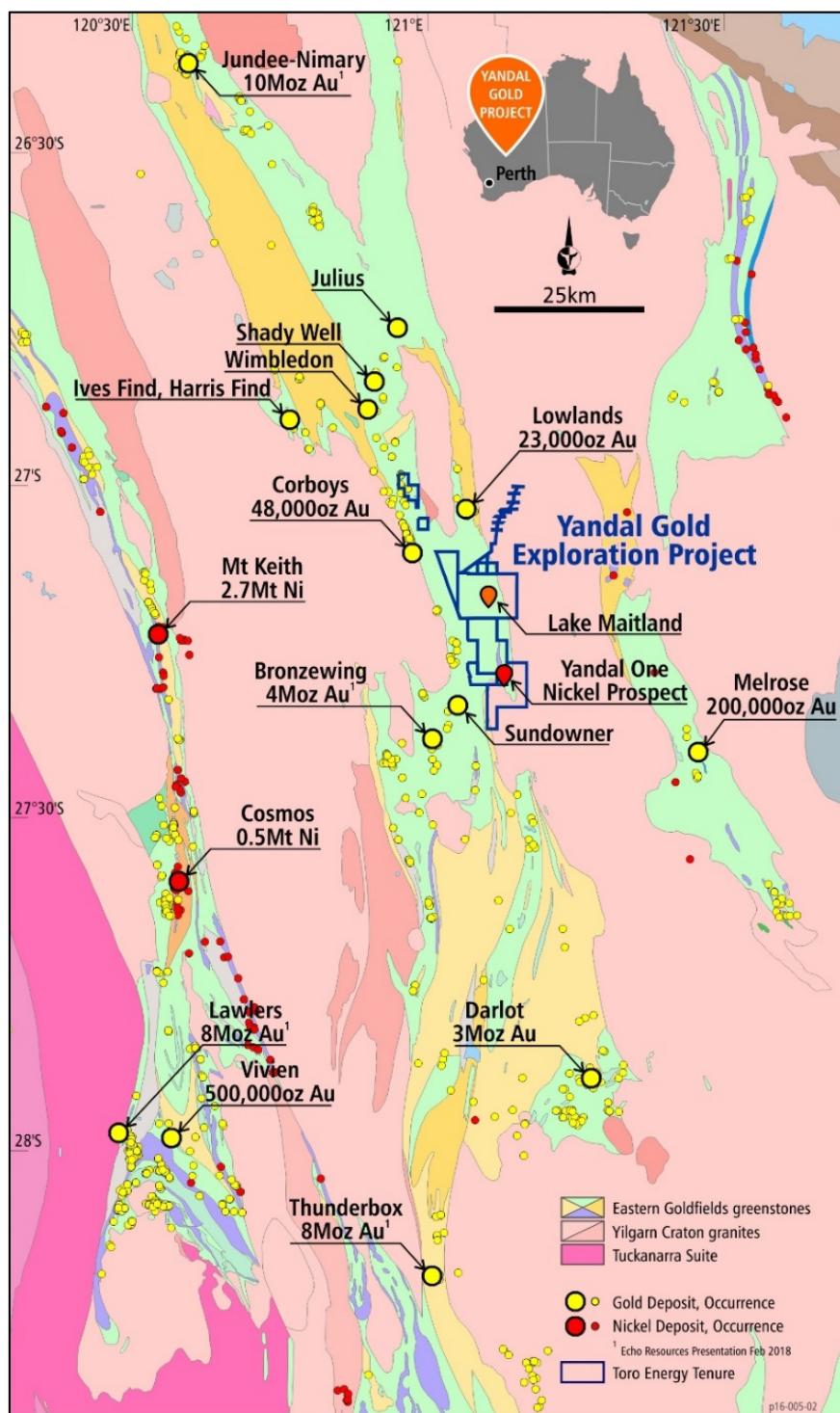


Figure 1: Location of Toro's Yandal Gold Project within the high yielding Yandal Gold District, showing the Yandal Greenstone Belt running through the project area according to state government mapping, the location of gold deposits and occurrences and the three major gold producing operating centres,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

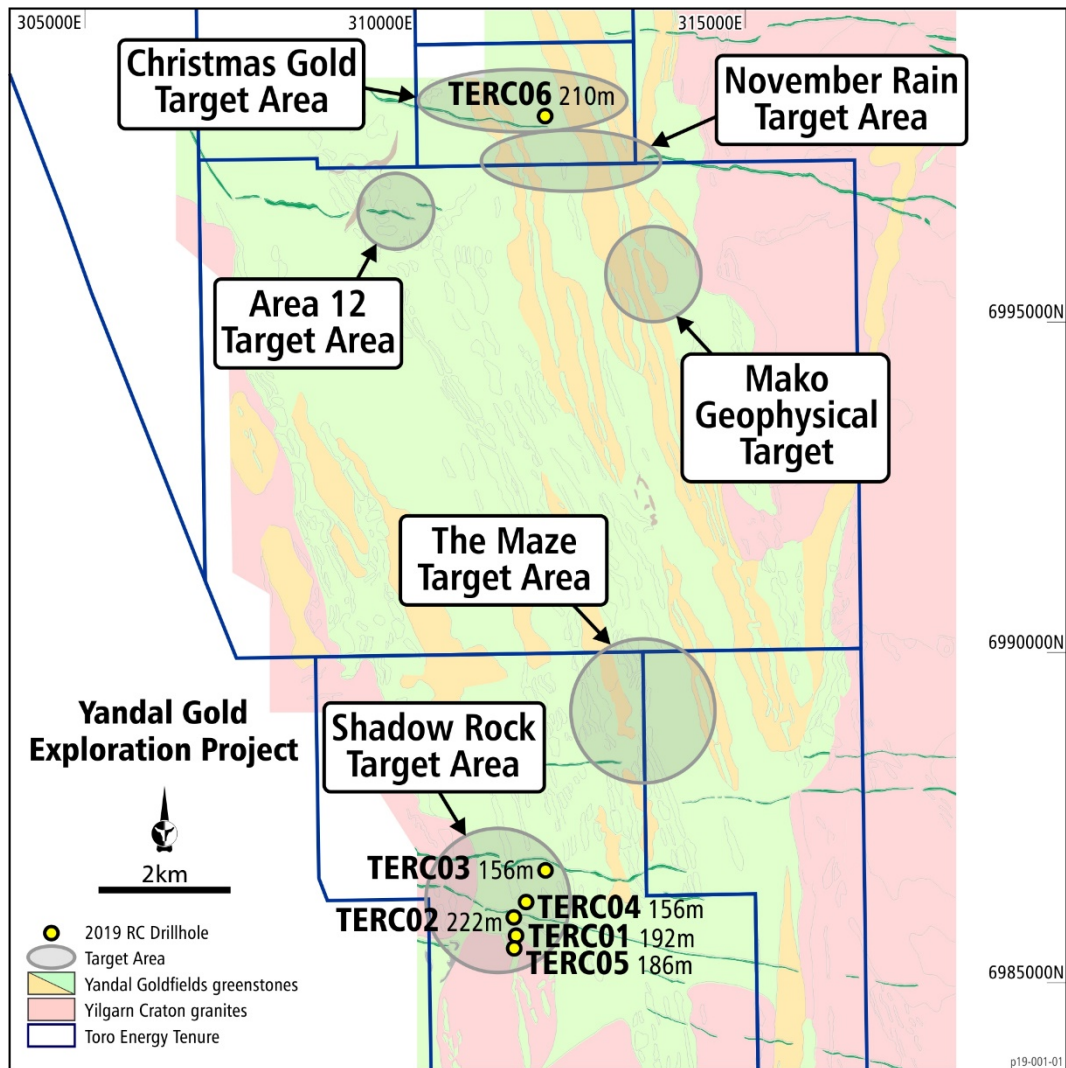


Figure 2: Location of RC drill holes completed to date in the current drilling program (see text for details), relative to the location of the target areas developed so far on the project. Background geology is a simplified version of the 1:15K Interpretation of the 2016 airborne magnetic survey by Core Geophysics. No geological information from the aircore or RC drilling to date has been added to this geology.

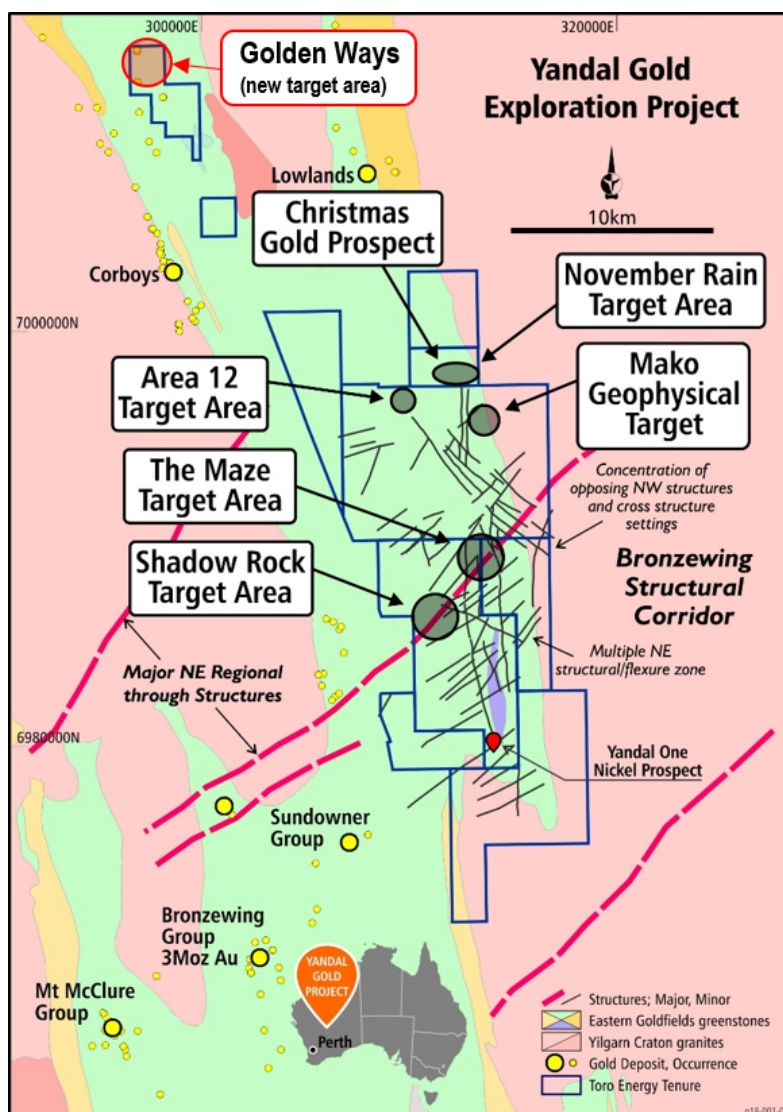


Figure 3: Target areas resulting from the first-pass aircore drilling programme for the Yandal Gold Project completed in May 2019 along with the new target area, Golden Ways. The map also shows the Interpreted Bronzewing Structural Corridor with main regional structures identified from regional magnetic imagery as well as the main NE structures identified in the large zone of closely spaced NE trending structures and associated fractures within the Yandal Gold Project tenure identified from detailed airborne magnetics and ground gravity geophysical data. State government regional geological mapping has been used for the background geology.

BACKGROUND

The Yandal Gold Project, located on Toro's Lake Maitland tenure, comprises over 143 square kilometres of contiguous and untested yet highly prospective exploration ground, in the high yielding Yandal Gold District (refer to **Figure 1**).

Why is the Yandal Greenstone Belt such a good location to explore for gold?

- The northerly trending Yandal greenstone belt is only 300km long (approximately) and has been one of Australia's most prolific gold producing belts, accounting for around 10% of Australia's entire gold production at the end of the 1990's¹, despite the first operation commencing only ten years earlier².
- The Yandal has so far produced >14Moz of gold from three well known operations, Jundee-Nimary, Bronzewing and Darlot^{2, 3, 4} (refer to **Figure 1**).
- Echo Resources Limited is currently actively exploring ground surrounding the Yandal Gold Project and has so far accumulated a Mineral Resource of 1.7M ounces and Ore Reserves of 856,000 ounces of gold⁴.

Although gold will be the primary target of the exploration project, Toro acknowledges the prospectivity of greenstone belts for other metals and may therefore investigate and follow-up any corresponding anomalies.

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, project is 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.

www.toroenergy.com.au

¹ Gold Fields Limited presentation <https://www.goldfields.com/pdf/investors/presentation/2014/australia-site-visits/darlot-gold-mine.pdf>

² Phillips, G. N, and Anand, R. R. (2000) Importance of the Yandal greenstone belt, In Yandal Greenstone Belt Regolith, Geology and Mineralisation, (eds) Phillips, G. N, and Anand, R. R., CRC for Landscape Evolution and Mineral Exploration, AIG Bulletin No. 32, July 2000.

³ Great Western Exploration Limited ASX release of 28 November 2017.

⁴ Echo Resources Limited Mineral Resource and Ore Reserve Estimates, refer to ASX release of 27 November 2017.