

ASX RELEASE

16 June 2020

Ground Based Electromagnetic Survey Commences over Dusty Nickel-Gold Prospect

- A GROUND BASED MOVING LOOP ELECTROMAGNETIC (MLEM) SURVEY HAS COMMENCED OVER THE RECENTLY DISCOVERED DUSTY NICKEL-GOLD PROSPECT.
- THE GROUND MLEM SURVEY WILL TARGET CONDUCTIVITY ANOMALIES BENEATH THE SURFACE THAT MAY REPRESENT MASSIVE SULPHIDE BODIES CONTAINING NICKEL.
- THE SURVEY WILL BE CONDUCTED WITH STATIONS EVERY 100M ALONG LINES 200M APART.
- ONCE THE SURVEY OF THE DUSTY PROSPECT IS COMPLETED THE SURVEY TEAM WILL COMMENCE A MLEM SURVEY OF TORO'S YANDAL ONE NICKEL PROSPECT.

Toro Energy Limited (**ASX: TOE**) ('the **Company**' or '**Toro**') is pleased to announce that a ground based moving loop electromagnetic ('**MLEM**') geophysical survey has commenced over the recently discovered Dusty Nickel-Gold Prospect on the Company's 100% owned Yandal Gold Project ('the **Project**'), located in the Yandal Greenstone Belt, some 50km east of the world class Mt Keith nickel deposit (refer to **Figures 1 and 2**).

The Dusty Nickel-Gold Prospect was discovered in a single reverse circulation (RC) drill hole, TERC13, during drilling in October 2013 and confirmed recently to consist of 36m (downhole) of disseminated nickel sulphides averaging 0.23% nickel (refer to the Company's ASX announcement of 9 June 2020). The nickel sulphides are hosted in a komatiite rock unit, consistent with the majority of nickel produced in the Yilgarn of Western Australia. At the base of the komatiite unit 'fingers' of massive sulphide containing up to 4.1% of the primary nickel sulphide, pentlandite, suggests that massive nickel sulphides may be present elsewhere within the komatiite rock unit. The MLEM survey will be one of the tools used to explore for massive nickel sulphides along the rest of the komatiite rock unit. The aim of the survey is to identify conductive anomalies that may represent massive sulphide bodies containing nickel. The MLEM survey will not provide information on the gold prospectivity of the Dusty Prospect, which is also being targeted for via the Company's drilling programme as referred to in the Company's ASX announcement of 15 June 2020.

The ground MLEM survey will target a northerly striking elongate magnetic anomaly thought to represent the extension of the komatiite unit. It will concentrate on three locations along the unit, including directly above the Dusty Nickel-Gold Prospect, and will be conducted with stations every 100m along lines 200m

apart (refer to **Figure 3**). Upon completion the survey team will move to the Yandal One Nickel Prospect in the south of the Project area (refer to **Figure 2**).

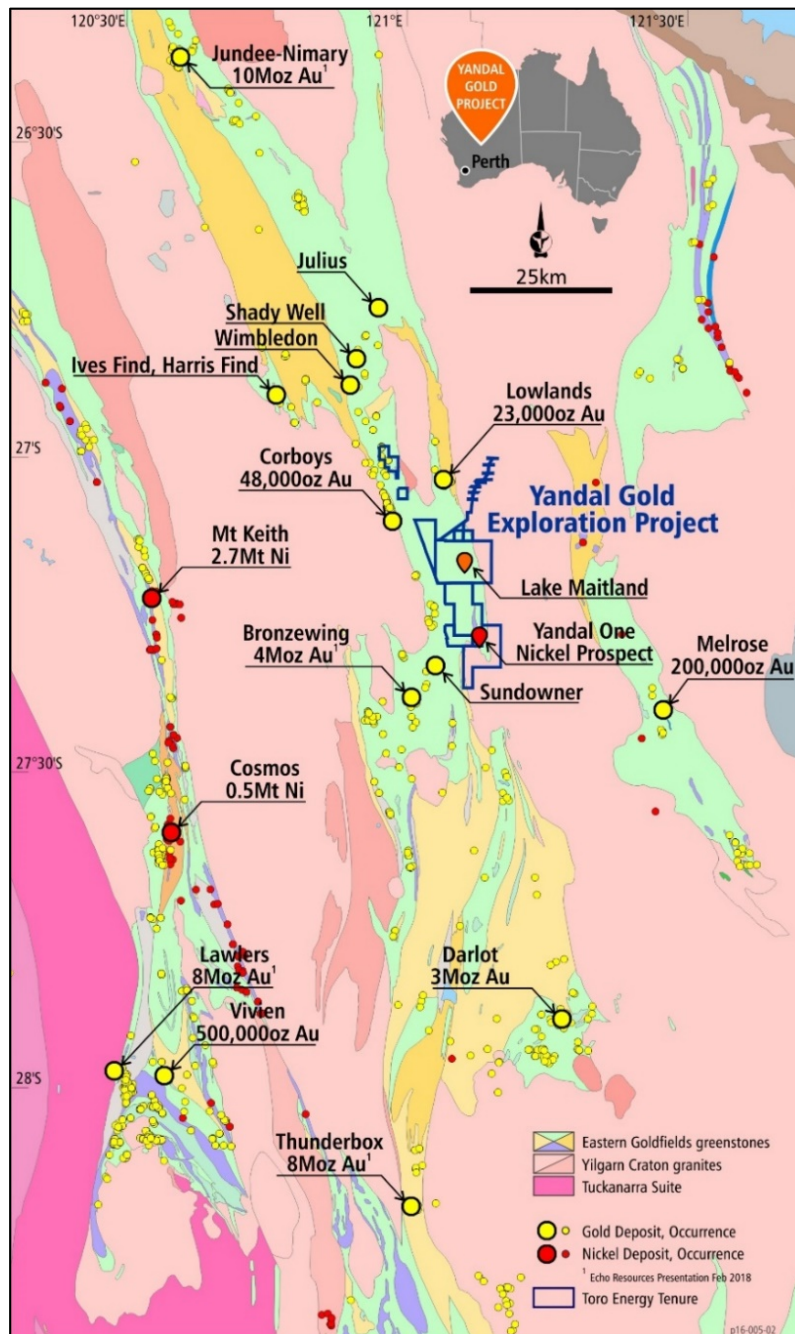


Figure 1: Location of Toro's Yandal Gold Project within the high yielding Yandal Gold District, showing the Yandal Greenstone Belt running through the project area according to state government mapping, the location of gold deposits and occurrences and the three major gold producing operating centres, Jundee-Nimary, Bronzewing and Darlot. The map also shows the location of the Mt Keith and Cosmos nickel deposits on the Wiluna-Agnew greenstone belt along with the location of Toro's Yandal One Nickel Prospect.

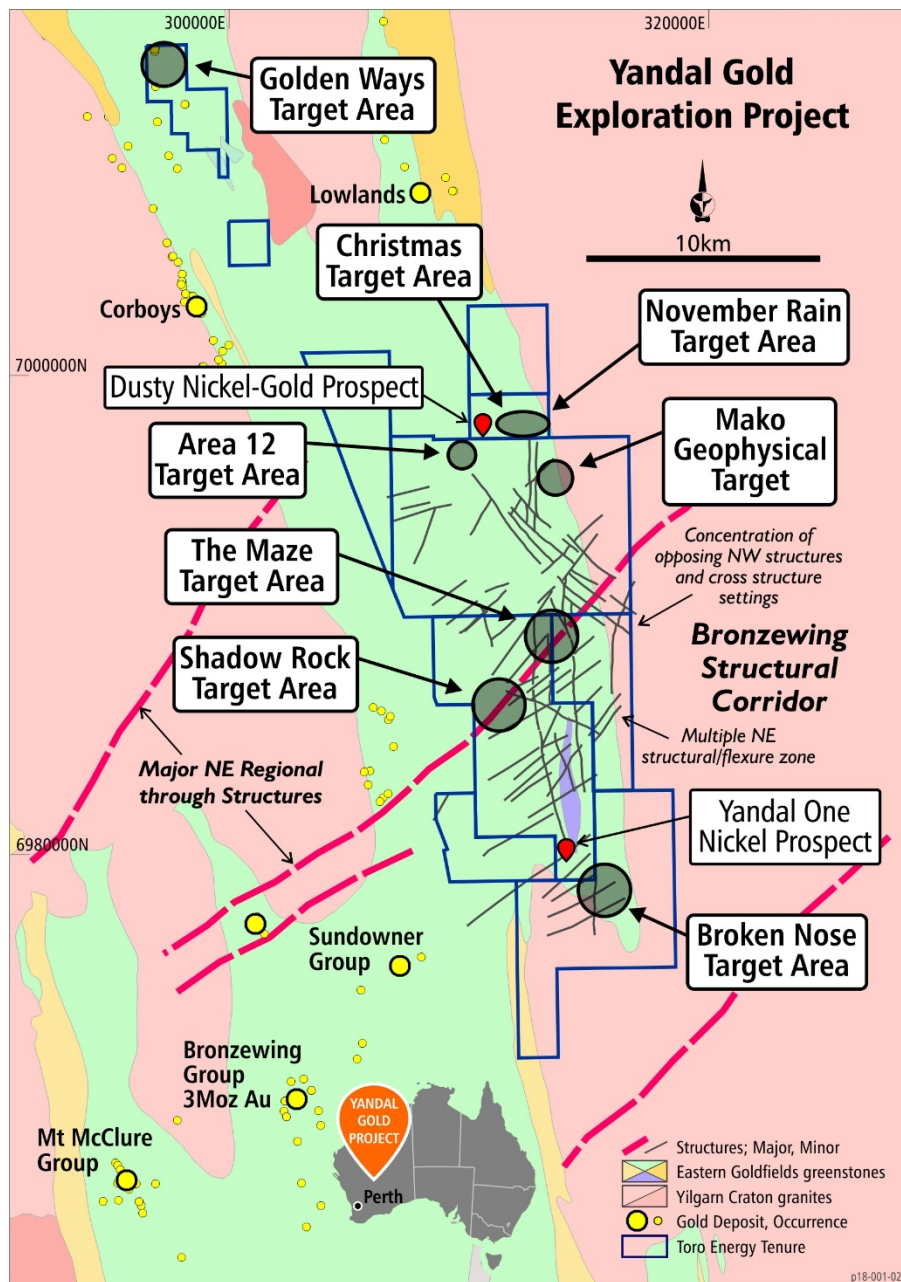


Figure 2: Close up map of the entire Yandal Gold Project showing the locations of the Dusty Nickel-Gold Prospect and Yandal One Nickel Prospect relative to all target areas so far developed on the Project. Background geology is a simplified version of the 1:15K Interpretation of the 2016 airborne magnetic survey by Core Geophysics. No geological information from Toro drilling to date has been added to this geology.

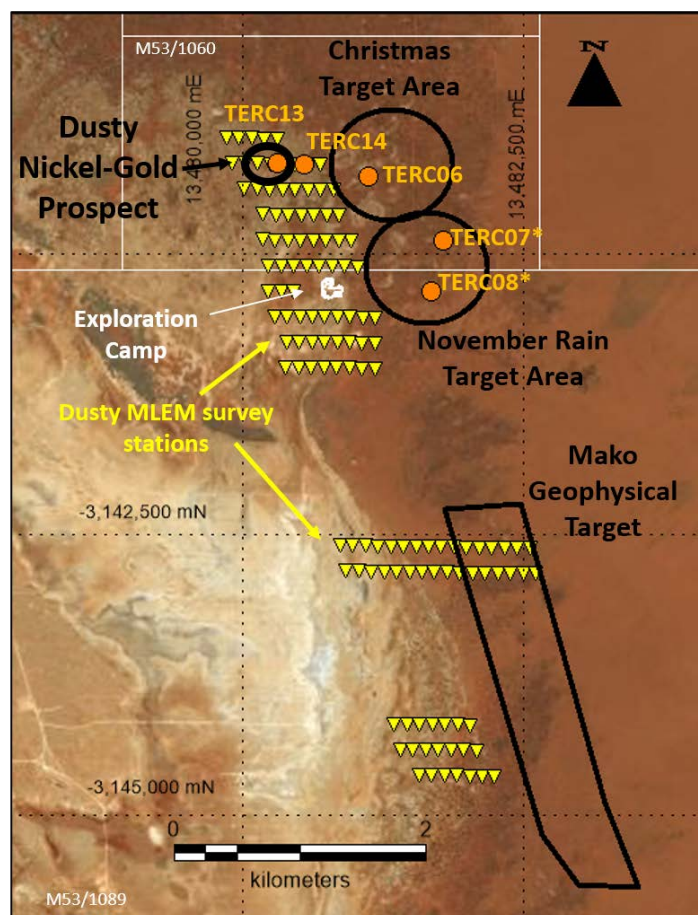


Figure 3: Map of planned ground MLEM survey with planned stations shown in yellow. * TERC07 and TERC08 did not reach target depth due to difficult drilling conditions.

This announcement was authorised for issue by the board of Toro Energy Limited.

Katherine Garvey
Legal Counsel and Company Secretary, Toro Energy Limited.
60 Havelock Street, West Perth WA 6005

FURTHER INFORMATION:

Richard Homsany	Toro Energy	08 9214 2100
Greg Shirtliff	Toro Energy	08 9214 2100

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.

www.toroenergy.com.au