

ASX RELEASE

Thursday 23 December 2010

Toro completes Contract with MMG for the acquisition of Wiluna tenements, pastoral and other assets

Toro Energy wishes to advise the completion of the Contract for the transfer to Toro Energy of:

- **Full ownership of certain Wiluna (WA) tenements; and**
- **Lake Way and Millbillillie pastoral leases and two house leases adjacent to the Wiluna township.**

Further to the announcement of 21 April 2010 regarding Toro Energy Limited's ("Toro") agreement in principle with Minerals and Metals Group ("MMG") (via their respective wholly-owned subsidiaries) for the transfer of certain tenements and the sale of the Lake Way and Millbillillie pastoral leases and two house leases adjacent to Wiluna, Toro advises that all conditions precedent have been satisfied and that contract completion has occurred.

Cash consideration of A\$2.5 million has been paid by Toro to MMG for the acquisition.

Completion of the agreement resolves tenement ownership complexities in the region, allows Toro certainty of access on pastoral leases that cover the Wiluna Uranium Project and confirms a secure base of operations for future Toro mine development and exploration activities.

As part of the arrangements, MMG will retain rights to minerals other than uranium on the relevant tenements (see Figure 1 on page 2 for a depiction of the area in which these tenements lie).

Toro continues to advance its 100% owned Wiluna Uranium Project, comprising the Lake Way and Centipede uranium deposits, through government assessment and approval processes.

A handwritten signature in dark ink, appearing to read "G Hall".

Greg Hall
Managing Director

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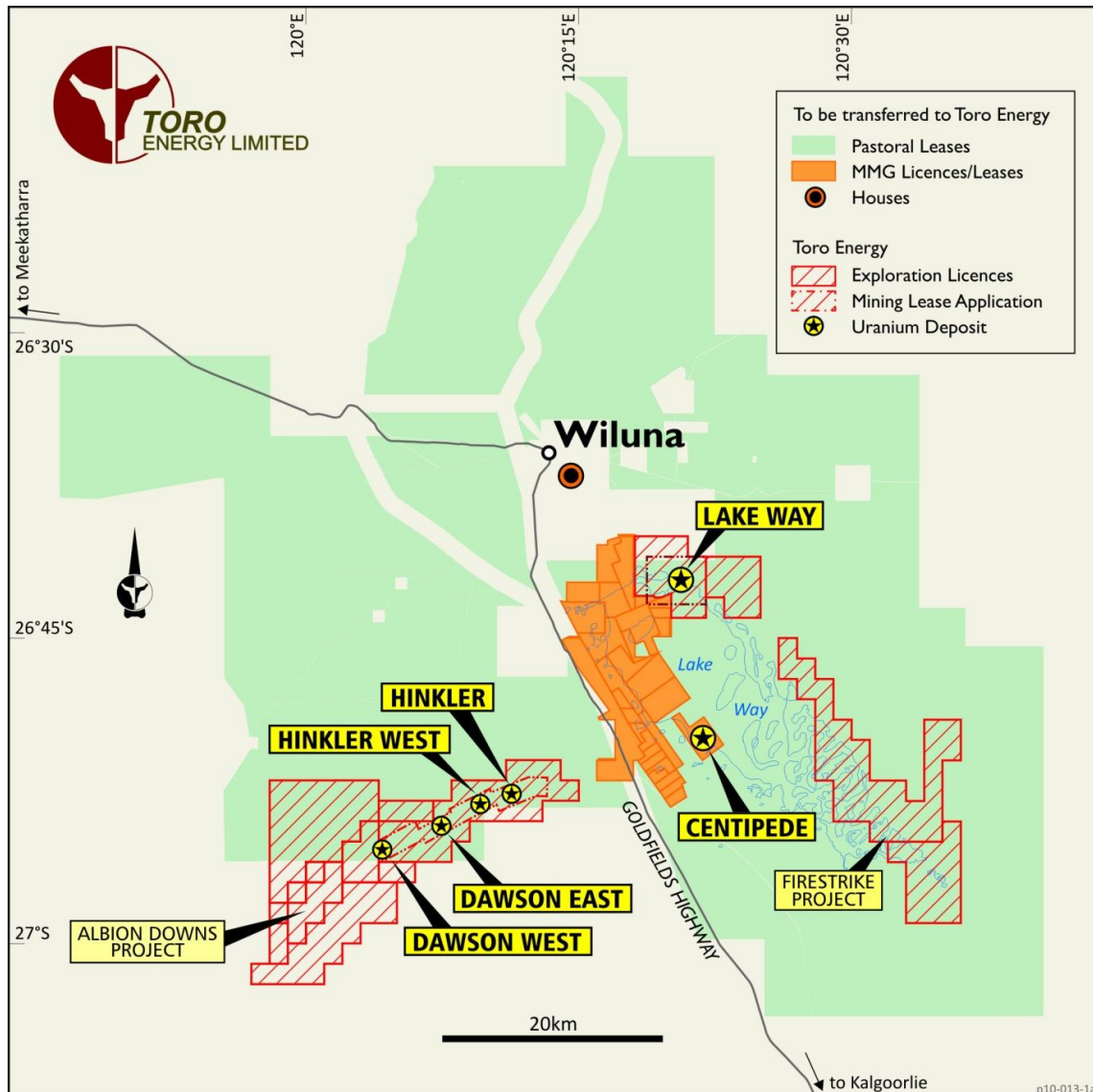


Figure 1: Map illustrating the regional context of assets transferred to Toro Energy Limited under the agreement with MMG.

Toro Energy is a modern Australian uranium company with progressive project development, acquisition and growth. The company is based in Adelaide, South Australia with a project office in Perth, Western Australia.

Toro's flagship and wholly-owned Wiluna uranium project (includes existing mining lease) is 30 kilometres southeast of Wiluna in Central Western Australia.

Wiluna contains two shallow calcrete deposits, Lake Way and Centipede, with prefeasibility and optimisation studies completed and a definitive feasibility study underway. Toro has commenced the Approvals process targeting the Company's first uranium production by late 2012/early 2013.

Toro has three other exploration and development projects in Western Australia, and owns uranium assets in Northern Territory, South Australia and in Namibia, Africa. Toro is well funded with a supportive major shareholder in OZ Minerals.

www.toroenergy.com.au