

TORO ENERGY LIMITED

**An Emerging Australian
Uranium Producer**

**MORGAN STANLEY URANIUM
INVESTOR FORUM
SEPTEMBER 2012**



Disclaimer



This presentation has been prepared by Toro Energy Limited (“Toro”). The information contained in this presentation is a professional opinion only and is given in good faith. Certain information in this document has been derived from third parties and though Toro has no reason to believe that it is not accurate, reliable or complete, it has not been independently audited or verified by Toro.

Any forward-looking statements included in this document involve subjective judgement and analysis and are subject to uncertainties, risks and contingencies, many of which are outside the control of, and maybe unknown to, Toro. In particular, they speak only as of the date of this document, they assume the success of Toro’s strategies, and they are subject to significant regulatory, business, competitive and economic uncertainties and risks. Actual future events may vary materially from the forward looking statements and the assumptions on which the forward looking statements are based. Recipients of this document (“Recipients”) are cautioned to not place undue reliance on such forward-looking statements.

Toro makes no representation or warranty as to the accuracy, reliability or completeness of information in this document and does not take responsibility for updating any information or correcting any error or omission which may become apparent after this document has been issued.

To the extent permitted by law, Toro and its officers, employees, related bodies corporate and agents (“Agents”) disclaim all liability, direct, indirect or consequential (and whether or not arising out of the negligence, default or lack of care of Toro and/or any of its Agents) for any loss or damage suffered by a Recipient or other persons arising out of, or in connection with, any use or reliance on this presentation or information. All amounts in A\$ unless stated otherwise.



Corporate Overview





- Principal Development Asset: **Wiluna Uranium Project**
 - Environmental Protection Authority approval recommendation
 - One of the few projects globally capable of entering into production
 - 54mlb (24,200 tonnes) U_3O_8 total regional JORC resource*



Front-running project with Government decision imminent

- Principal Exploration Asset: **Theseus Uranium Project**
 - Exciting discovery in greenfield exploration of new uranium basin
 - High grade tenor (up to 1% pU_3O_8) with potential acid ISR extraction#
 - Exploration target range (ETR) 22 - 44mlbs (10,000-20,000t) U_3O_8 *

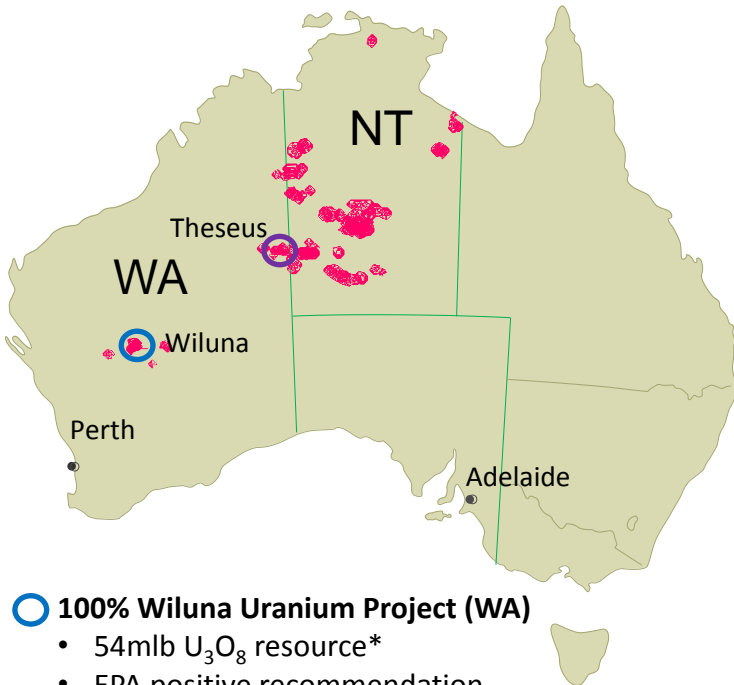


Maiden JORC resource and updated ETR in Oct / Nov 2012

Corporate Overview



Toro's Australian Tenement Footprint



- 100% Wiluna Uranium Project (WA)
 - 54mlb U_3O_8 resource*
 - EPA positive recommendation
 - Government decisions Q4 2012

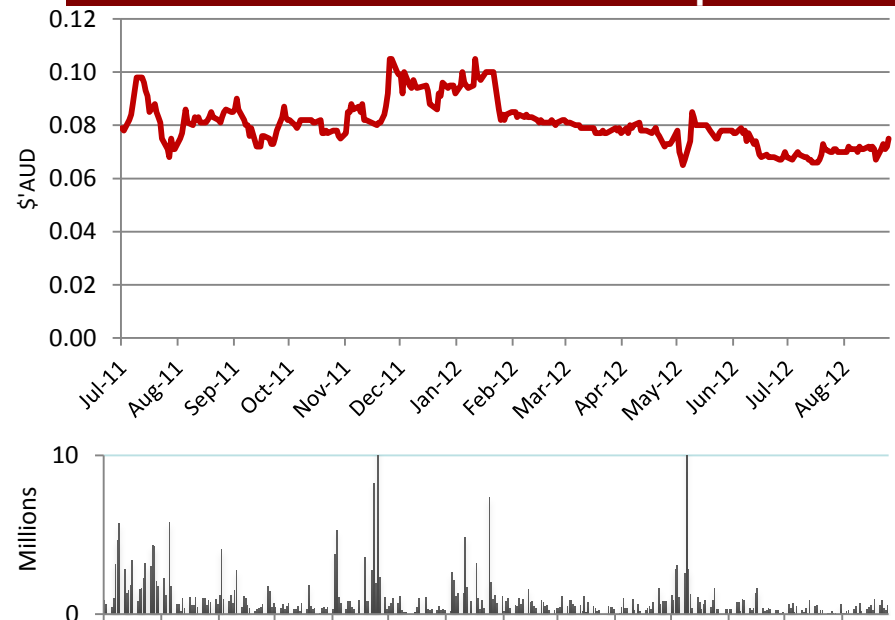
- 100% Theseus Uranium Project (WA)
 - Greenfield discovery in new area
 - 22 – 44mlbs U_3O_8 Exploration Target Range*
 - Targeting initial JORC resource Q4 2012 & potential ISR operation

WA and NT are Australian States and Territories that allow uranium mining and enclose Toro's project and exploration footprint.

Capital Structure

- 1042m shares on issue (ASX)
- 37m options on issue (unlisted)
- A\$0.081 Share Price (24 Sept.)
- ~A\$84m Market Capitalisation
- ~A\$10m cash (31 July)
- ~A\$74m Enterprise Value (EV/lb A\$1.37/lb)

12 Month Share Price Graph



THE TORO PROJECT PYRAMID

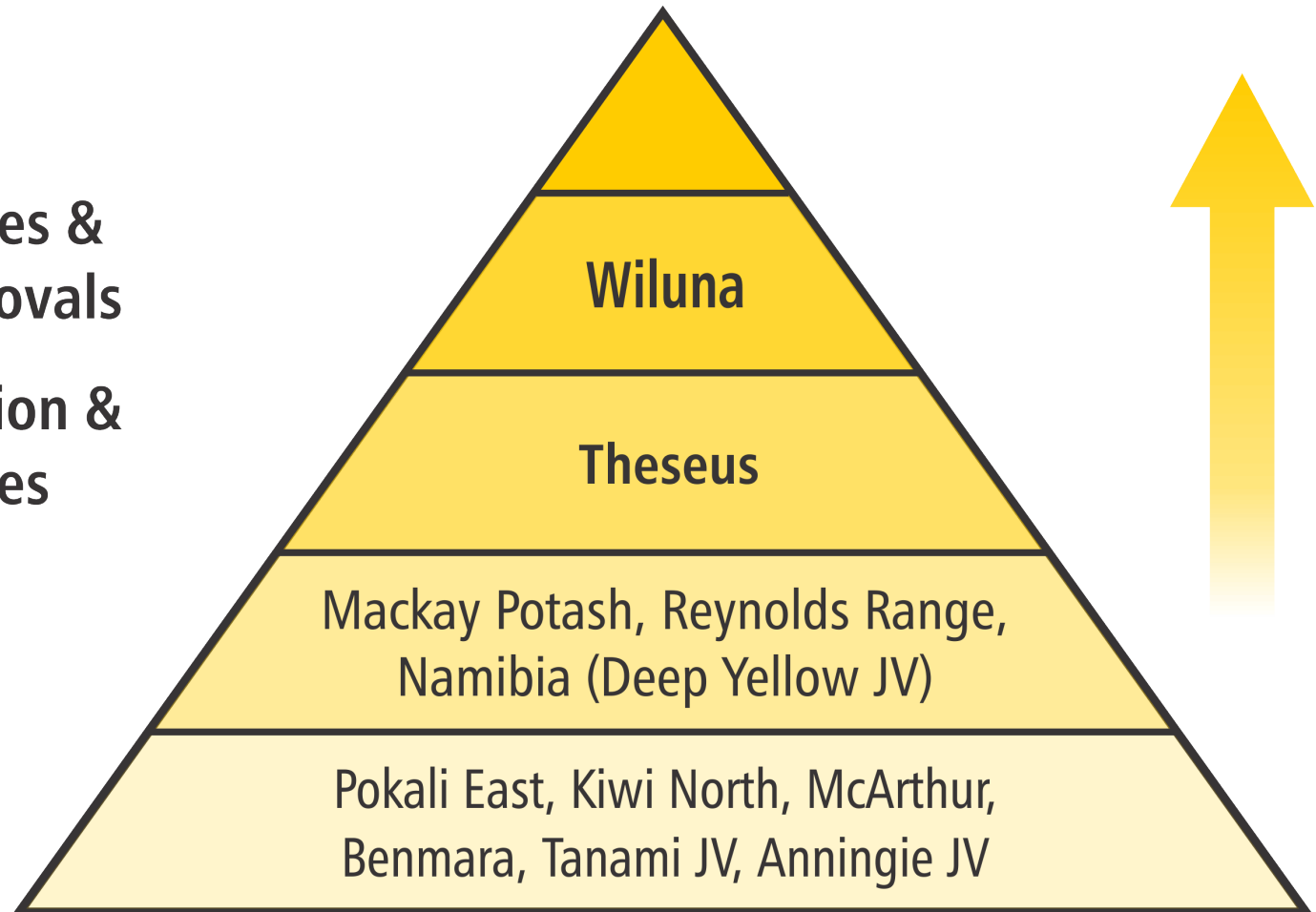
Production

Feasibility Studies &
Regulatory Approvals

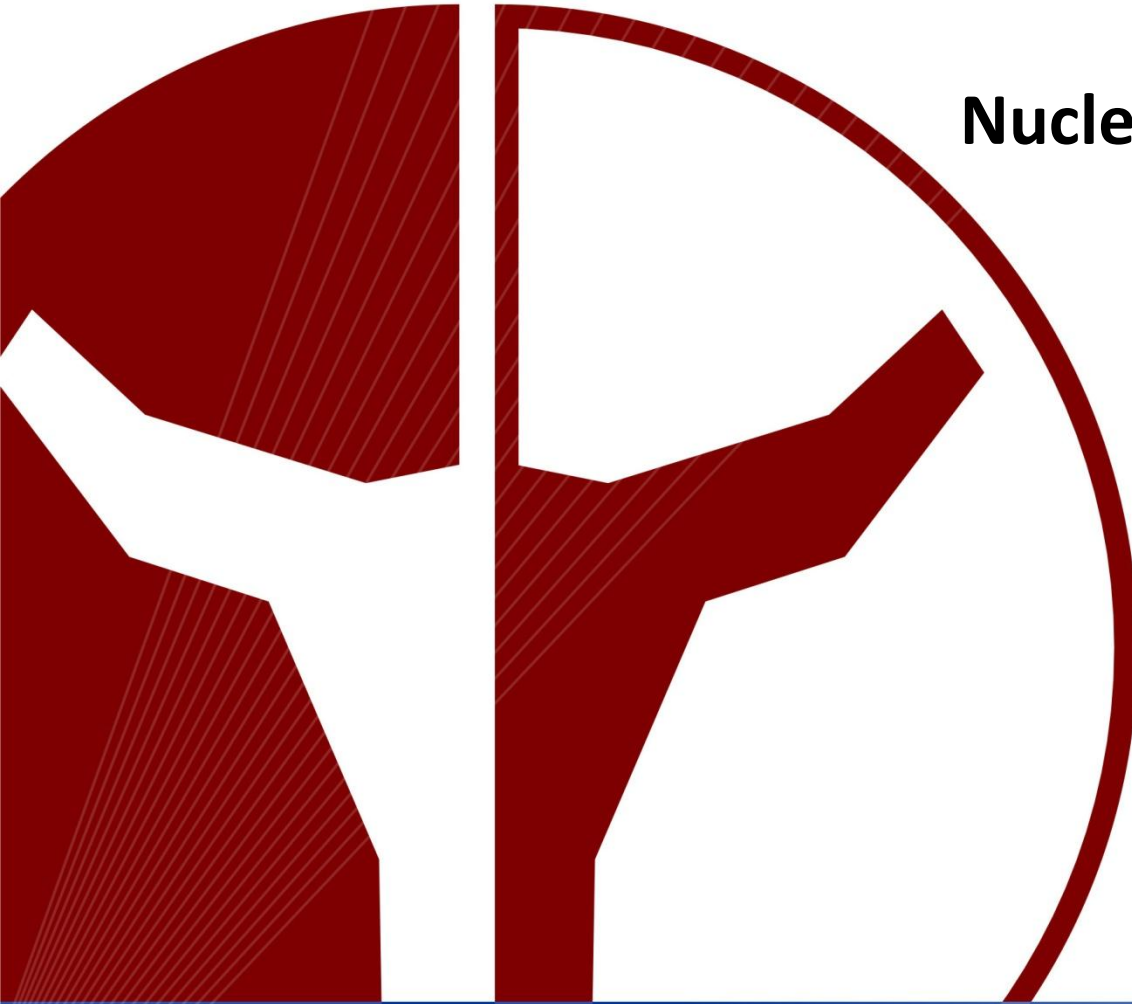
Resource Definition &
Scoping Studies

Advanced
Exploration

Greenfields
Exploration



Nuclear Power and Uranium Market



Nuclear Power Reaffirmed



Key nations indicating continuing support for nuclear:

China
India
South Korea
Russia
(70% of new plants)
+ USA, UK, UAE, others...



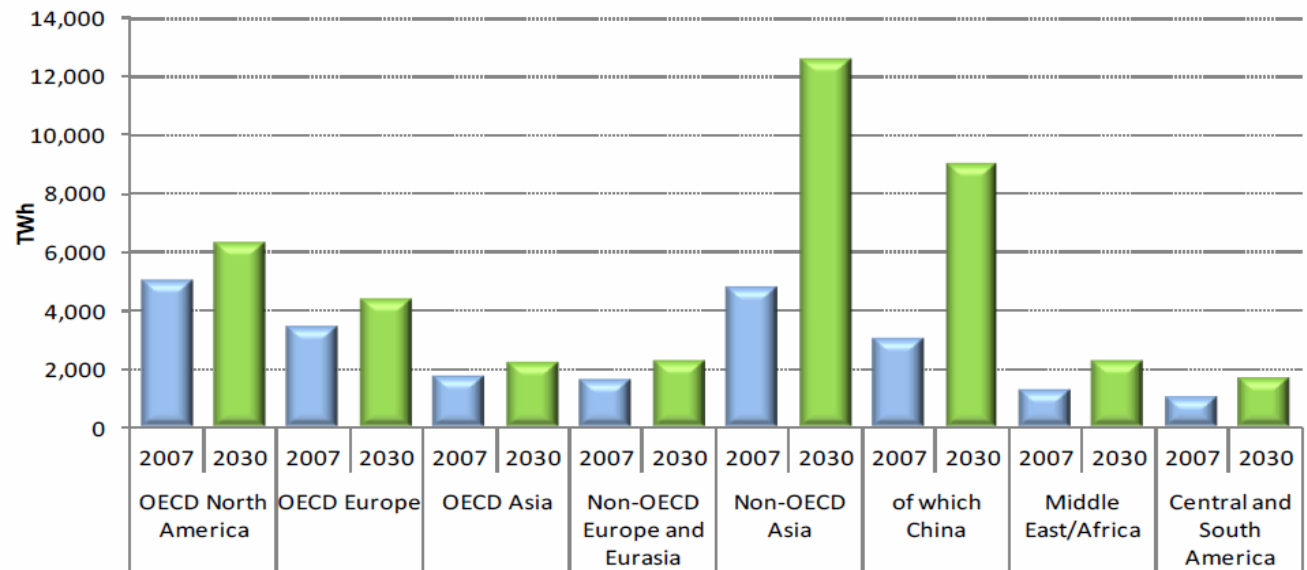
Since the tsunami induced nuclear accident in Japan, most key countries have re-affirmed their commitment to nuclear power after undertaking "stress tests" for their particular location.

Current Nuclear Picture

432 Operable
63 under construction
150 firmly planned
>300 conceptual

Electricity generation in developing Asia is expected to triple in the next 20 years

World total net electricity generation from central producers, by region and country, 2007 and 2030, in Terawatthours



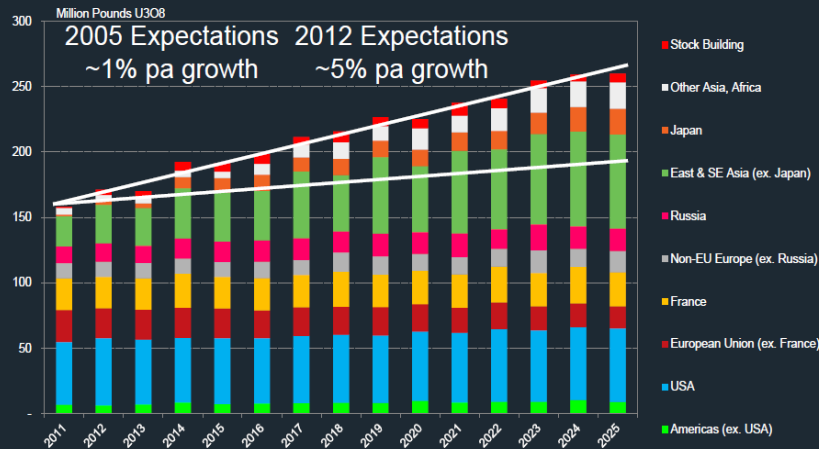
CRU THE INDEPENDENT AUTHORITY
MINING | METALS | FERTILIZERS

International Atomic Energy Agency reported in August 2012 that nuclear power capacity will grow 30% - 100% by 2030.

Uranium Demand vs Supply

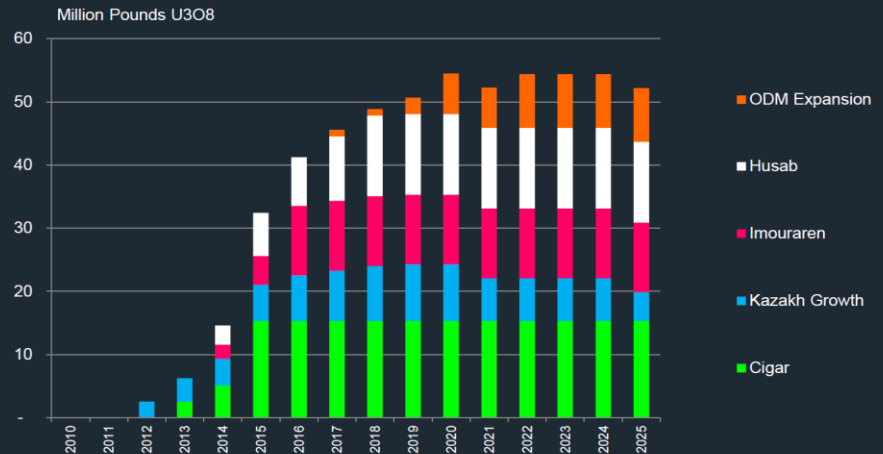
TORO ENERGY LIMITED

Global Uranium Requirements



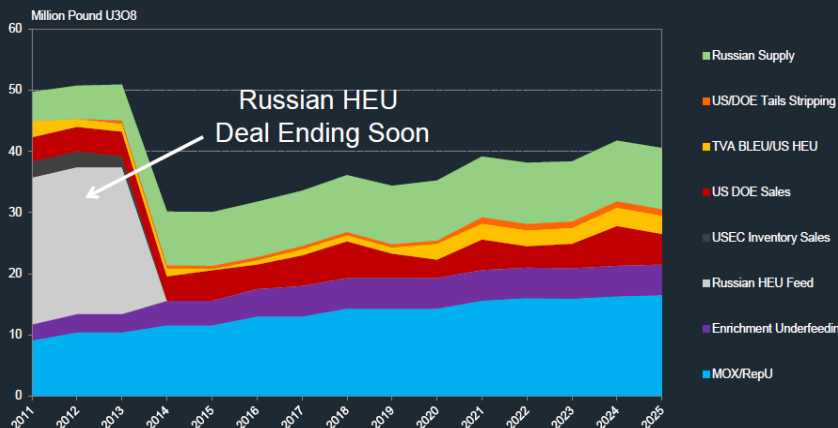
Five Pivotal Projects

(defined as large and low cost or with strategic value to the stakeholders)



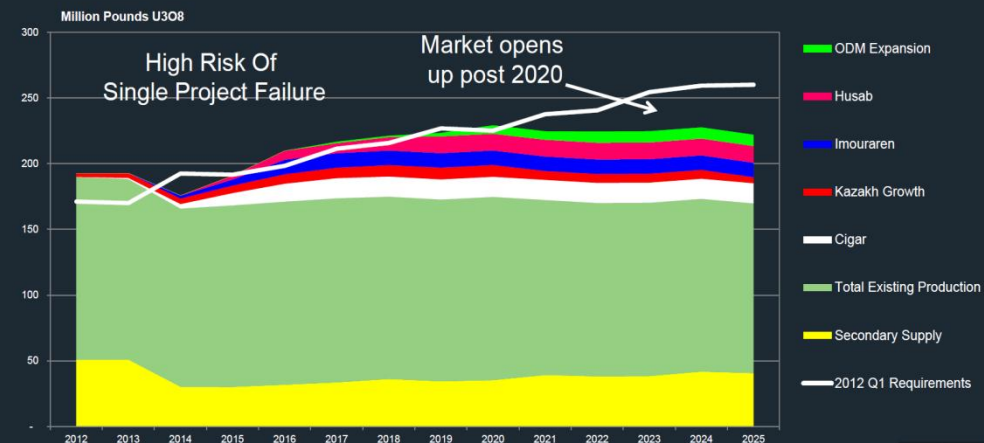
TradeTech
uranium prices & analysis since 1968

Secondary Supply (Q1 2012 Projections)



TradeTech
uranium prices & analysis since 1968

Supply & Demand (Inc. Existing Supply & Pivotal Projects Only)



TradeTech
uranium prices & analysis since 1968

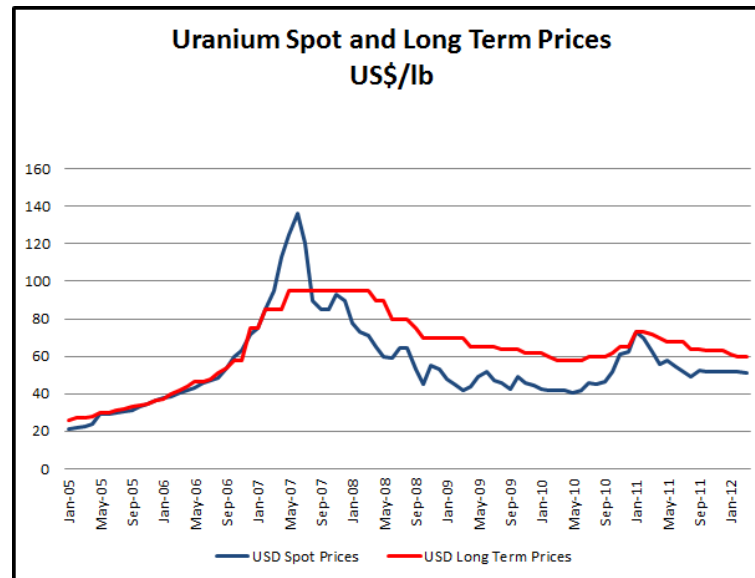
TradeTech
uranium prices & analysis since 1968



Recent Uranium Market News...



- Olympic Dam Expansion delayed – BHPB considers uranium as a ‘by-product’ only
- BHPB sells Yeelirrie to Cameco for US\$430m (+ \$21.5m stamp duty) - 144mlb @ ~\$3/lb
- Paladin \$200m forward payment on 13.73mlb uranium contract delivering 2019-2024
- UAE \$3b fuel supply deal with Areva/Uranium One/Rio/Converdyn/Urenco/Tenex
- Cameco announces Kintyre project requires \$US67/lb to be economic
- Nuclear Power Corp of India & Uranium Corp of India form JV to acquire foreign mines
- Japan reactor re-starts and power generation strategy debates



?

Wiluna Uranium Project

100% Toro



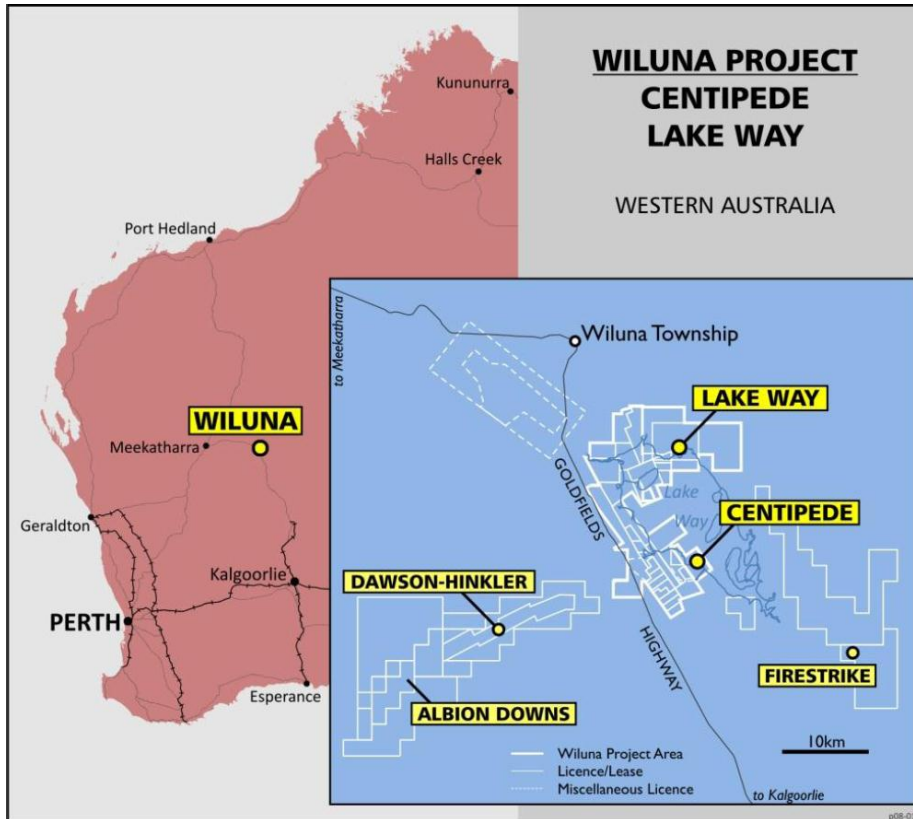
Wiluna: a front running project



Project Overview



TORO ENERGY LIMITED



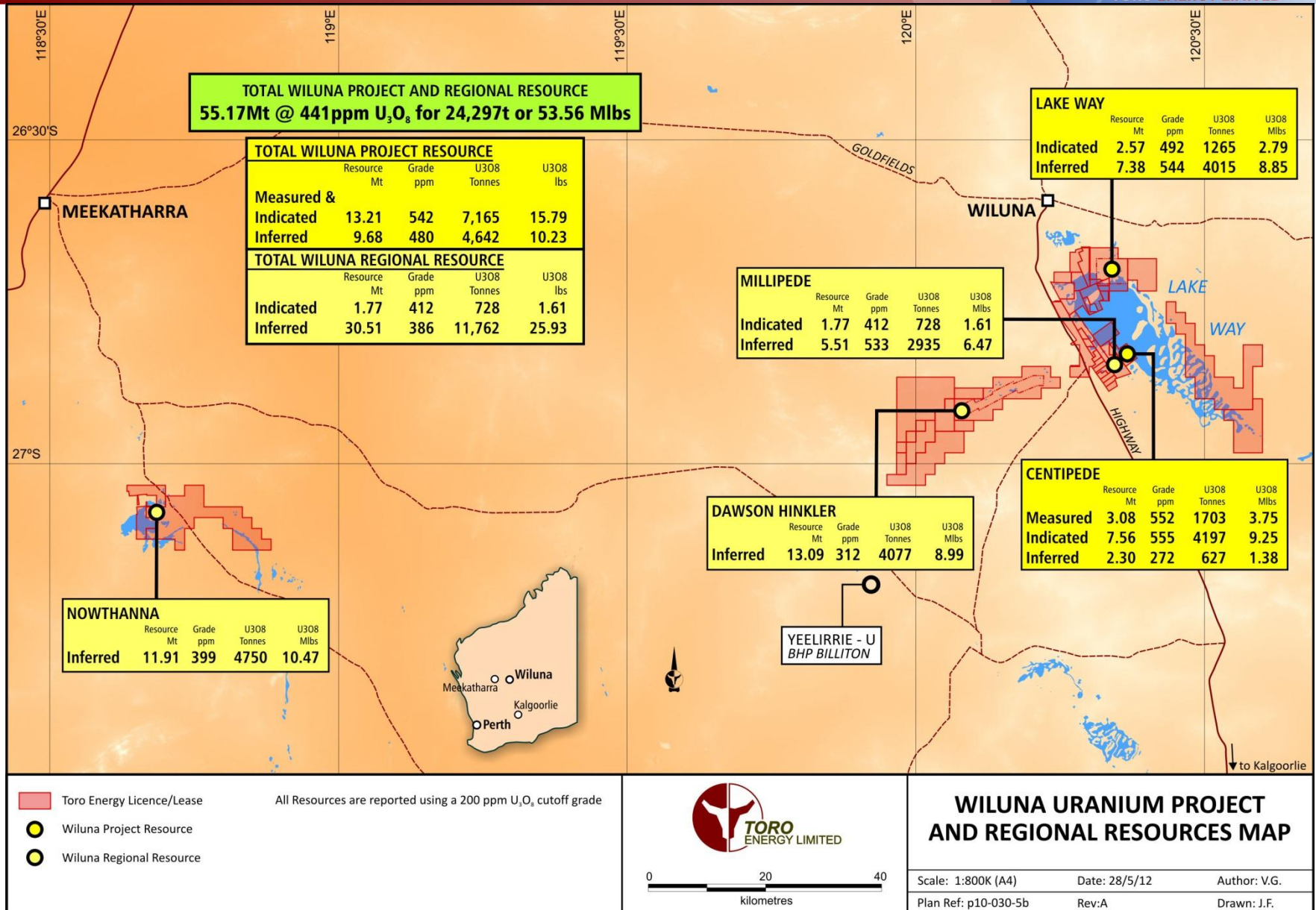
Parameter	November 2011 Economics*
Deposits	Centipede, Lake Way
Processing Plant	1.3mtpa
Head grade	~720ppm
Recovery	Ramping to 85%
C1 Cash Cost	US\$33/lb
Capital Cost	A\$280m
Product (per annum)	820t U ₃ O ₈ (1.8mlb)
Mining Duration	14 years

- 960km NE of Perth in Western Australia, semi arid environment with low rainfall
- Shallow open pit mining (<10m), strip 3.8:1, mining to a 250ppm U₃O₈ cut-off
- Processing 1.3 mtpa to a 500ppm U₃O₈ cut-off results in 720ppm head grade
- Alkaline tank leach with direct precipitation
- In-pit tailings storage, progressive rehabilitation, similar to sand mining operation

Uranium Resources



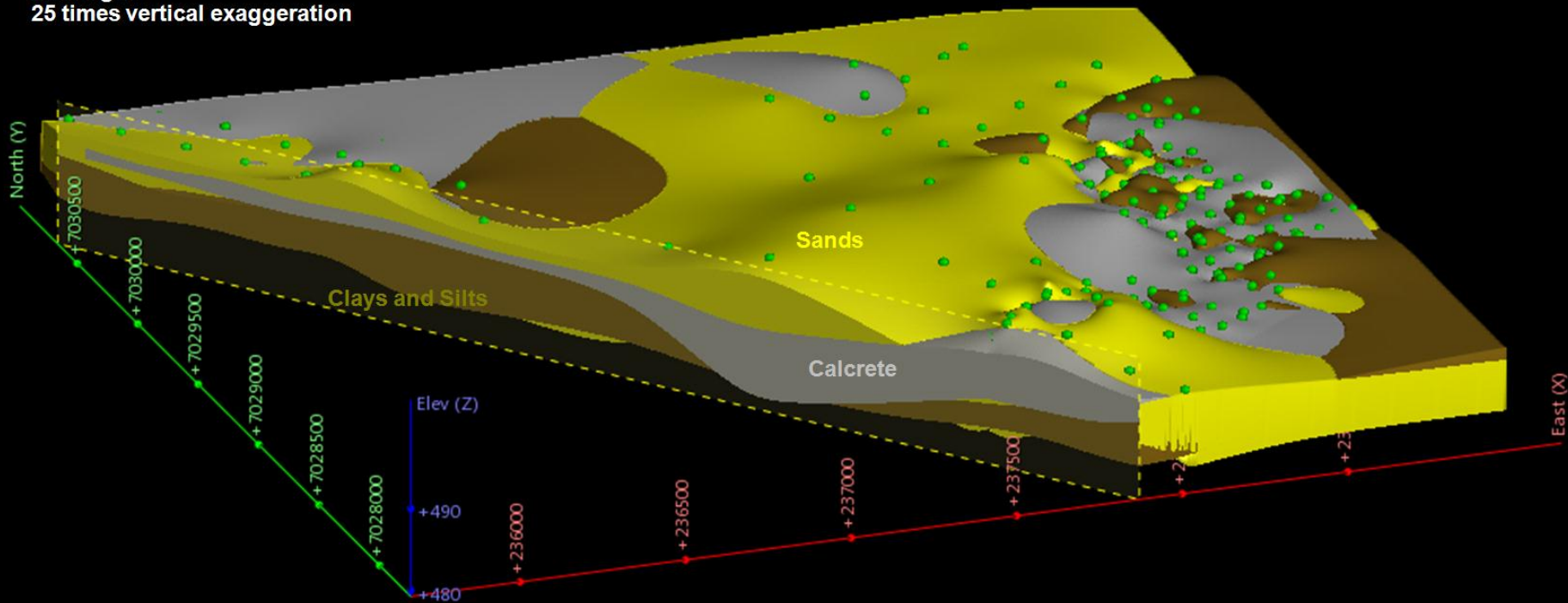
TORO ENERGY LIMITED



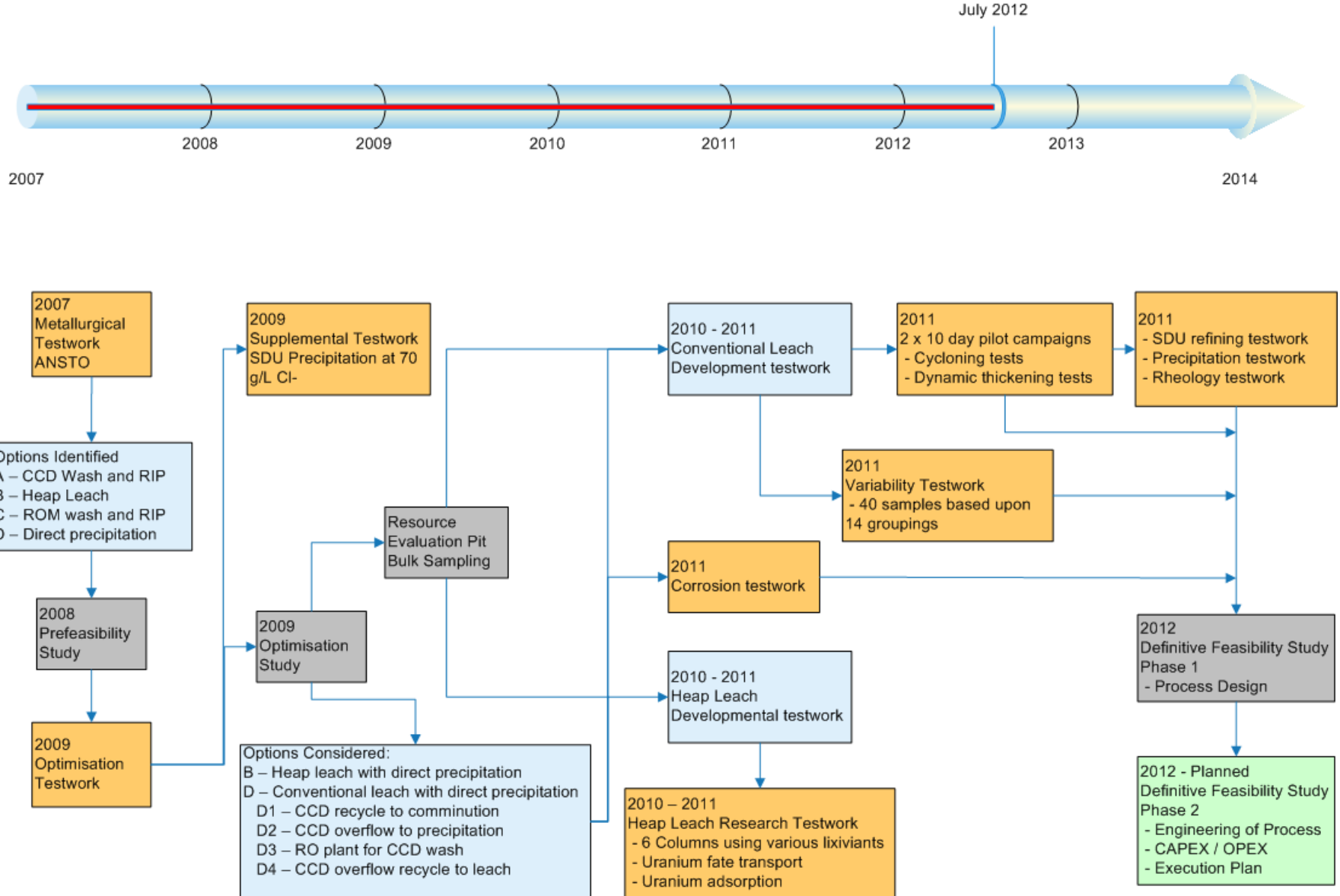


Lithology Model of Centipede and Millipede using Sonic drilling results only

Leapfrog Cross Section Centipede Lithology
looking NE
25 times vertical exaggeration



Process Design Program



Technical De-Risking



Trial mining confirmed selective mining process



- Vermeer continuous miner cutting 25cm bench
- GPS/gamma logger for pit floor grade mapping
- Groundwater control systems



- ✓ Ability to map and select higher grade confirmed
- ✓ Continuous miner confirmed efficient method
- ✓ In pit tailings deposition and full rehabilitation
- ✓ Groundwater control through water barriers

Pilot plant confirms Toro's proposed process



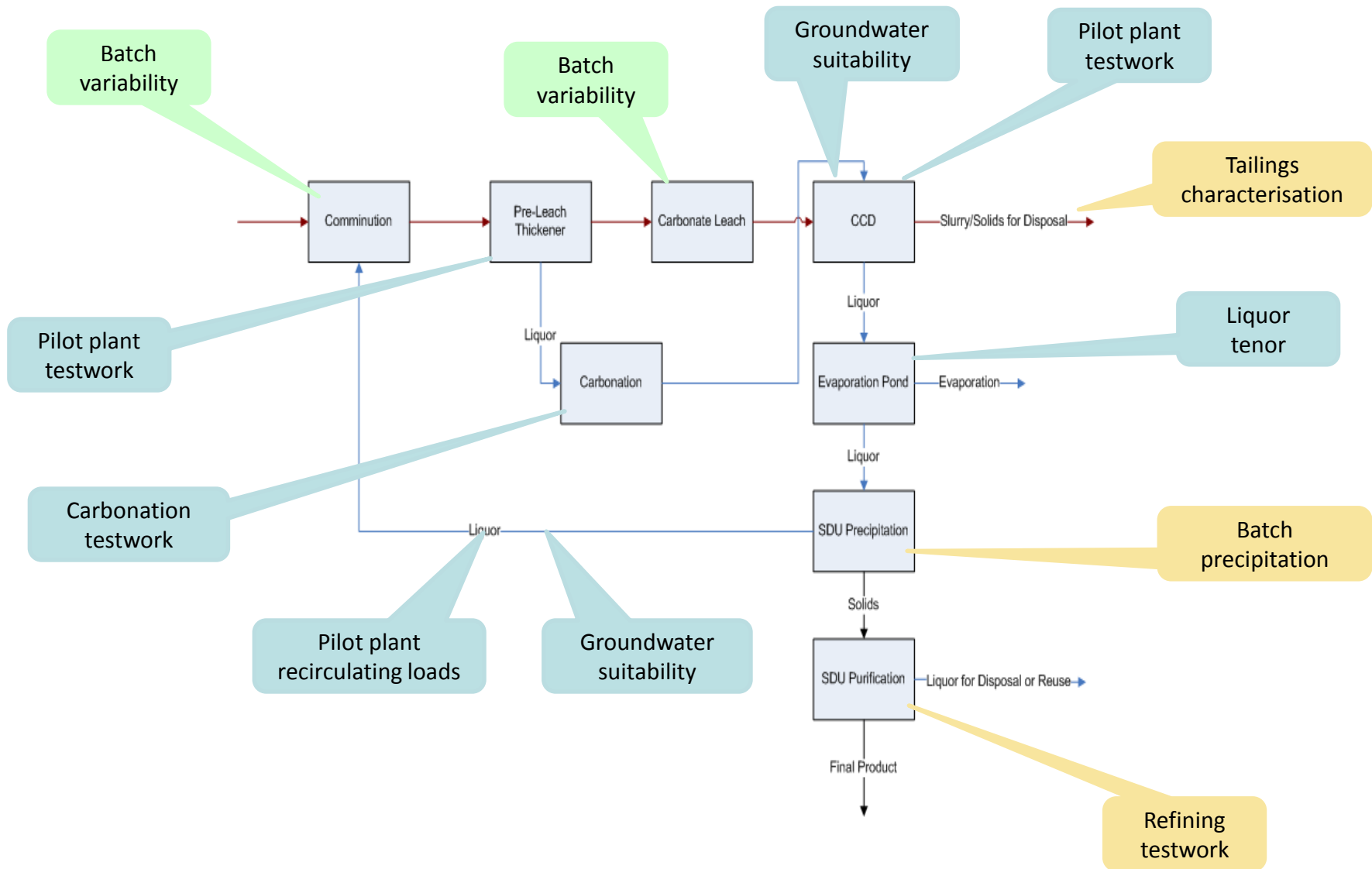
- Fully integrated continuous hydrometallurgical circuit
- Utilised 15 tonne sample from trial mining
- 40 tonne of site groundwater used in process
- Calcrete and clay dominant processes tested



- ✓ Economic processing and recovery proven (~85%)
- ✓ Saline water used for processing
- ✓ Sample uranium to be sent to uranium converters
- ✓ Savings from coarser grind & lower leach temperature



Process Flow Sheet



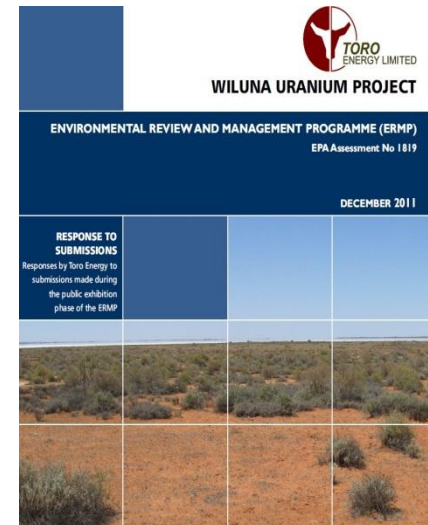
Approvals, Indigenous & Community



The Approval Process

- After a 2.5 year process WA EPA recommended approval May 2012
- Government decisions anticipated by **Q4 2012**

“WA Opposition Leader Mark McGowan said if he won the 2013 election, any [uranium] mines that were approved before that time would remain operational...”
AAP Report January 24, 2012



Indigenous Agreement & Community Relations

- WA Wiluna Shire Council continued support for Project
- Negotiations on mining agreement commenced

“... for the first time, a mining company has come to talk to the mob about their concerns.... the men who are responsible for that area have been able to sit down and talk about that country on behalf of all the Wiluna mob and be listened to and be involved in decisions about that country.”

Spokesman for Senior Lawmen, Darren Farmer



28th May 2012

MEDIA STATEMENT

The Wiluna 'Martu' People are the traditional owners of the land on which Toro Energy Ltd's (Toro) proposed Wiluna Uranium Mine (Wiluna Uranium Mine) is situated.

They issue this media statement to outline their position on Toro's proposed Wiluna Uranium Mine.

Background

Toro's Wiluna Uranium Mine is situated on the traditional lands of the Wiluna based 'Martu' People. There are two complementary native title claims that seek to have those traditional lands recognised under the Native Title Act: the Wiluna Native Title Claim and the Tarpa Native Title Claim (Native Title Claims). These Native Title Claims are at an advanced stage towards a consent determination of native title.

History of uranium exploration in the Wiluna region

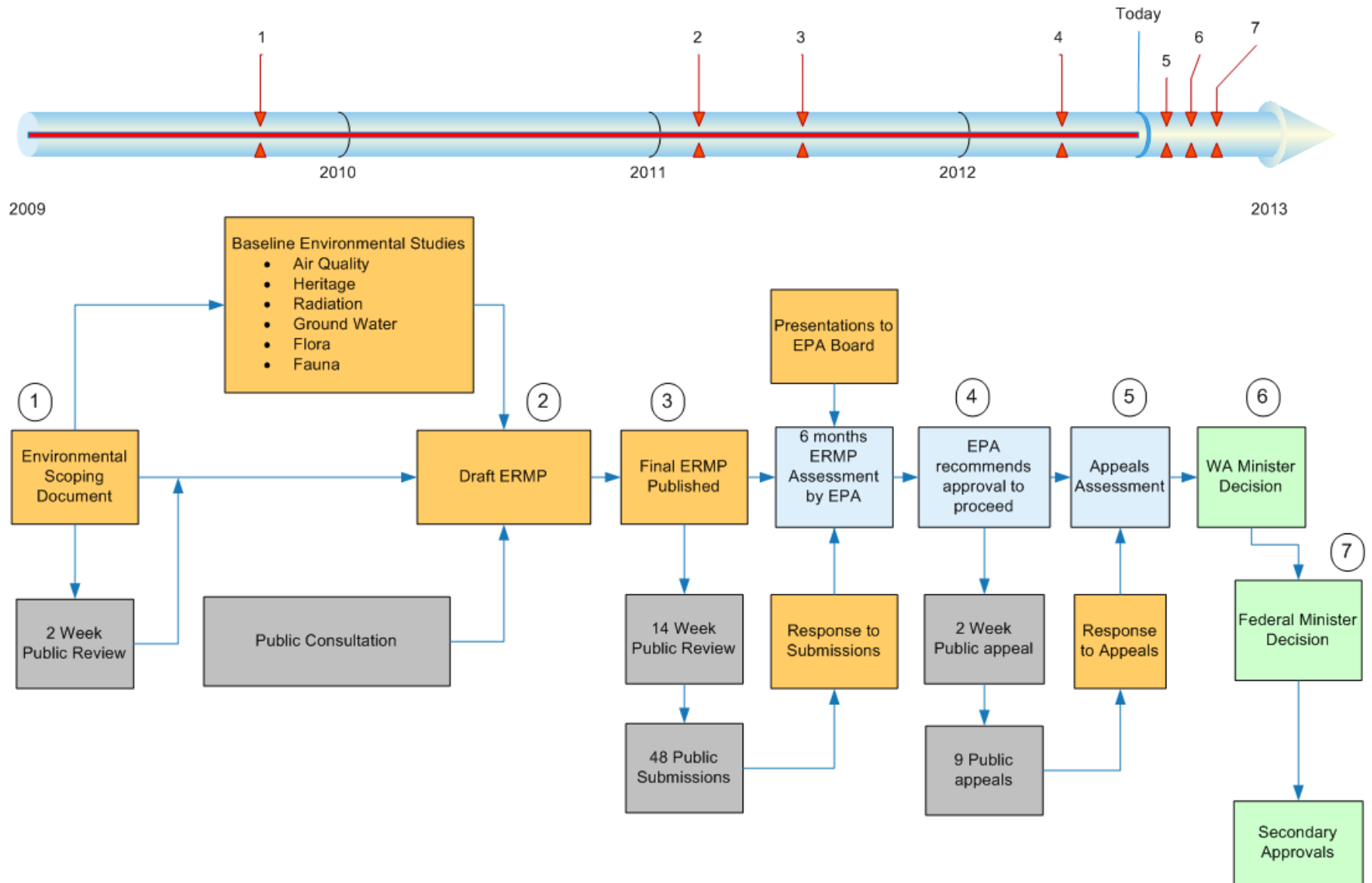
The Martu People have been dealing with uranium exploration in the Wiluna region since the 1970's; both on their traditional hunting grounds and in areas close to where traditional owners and other Martu families resided at the old Wiluna Nganganawili mission. This early uranium exploration was conducted without any consultation with the traditional owners and with little government regulatory supervision.

The Wiluna Martu People's previous experience with uranium exploration in the Wiluna region has left them with serious and genuine concerns about the health effects of radiation. It also raised questions for them about the government's capacity to properly regulate uranium exploration and mining on their traditional lands.

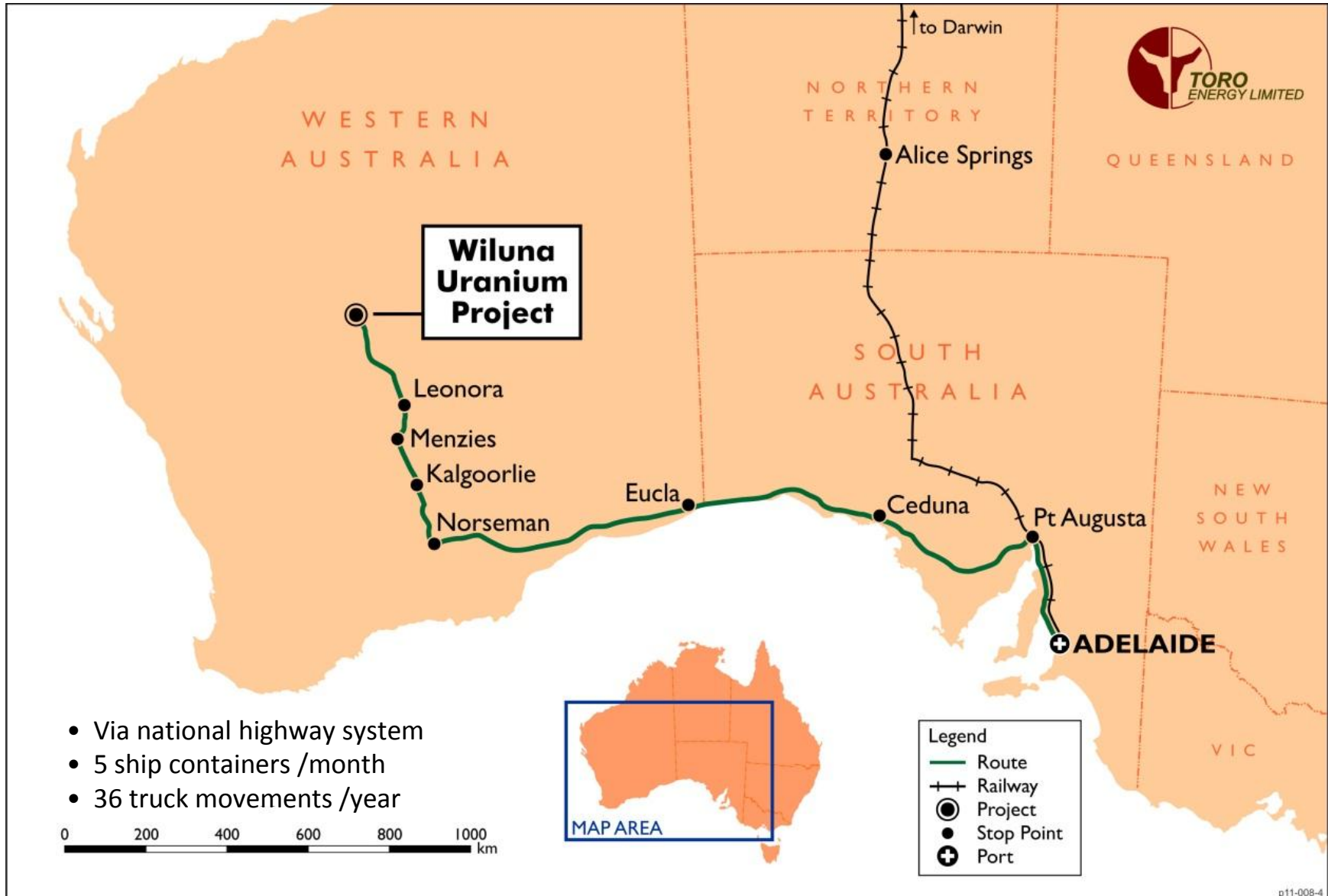
Since the recommencement of uranium exploration in the Wiluna region in 2005, the Wiluna Martu People have raised their concerns about the state regulatory regime and radiation safety with the government of Western Australia.

The Native Title Claimants have in particular been seeking for the right to negotiate directly with uranium explorers so that their unique concerns as traditional owners and traditional land users can be properly recognised and their native title rights protected.

Government Approvals Timeline



Proposed Transport Route



Project Timeline



Creating Future Project Value

- Government Decisions (2012 q4)
- Financing (2013 q1 – q2)

CREATING FUTURE PROJECT VALUE

	2009			2010			2011			2012			2013			2014		
Approvals																		
Definitive Feasibility Study																		
Indigenous Agreement																		
Off-take Agreements/Financing																		
Decision to Construct																		
Design and Construct																		
Commissioning & Production																		

...first uranium sales targeted for 2014/15 fiscal year

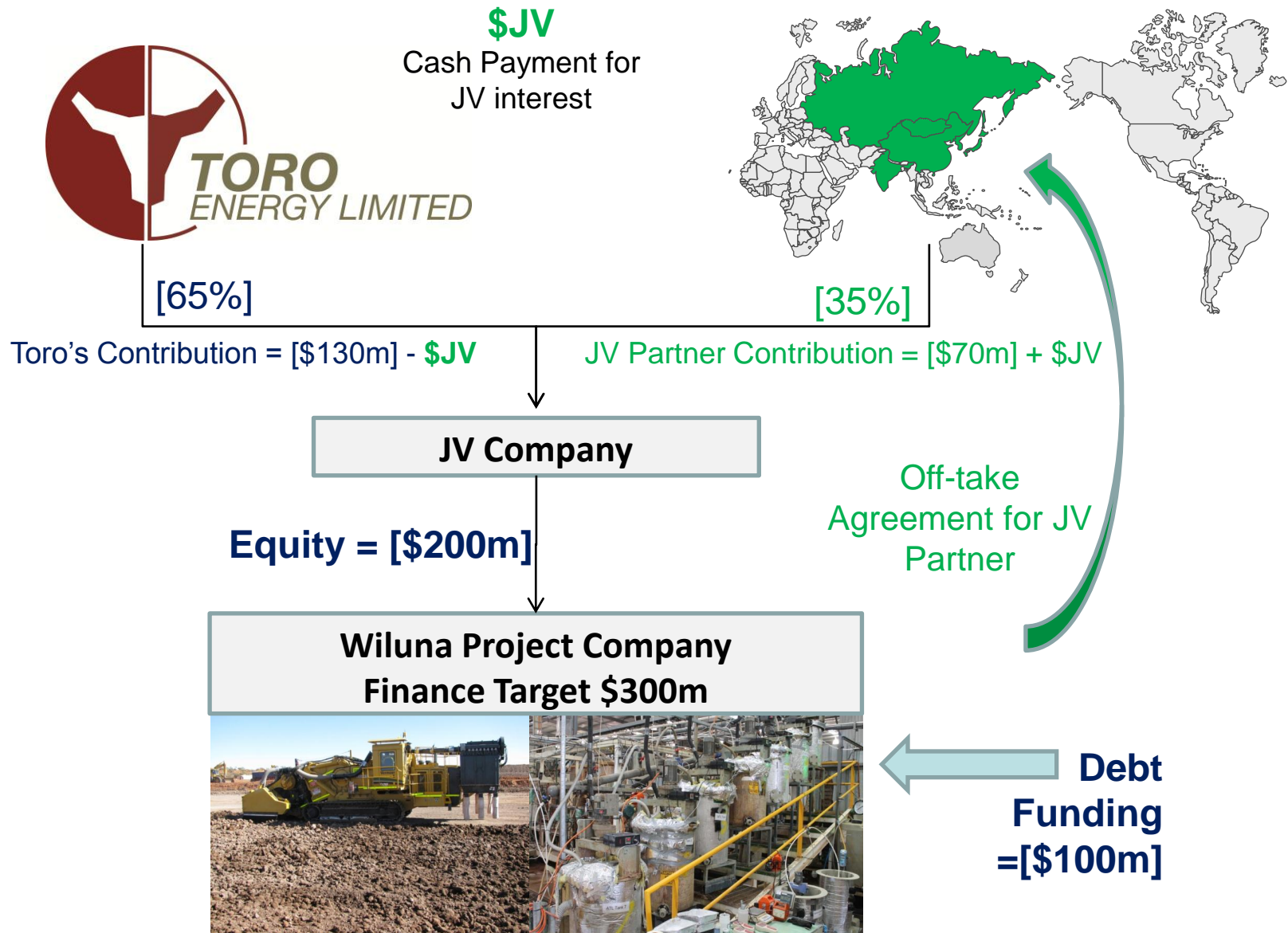


...**Final Government decisions anticipated q4 2012**

....**Final Investment decision first half 2013**

..... **First uranium sales targeted for 2014/15**

Financing Concept

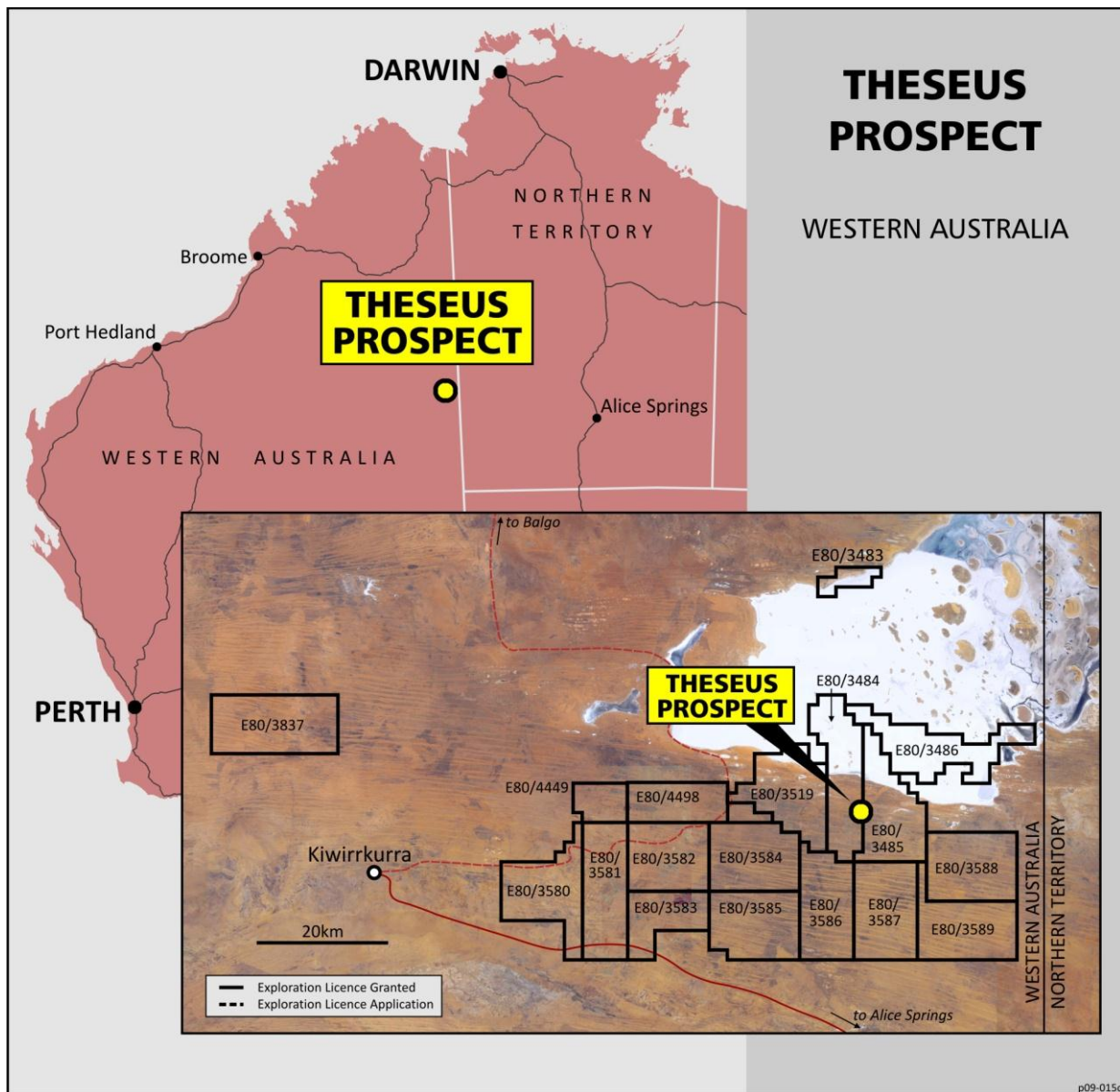


Theseus Uranium Project

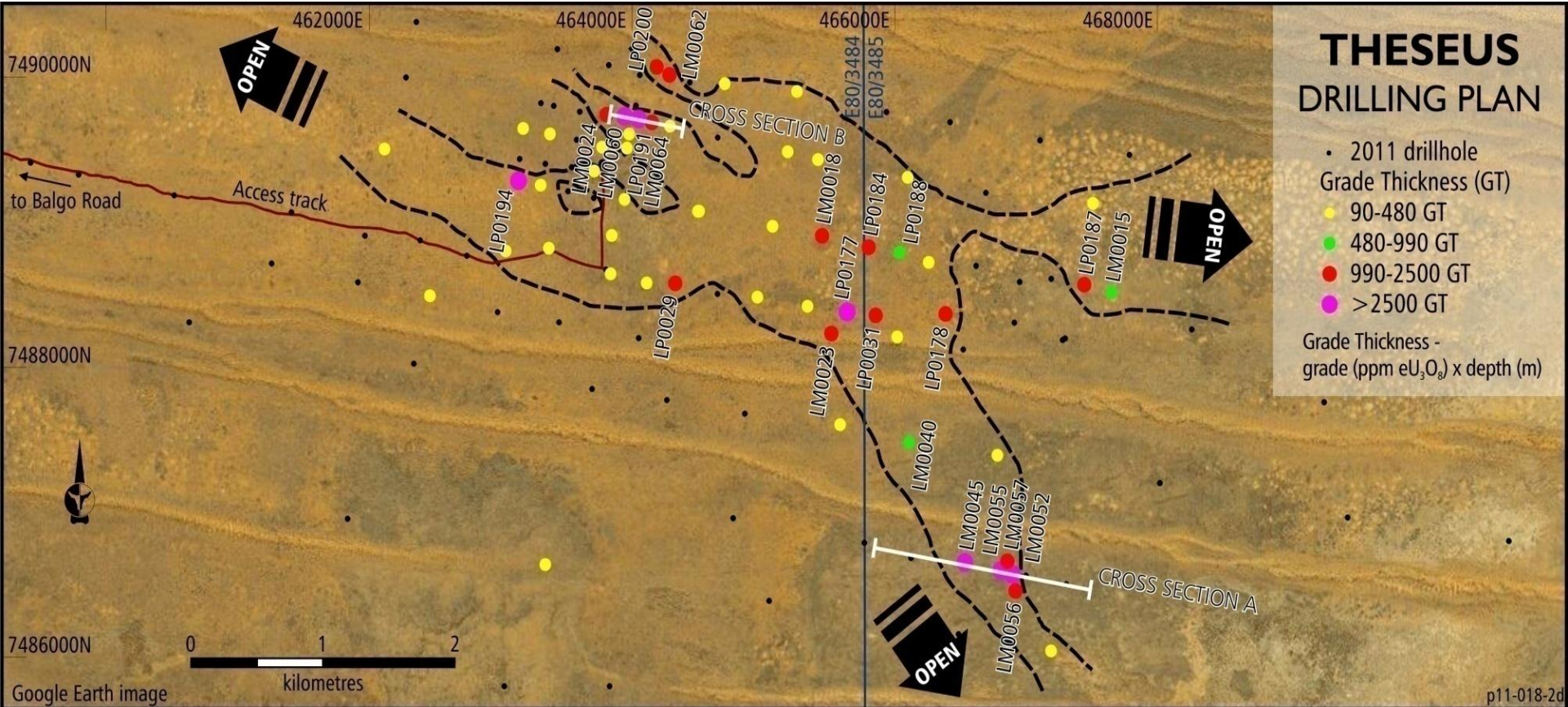
100% Toro



Theseus : a potential second project



2011 - Exploration Target Range



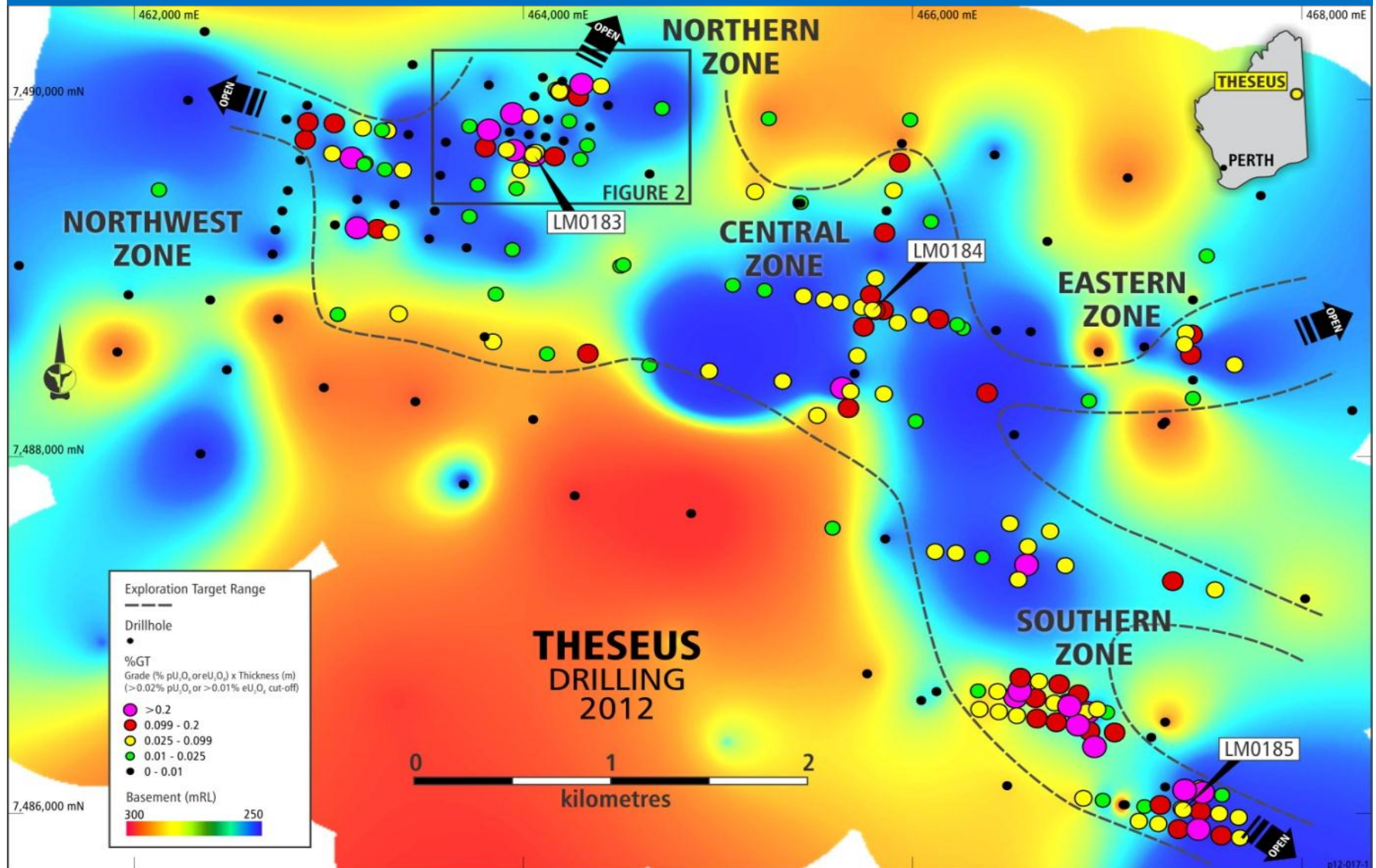
**20 Mt to 40 Mt @ approx 400 to 500 ppm U_3O_8 ,
for 10,000t to 20,000t U_3O_8 or 22 Mlb to 44 Mlb U_3O_8 #**

The Exploration Target Range (ETR) is conceptual in nature and there has been insufficient exploration completed to define this material as a Mineral Resource. There is no certainty that the further work referred to herein will result in the determination of a Mineral Resource.

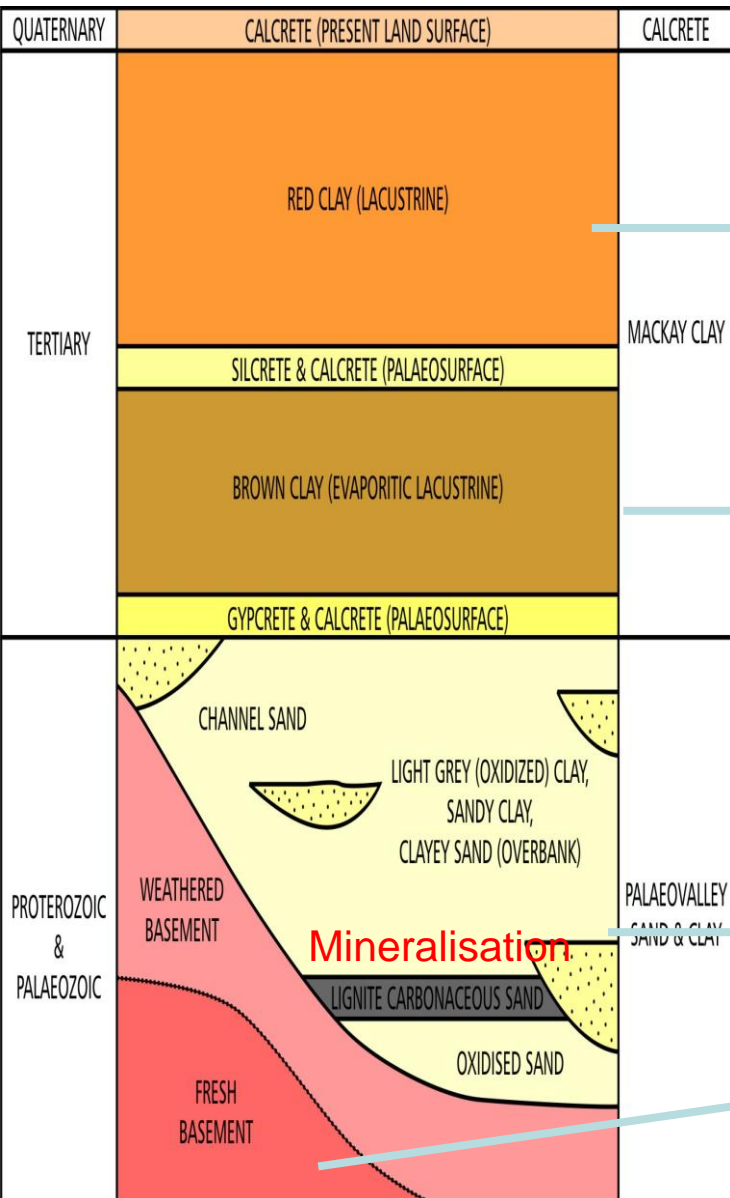
2012 - Drilling



Highest grade intercept: 0.79m @ 1.17% pU_3O_8 from 124.32m in LM0175 (grade-thickness 0.92%GT)

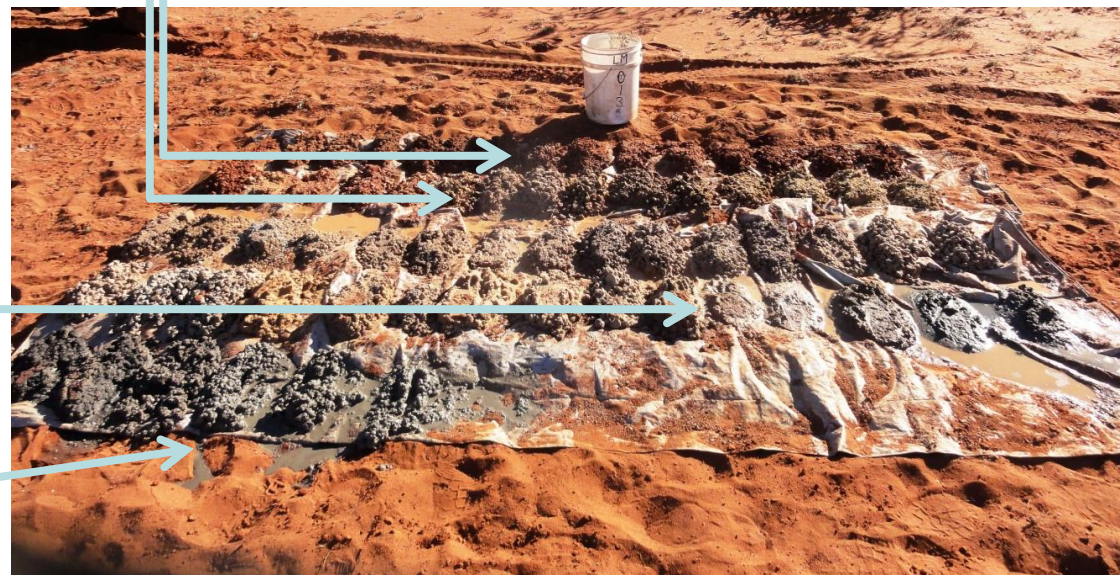
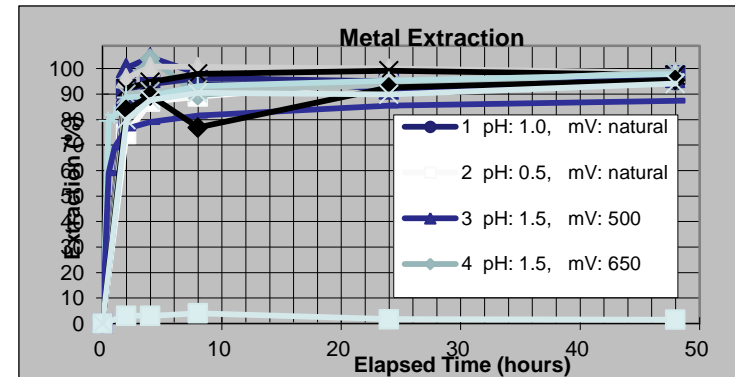


Theseus – Stratigraphic Summary



Key Findings

- Extraction is very rapid in first four hours
- Most tests indicate recoveries >95%
- No significant carbonate or iron reported



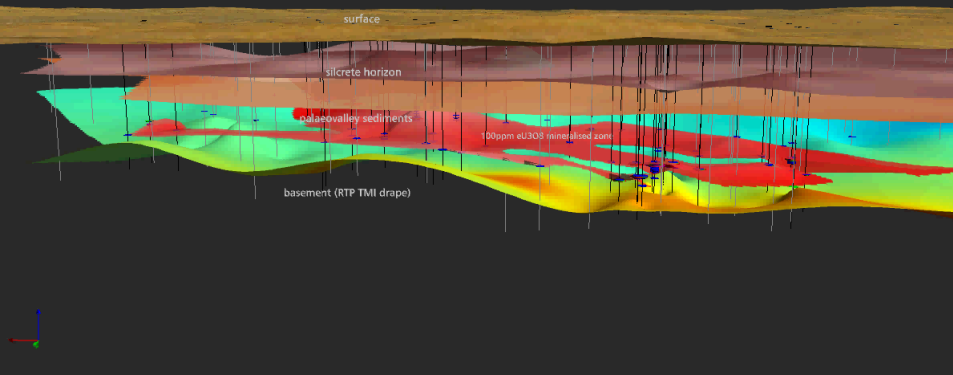
Disequilibrium - Positive Average 1.34



TORO ENERGY LIMITED

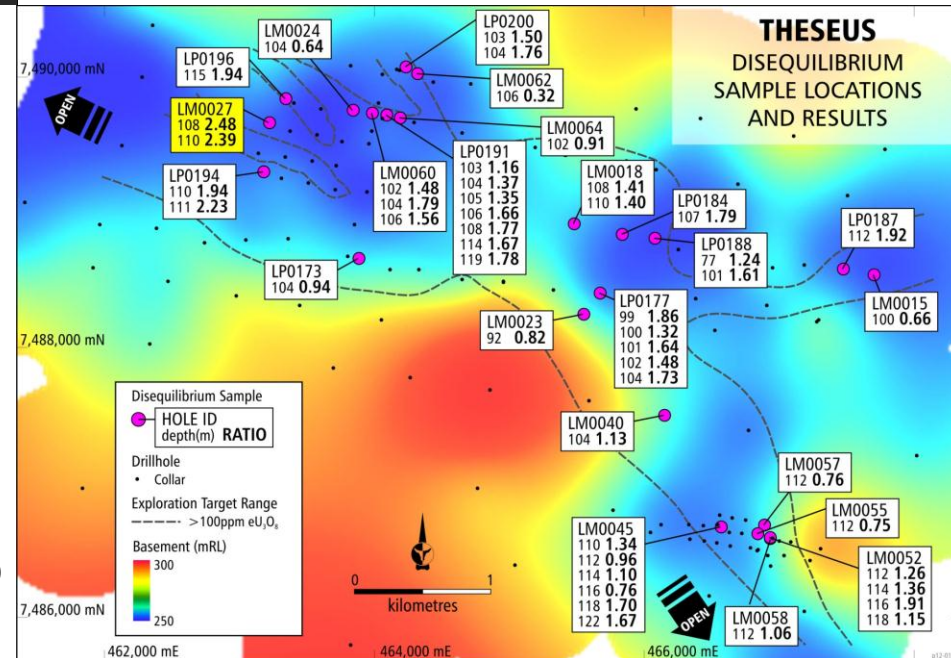
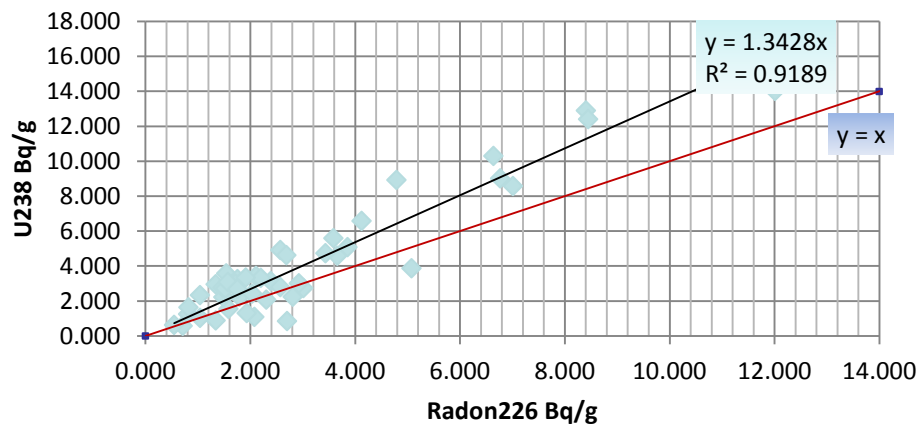
LM185

Assay: 0.48m @ 0.23% cU₃O₈ (0.11% GT)
 PFN : 0.48m @ 0.06% pU₃O₈ (0.03% GT)
 Gamma: 0.48m @ 0.07% eU₃O₈ (0.03% GT)

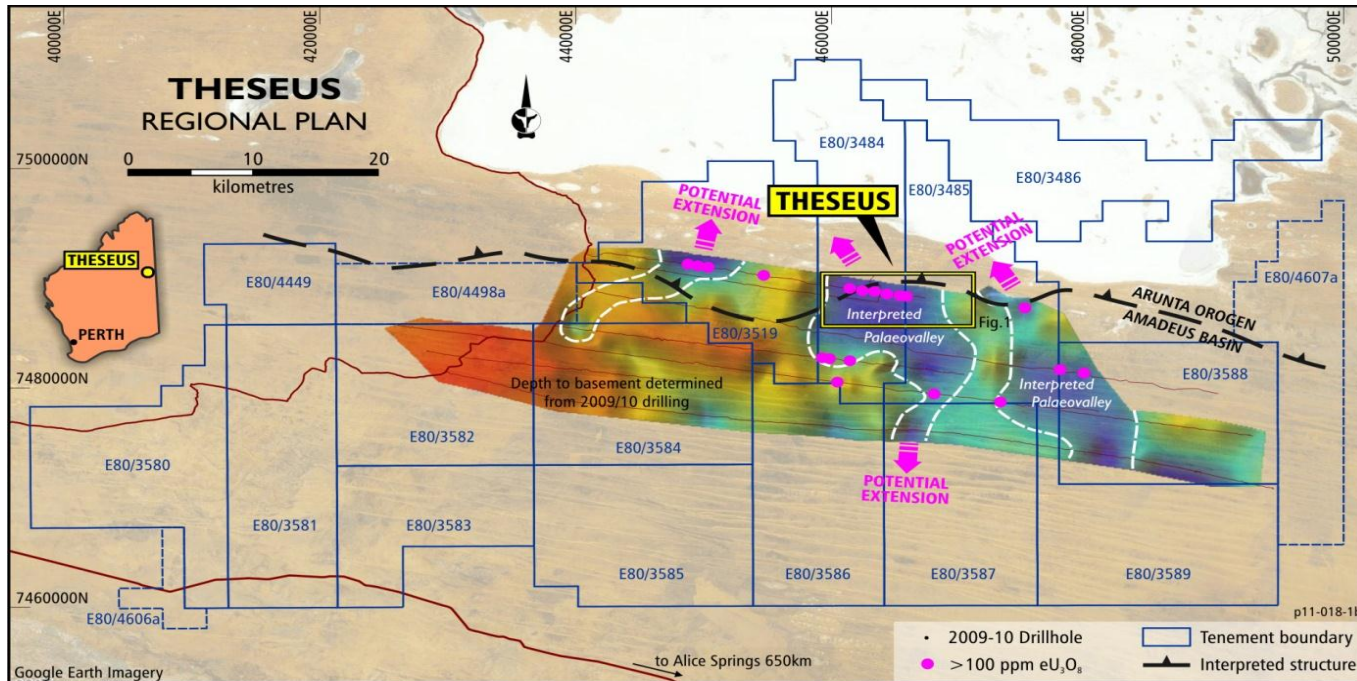


Assay results support previous disequilibrium data

Lake Mackay Theseus Project Disequilibrium Measurements 47 Readings from 12 Drill Holes



Regional Targets & Next Steps



Prime Objectives for 2012-2013

- Finalise disequilibrium studies on recovered core (Oct. 2012)
- Targeting initial JORC Resource & revised Exploration Target (Oct / Nov. 2012)
- Porosity/density work on recovered core (Nov. 2012)
- Core recovery from 12 to 20 holes - 2500m (2013)
- Combination of aircore / core samples 25k to extend JORC resource (2013)
- Drill 5000m to test regional potential (2013)

Summary





The Wiluna Project:

- is nearing final government decisions, one of the few in Australia to do so, and is targeting commitment decision in 2013 with first uranium sales in 2014 / 2015;
- economics and risk have been improved off the back of detailed technical studies, including trial mining and pilot plant testwork, and with the resource expansion beyond 50mlb.

The Theseus Project:

- provides the company with significant blue sky and the potential for a second project in the medium term;
- indicates the potential evolution of a new uranium basin with significant regional-scale potential.





Greg Hall

Managing Director

Toro Energy Limited

Corporate & Exploration Office
3 Boskenna Avenue
NORWOOD
South Australia 5067

Telephone: +61 8 8132 5600

Facsimile: +61 8 8362 6655

Email: info@toroenergy.com.au

Website: www.toroenergy.com.au

Wiluna Project Office
Level 2 / 35 Ventnor Avenue
WEST PERTH
Western Australia 6872

+61 8 9214 2100

+61 8 9226 2958

Appendix



Competent Person Statement



The information in this report that relates to Mineral Resources is based on information compiled by Dr Katrin Karner of Toro Energy Limited, Mr Robin Simpson and Mr Daniel Guibal of SRK Consulting (Australasia) Pty Ltd. Daniel Guibal takes overall responsibility for the Resource Estimate, and Dr Karner takes responsibility for the integrity of the drilling and bulk density results. Dr Karner, Mr Simpson and Mr Guibal are Members of the Australasian Institute of Mining and Metallurgy (AusIMM), and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2004)'. The Competent Persons consent to the inclusion in this release of the matters based on the information in the form and context in which it appears.

Information in this report relating to Exploration results is based on information compiled by Mr Mark McGeough who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr McGeough is a full-time employee of Toro, and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McGeough consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

Information in this report relating to Deconvolved Gamma Results, is based on information compiled by Mr David Wilson BSc MSc who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Wilson is a full-time employee of 3D Exploration Ltd, a consultant to Toro and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Wilson consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.



Uranium Resources Table



Project Name	Category	Resource M Tonnes	Grade U ₃ O ₈	Contained U ₃ O ₈ , tonnes	Contained U ₃ O ₈ , Mlb
Centipede	Measured	3.08	552	1,703	3.75
Centipede	Indicated	7.56	555	4,197	9.25
Centipede	Inferred	2.30	272	627	1.38
Lake Way	Indicated	2.57	492	1,265	2.79
Lake Way	Inferred	7.38	544	4,015	8.85
Total Wiluna Project		22.89	516	11,807	26.02
Millipede	Indicated	1.77	412	728	1.61
Millipede	Inferred	5.51	533	2,935	6.47
Dawson Hinkler Well	Inferred	13.09	312	4,077	8.99
Nowthanna	Inferred	11.91	399	4,750	10.47
Total Wiluna Regional		32.28	387	12,490	27.54
Total Wiluna Project & Regional		55.17	441	24,297	53.56

All resources quoted on a 200ppm U₃O₈ cut-off.

Theseus Project Exploration Target Range



**20Mt to 40Mt @ approx 400 to 500parts per million (ppm) U_3O_8 ,
for 10,000t to 20,000t U_3O_8 or 22Mlb to 44Mlb U_3O_8 #.**

CAUTIONARY STATEMENT

The Exploration Target Range (ETR) is conceptual in nature and there has been insufficient exploration completed to define this material as a Mineral Resource. There is no certainty that the further work referred to herein will result in the determination of a Mineral Resource.

c U_3O_8 denotes results obtained via chemical assay

e U_3O_8 denotes results obtained via down-hole gamma logging

p U_3O_8 denotes results obtained via down-hole Prompt Fission Neutron logging 'PFN'

Down-hole gamma logging of drill holes provides a powerful tool for uranium companies to explore for and evaluate uranium deposits. Such a method measures the natural gamma rays emitted from material surrounding a drill hole. Gamma radiation is measured from a volume surrounding the drill hole that has a radius of approximately 35cm. The gamma probe is therefore capable of sampling a much larger volume than the geological samples recovered from any normal drill hole. Gamma ray measurements are used to estimate uranium concentrations with the commonly accepted initial assumption being that the uranium is in (secular) equilibrium with its daughter products (or radio- nuclides) which are the principal gamma ray emitters. If uranium is not in equilibrium (viz. in disequilibrium), as a result of the redistribution (depletion or enhancement) of uranium and/or its daughter products, then the true uranium concentration in the holes logged using the gamma probe will be higher or lower than those reported in this announcement.

The gamma tools were calibrated in Adelaide at the Department of Water in calibration pits constructed under the supervision of CSIRO. The eU3O8 data has been filtered (deconvolved) to more closely reproduce the true grades and thicknesses where thin narrow zones are encountered. The various calibration factors and deconvolution parameters were calculated by David Wilson BSc MSc MAusIMM from 3D Exploration Ltd based in Perth, Western Australia.

The down-hole PFN logging tool directly measures the amount of the isotope U^{235} that is present in all natural uranium. This is considered to give a reliable estimate of the grade of uranium results with a cut off at or above 0.5m @ 300ppm. For further information on the use and calibration of the PFN, readers are directed to the GAA Wireline website www.gaawireline.com.

All drill holes are vertical and all intersections are considered to be true widths.

The Toro Board

TORO ENERGY LIMITED



Dr Erica Smyth
**Non-Executive
Chairman**

30+ years experience in
the mineral and
petroleum industries



Greg Hall
Managing Director

30+ years resource sector
experience, including 21
years uranium (Ranger,
Jabiluka & Olympic Dam)
and uranium marketing
(ERA North America)



Peter Lester
**Non-Executive
Director**

Extensive experience in
senior operating,
development and
corporate roles with
Newcrest, North, CRA
and MIM



Derek Carter
Non-Executive Director

Geologist with over 30
years experience in
corporate management,
exploration and mining



Andrew Coles
**Non-Executive
Director**

Currently CFO of OZ
Minerals Ltd, previously
Treasury roles at Esso,
Exon Mobile and Zinifex

Management Team



Todd Alder

**Company Secretary &
General Manager,
Finance & Corporate**

16+ years financial management experience within the Mining, Energy and Steel Manufacturing industries



Vanessa Guthrie

**Executive General Manager,
Wiluna Project**

Extensive executive & management experience in sustainability, environment, government & approvals, mine operations, community & indigenous in Western Australia.



Martin Janes

**General Manager,
Marketing
& Project Finance**

Economist with 20+ years experience in Finance and Marketing within Resources and Banking



Mark McGeough

**General Manager,
Exploration**

25+ years geological & exploration expertise, including uranium. Fellow of the AusIMM.



Simon Mitchell

**General Manager,
Business Development**

20+ years international resource development expertise including 10 years as an exploration/development geologist



Richard Yeeles

**Approvals and Community
Director -Wiluna**

Extensive management experience in government/ community relations, ex-BHPB Olympic Dam Expansion

New Primary Uranium Supply



- Total uranium supply in 2011 was approximately 170mlb U_3O_8 pa
- Forecast increase in demand to 2025 is est. +100mlb U_3O_8 pa (270mlb total)
- The USA-Russia HEU deal ends in November 2013 reducing supply by ~24mlb U_3O_8

Majors	Market Expectations	Risks
Kazakhstan	Production to increase to 65mlbs. p.a. by 2016.	Government capping production ~50mlb.
Cigar Lake	First Production late 2013, ramping up to 18mlbs p.a.	Some technical risk .
Olympic Dam	Additional production from 2018.	Delay + prestrip = +10 years
Husab	First Production 2016, ramping up to 12mlbs. p.a.	Financing delay & 3 year construction period.
Yeelirrie	First Production 2016, ramping up to 7mlbs. p.a.	Project sold to Cameco.
Ranger 3 Deeps	First Production late 2016	Third party approvals required.
Trekkopje	First Production 2016, ramping up to 7mlbs. p.a.	Project suspended
Immouraren	First Production 2014, ramping up to 13mlbs. p.a.	Project delayed to 2016.

Juniors	Market Expectations	Risks
Lost Creek	First Production 2013, ramping up to 1.1mlbs. p.a.	
Nichols Ranch	First production 2012, at 1.3mlbs p.a.	
Four Mile	First production 2013, up to 3mlbs p.a.	Legal issues
Etango	First Production 2016, 7mlbs. p.a.	Cost
Wiluna	First production 2014 / 2015, 1.8mlbs p.a..	

Recent Corporate Activity



Tanzania: ARMZ/Uranium One make A\$1.02 billion acquisition of Mantra Resources Ltd owner of 105mlb U_3O_8 Mkuju River deposit.

Canada: Cameco acquires AREVA's 27.94% interest in Millennium project for C\$150m. Project valued at \$537m on 100% basis or \$7.90/lb for 67.6mlb U_3O_8

Canada: Rio outbids Cameco for Hathor. C\$623m transaction to acquire a high grade pre-development property in the Athabasca Basin. (58mlb U_3O_8)

Australia: Cameco Corp acquires Yeelirrie Project for US\$430m (144 mlb U_3O_8 @ US\$3/lb).

USA: Energy Fuels makes a US\$25.2m bid for Titan Uranium. (4.2mlb U_3O_8 at Sheep Mountain Project)

USA: Korean nuclear utility KEPCO completes a US\$40m phased investment deal with Strathmore over the Gas Hills Project (historic resources only).

South Africa: GoldOne makes US\$250 million acquisition of RAND Uranium (41mlb U_3O_8 + Gold).

Peru: Macusani Yellowcake and Southern Andean Energy merge to consolidate their assets in Peru.

Australia: Itochu enters option agreement with Alliance Resources, 25% JV interest on 4 Mile project.

Namibia: CGNPC A\$938 million acquisition of Kalahari Minerals, 42.74% holder of Extract. Subsequent \$2.2 billion bid for Extract completed. (512mlb U_3O_8 Husab project)

China, South Korea, Russia and Canadian corporates are the active acquirers.