



Principal Office 3 Boskenna Avenue
Norwood SA 5067
Australia
t +61 8 8132 5600
f +61 8 8362 6655

Perth Office Level 2, 16 Ord Street
West Perth WA 6005
Australia
t +61 8 9321 1411
f +61 8 9226 2958

3 October 2008

Australian Securities Exchange
Exchange Centre, 20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

Please find attached copies of letters dispatched to shareholders yesterday, 2nd October 2008, in regard to the Renounceable Rights Issue announced to the ASX on 1st October 2008.

Yours faithfully

A handwritten signature in cursive script that reads "Donald Stephens". The signature is written in black ink on a white rectangular background.

Donald Stephens
Company Secretary



Principal Office
3 Boskenna Avenue
Norwood SA 5067
Australia
t +61 8 8132 5600
f +61 8 8362 6655

Perth Office
Level 2, 16 Ord Street
West Perth WA 6005
Australia
t +61 8 9321 1411
f +61 8 9226 2958

2 October 2008

Dear Toro Shareholder,

TORO ENERGY LIMITED RIGHTS ISSUE

On 1 October 2008, Toro Energy Limited (**Toro**) announced a one for 3.8 renounceable pro rata Rights Issue at an issue price of \$0.20 per new Toro share (**Rights Issue**).

Toro is pleased to provide shareholders with an opportunity to participate in the Rights Issue and increase their investment in Toro at an attractive price. The issue price of the new Toro shares (**New Shares**) under the offer represents a 11% discount to the 10 day volume weighted price of \$0.224 per Share and 19% discount on the 30 day volume weighted price of \$0.247 per Share to 30 September 2008, the day immediately prior to the announcement of the Rights Issue. In addition to being able to apply for New Shares under the Rights Issue, eligible shareholders who take up their full entitlement under the Rights Issue will also have the opportunity to apply for New Shares that are not subscribed for in the Rights Issue.

The Rights Issue will provide Toro with the funds to move the Company forward via two future development projects and excellent exploration opportunities with the aim of building a "top tier" ASX listed uranium company. In support of this aim and the Company's projects, OZ Minerals, Toro's 46% Shareholder has committed to subscribe for its full entitlement of New Shares under the Offer.

Specifically, proceeds from the Offer will be used primarily to fund Toro's ongoing project development and exploration, including to:

- Accelerate the Wiluna Uranium Project to bankable feasibility status in the context of an improved political environment in Western Australia and following the recent completion of a successful prefeasibility study that demonstrated economic viability;
- Advance the Napperby Uranium Project, where Toro holds an option to acquire 100% of the project, to prefeasibility status by completion of a scoping study and to expand the growing JORC resource base; and
- Progress high priority exploration targets in Western Australia, the Northern Territory and South Australia.

Shareholders registered as at 5.00pm ACDT on 10 October 2008 (**Record Date**), will be entitled to participate in the Rights Issue in respect of the number of shares they are registered as the holder of. The Rights Issue period for acceptance by eligible shareholders is from 15 October 2008 until 5.00pm CST on 7 November 2008 (subject to the Directors varying the closing date in accordance with the Listing Rules).

Please note that Toro shares will be quoted on an "ex" basis from 3 October 2008, and therefore any Toro shares bought on market on and after this date will not carry entitlements under the Rights Issue.



Enclosed with this letter is an Appendix 3B notice pursuant to the ASX Listing Rules, outlining details of the issue. We will shortly be forwarding an Offer Memorandum and an Entitlement and Acceptance Form to all eligible shareholders, inviting participation in the issue. From 1 October 2008, the Offer Memorandum will be available to download from both the ASX website (at www.asx.com.au) and Toro's website (at www.toroenergy.com.au), and will subsequently be mailed to eligible shareholders on or around 15 October 2008.

You are encouraged to read the entire Offer Memorandum before making a decision in respect of the Rights Issue. If you have any queries in relation to the Rights Issue, you should consult your stockbroker or other professional adviser.

The next phase of Toro's evolution as an emerging top tier ASX listed uranium company should be an exciting time for the Company and its shareholders as the nuclear power industry continues to grow strongly. Toro welcomes and appreciates its shareholders' support in progressing Toro towards its goal of becoming a significant sustainable uranium producer.

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'Ian Gould', with a long horizontal flourish extending to the right.

Dr Ian Gould
Chairman
Toro Energy Limited



Principal Office 3 Boskenna Avenue
Norwood SA 5067
Australia
t +61 8 8132 5600
f +61 8 8362 6655

Perth Office Level 2, 16 Ord Street
West Perth WA 6005
Australia
t +61 8 9321 1411
f +61 8 9226 2958

2 October 2008

Dear Shareholder,

RENOUNCEABLE RIGHTS ISSUE – APPENDIX 3B NOTICE

The Company announced on 1 October 2008 a capital raising by way of a 1 for 3.8 pro-rata renounceable rights issue that does not require shareholder approval. In accordance with the Listing Rules of the Australian Securities Exchange (ASX) Toro is pleased to provide you with the following information about the rights issue.

Each shareholder registered on the Company's register of members on the close of business on 10 October 2008 (the "Record Date") will be entitled to subscribe for one new fully paid ordinary share in the Company for every 3.8 ordinary shares held as at the Record Date, at a price of 20 cents per new share. Fractions of shares will be rounded up to the nearest whole number. Please note that Toro shares will be quoted on an "ex" basis from 3 October 2008, and therefore any Toro shares bought on market on and after this date will not be entitled to participate in the rights issue.

The maximum number of new shares to be issued (excluding the exercise of any unlisted options) is 130,176,453 new shares, which would raise up to approximately \$26m and would result in total issued shares in Toro of 624,846,973. It is intended that new shares issued as a result of entitlements taken up will be quoted on the ASX and will rank equally with existing issued ordinary shares of the Company.

The offer will only be made to shareholders whose address (as registered on the Company's register of members) is in Australia or New Zealand. Shareholders with registered addresses in other jurisdictions ("Excluded Shareholders") will be advised separately as to how their entitlements will be dealt with.

Before making a decision whether to subscribe for any of these shares, please carefully read the Offer Memorandum when you receive it. The offer opens on 15 October 2008 and closes 5:00pm ACDT on 7 November 2008. Eligible shareholders who do not wish to take up some or all of their rights to new shares will be able, subject to there being a market for their rights, to trade their rights on the ASX from 3 October 2008 until 30 October 2008.

Eligible shareholders wishing to sell their rights (subject to there being a viable market for the rights) should contact their stockbroker, who will inform them of their requirements. Shareholders who wish to sell only part of their rights and take up all or part of the balance should, in addition to contacting their stockbroker, complete the remainder of the Entitlement and Acceptance Form and provide a cheque to their stockbroker for those new shares they wish to take up.

Shareholders may elect to transfer all or part of their rights to another person otherwise than on the ASX by completing and submitting a standard renunciation form for those shares (obtainable from your stockbroker or the Company's share registry) and the transferee's



applicable payment for the amount of the application money so that it is received no later than 5:00pm (ACDT) on the Closing Date.

The indicative timetable for the rights issue is as follows:

EVENT	DATE
Announcement of Rights Issue	Wednesday, 1 October 2008
Offer Memorandum lodged with ASX	Wednesday, 1 October 2008
Notice sent to shareholders	Thursday, 2 October 2008
Ex date	Friday, 3 October 2008
Rights Trading Begins	Friday, 3 October 2008
Record date	Friday, 10 October 2008
Offer Memorandum sent to Shareholders - Offer Opens	Wednesday, 15 October 2008
Rights Trading Ends	Thursday, 30 October 2008
Deferred settlement period starts	Friday, 31 October 2008
Closing Date	Friday, 7 November 2008
Shortfall notification date	Wednesday, 12 November 2008
Despatch date and end of deferred settlement period	Monday, 17 November 2008
Expected commencement of normal trading in New Shares on ASX	Tuesday, 18 November 2008

The timetable is indicative only and subject to change. Subject to the ASX Listing Rules, the Directors of the Company reserve the right to vary these dates, including the Closing Date, without prior notice.

The issue is not underwritten. RBC Capital Markets will act as broker to the issue and will receive fees of 5% of the total proceeds raised by the Company through the placement of any shortfall shares subsequent to the issue. RBC Capital Markets will not receive any fees for funds raised under the rights issue. In addition, Royal Bank of Canada will also be entitled to 0.3% of total proceeds raised from the sale of Excluded Shareholders' rights if these funds exceed \$100,000.

If you have any queries please contact the Company's share registry at:

Computershare Investor Services Pty Ltd
Investor Inquiries: 1300 556 161

For and behalf of
TORO ENERGY LIMITED

Donald Stephens
COMPANY SECRETARY



Principal Office
3 Boskenna Avenue
Norwood SA 5067
Australia
t +61 8 8132 5600
f +61 8 8362 6655

Perth Office
Level 2, 16 Ord Street
West Perth WA 6005
Australia
t +61 8 9321 1411
f +61 8 9226 2958

2 October 2008

Dear Toro Shareholder,

TORO ENERGY LIMITED RIGHTS ISSUE

On 1 October 2008, Toro Energy Limited (**Toro**) announced a one for 3.8 renounceable pro rata rights issue at an issue price of \$0.20 per new Toro share (**Rights Issue**). Eligible shareholders registered as at 10 October 2008 will be entitled to participate in the Rights Issue in respect of the number of shares they are the registered shareholder of.

Toro has decided, pursuant to Listing Rule 7.7.1 of the ASX Listing Rules, that it is unreasonable to make the offer to shareholders who have a registered address in a country outside of Australia or New Zealand (**Excluded Shareholders**) having regard to:

- the small number of shareholders with addresses in these other countries;
- the number and value of the Shares they hold; and
- the cost to Toro of complying with the legal requirements and the requirements of the regulatory authorities in each of the other countries concerned.

We regret that the Rights Issue is therefore not able to be extended to Excluded Shareholders. Excluded Shareholders will not receive a copy of the Offer Memorandum or the Entitlement and Acceptance Form.

However, the Rights which will not be offered to the Excluded Shareholders, will instead be issued to Royal Bank of Canada (a nominee appointed by Toro, with the approval of the Australian Securities and Investments Commission, for the purposes of section 615 of the Corporations Act), on the basis that Royal Bank of Canada will be required to:

- sell those Rights; and
- liaise with the Share Registrar, which will subsequently distribute to each Excluded Shareholder their proportion of the proceeds of the sale net of expenses.

Neither Toro nor Royal Bank of Canada will be liable for a failure to sell Rights or to sell Rights at any particular price. If in the reasonable opinion of Royal Bank of Canada, there is no viable market for the Rights of Excluded Shareholders, or a surplus over the expenses of the sale cannot be obtained for the Rights that would have been offered to the Excluded Shareholders, then those Rights will be allowed to lapse.

Should you have any queries, please contact the Company Secretary on +618 8132 5600.

Yours faithfully,

Dr Ian Gould
Chairman
Toro Energy Limited