
NEWS

• RELEASE •

For Immediate release
Monday October 26, 2009

TORO SHAREHOLDERS BACK CAPITAL RAISING FOR W.A. URANIUM PROJECT

Shareholders of Uranium developer, Toro Energy Limited (ASX: "TOE"), today ratified a raft of fundraising measures, delivering the Company nearly A\$40 million to progress its key uranium projects in Western Australia and the Northern Territory.

At a General Meeting in Adelaide, shareholders approved three resolutions relating to the placement of more than 266.2 million ordinary shares, to raise a total of A\$39.93 million for Toro's expanding uranium project successes.

Toro Chairman, Ms Erica Smyth, said "the approval of the capital raising provided the critical financial boost for the Company to bring its wholly-owned Wiluna project in central WA to production from 2012."

"We have a pre-feasibility study completed for Wiluna – over part of which we have a granted mining lease – which shows we have a robust project. However it will take significant funds to achieve the next steps of government approvals and completion of a full bankable feasibility study for this project," Ms Smyth said.

"The shareholder approvals granted today for our capital raising initiatives will provide this financial security and underpin the pace of our development work over the next few years.

"We can now push ahead with added confidence with the groundwork of our BFS to be in a position by late 2011 to make development decisions leading to first production late in 2012 moving into 2013," Ms Smyth said.

Ratification of the share placements follows the successful completion earlier this month of Toro's first placement of 83.3 million shares to institutional and professional investors to raise an initial A\$12.5 million.

This will now be followed by two additional placements – the second of close to 50 million and a third of 132.9 million shares respectively – at the same issue price of 15 cents per ordinary share.

The latter placement was to Toro's major shareholder, OZ Minerals Limited – allowing OZ Minerals to maintain its 49.9% shareholding in Toro Energy.

Toro's Managing Director, Mr Greg Hall, said today that as well as the Wiluna work, the placement proceeds would also allow the Company to continue evaluation of the Napperby uranium project northwest of Alice Springs, along with evolving high priority uranium exploration drill targets in Western Australia, the Northern Territory and South Australia.

In addition to the A\$39.9 million raised, the Company is this week launching a Share Purchase Plan (SPP) to enable its ordinary shareholders to participate at the placement terms. "These proceeds, along with the placements, also enable us to continue evaluation of consolidation opportunities in the uranium space," Mr Hall said.

The SPP will allow eligible Toro shareholders to subscribe for up to \$5,000 worth of new ordinary shares at the same price as the placements.

The Offer opens on Thursday 29th October and closes on 13th November 2009.

Toro was advised in relation to the placements and the Share Purchase Plan (SPP) by Gryphon Partners (Financial Adviser), O'Loughlins Lawyers (Legal Adviser) and HLB Mann Judd (Company Secretarial). The Lead Manager of the placement to institutional and sophisticated investors was Helmsec Global Capital Ltd.

MEDIA CONTACT:

Greg Hall
Toro Energy Limited
(08) 8132 5600

Kevin Skinner
Field Public Relations
(08) 8234 9555 / 0414 822 631