

Appendix 4C – Quarterly Report

Clean TeQ Holdings Limited (ASX; CLQ) presents its Appendix 4C for the quarter ending 31 March 2014, which is attached.

At the end of March 2014 the Company had a cash balance of \$1.98m.

For more information:

Sam Riggall, Chairman	+613 9797 6700
Melanie Leydin, Company Secretary	+613 9797 6700

About Clean TeQ Holdings Limited (ASX: CLQ)

Clean TeQ (ASX: CLQ) is a leading Australian clean technology business that focuses on providing solutions for the purification of air, water and mineral resources. The Company's technologies provide our customers with focused, fit-for-purpose solutions that are specifically targeted; minimize energy input and waste byproducts. Clean TeQ develops technologies in-house and partners with leading technology suppliers worldwide. For more information about Clean TeQ please visit the Company's website at www.cleanteq.com.

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Name of entity

Clean TeQ Holdings Limited

ABN

34 127 457 916

Quarter ended ("current quarter")

31 March 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter	Year to date (9 months)
	\$A'000	\$A'000
1.1 Receipts from customers	1,767	8,972
1.2 Payments for (a) staff costs	(711)	(2,734)
(b) advertising and marketing	(37)	(94)
(c) research and development	-	-
(d) leased assets	-	-
(e) other working capital	(2,138)	(8,956)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	4	30
1.5 Interest and other costs of finance paid	(12)	(231)
1.6 R&D tax incentive payment received	503	503
1.7 Other (provide details if material)	9	9
Net operating cash flows	(615)	(2,501)

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	Current quarter \$A'000	Year to date (9 months) \$A'000
1.8 Net operating cash flows (carried forward)	(615)	(2,501)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(50)	(56)
(e) other non-current assets	-	-
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	5	5
(e) other non-current assets	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (provide details if material)	-	-
Net investing cash flows	(45)	(51)
1.14 Total operating and investing cash flows	(660)	(2,552)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.(net of costs)	1,678	2,058
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings	-	2,232
1.18 Repayment of borrowings	(230)	(768)
1.19 Dividends paid	-	-
1.20 Term deposits provided as security over guarantee facilities	85	(68)
Net financing cash flows	1,533	3,454
Net increase/(decrease) in cash held	873	902
1.21 Cash at beginning of quarter/year to date	1,110	1,081
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	1,983	1,983

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Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	\$118
1.25	Aggregate amount of loans to the parties included in item 1.11	Nil

1.26 Explanation necessary for an understanding of the transactions

Cash payments to directors for executive director salaries and non-executive director fees for the quarter.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

As announced to the market on 13 January 2014, Clean TeQ Holdings Limited (CLQ) has, during the March 2014 quarter, acquired from Nippon Gas Company, for a purchase price of \$2 million, the following:

- the 50% shareholding in Associated Water Pty Ltd (AW) CLQ did not previously own; and
- the 85% shareholding in Clean World Japan (CWJ) CLQ did not previously own;

with the result that these are now wholly-owned subsidiaries of CLQ.

Payment for these acquisitions is deferred until after the March 2014 quarter, therefore these transactions did not involve material cash flows during the quarter. The only cash impact on the consolidated cash flows was the inclusion of cash holdings of AW and CWJ at acquisition, totalling approximately \$9,000, in the group's quarter-end closing cash. This is disclosed as "Other" cash inflows in the calculation of net operating cash flows.

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

Not Applicable

Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities	-	-
3.2	Credit standby arrangements	Nil	Nil

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Reconciliation of cash

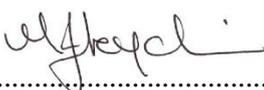
Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	1,897	1,110
4.2 Deposits at call	86	-
4.3 Bank overdraft	-	-
4.4 Other	-	-
Total: cash at end of quarter (item 1.23)	1,983	1,110

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	N/A	N/A
5.2 Place of incorporation or registration	N/A	N/A
5.3 Consideration for acquisition or disposal	N/A	N/A
5.4 Total net assets	N/A	N/A
5.5 Nature of business	N/A	N/A

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act.
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: 
 (Company Secretary)

Date: 29 April 2014

Print name: Melanie Leydin