

Melbourne, 10th November, 2015

Commencement of Second Round 2015 Syerston Drill Program

Clean TeQ Holdings Limited (CLQ:ASX) has today commenced a 57 hole RC drill program at Syerston for a planned total of 1,835 metres. The drill program is part of the Syerston Feasibility Study and is primarily targeted at increasing the confidence levels of the existing high grade scandium resource through infill drilling. For full details of the current Syerston scandium resource see the ASX announcement dated 23 January 2015.

A number of holes have also been planned to test some undrilled potential high grade extensions of the orebody, targeting an increase in the overall scandium grade of the deposit. The drilling will also generate representative samples of the deposit for feasibility study metallurgical testwork including recovery optimisation and variability analysis.

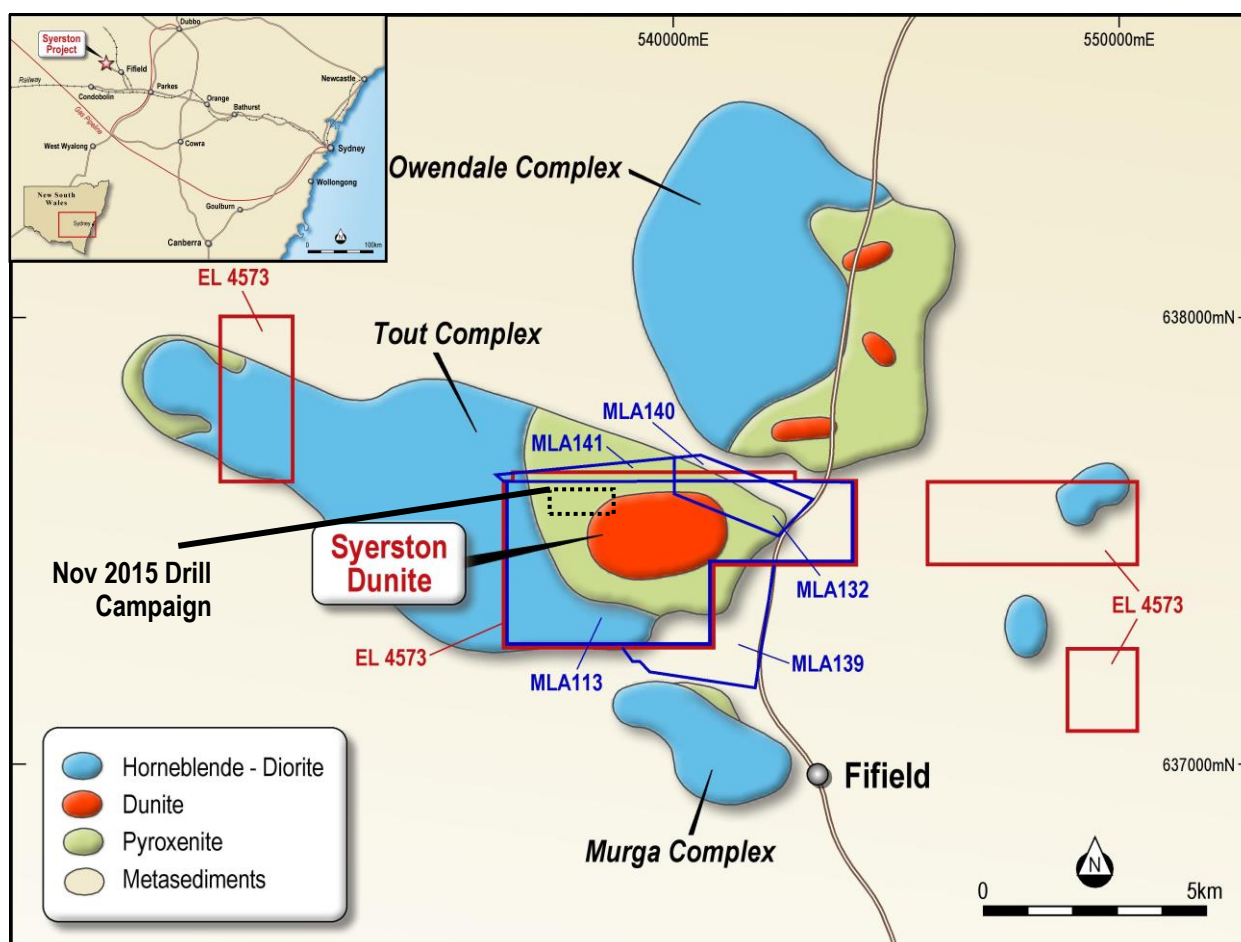


Figure 1: Location of the Syerston Exploration Licence and Mining Licence Applications in the Fife District

The area to be drilled is within the Tout Ultramafic Complex (Figure 1) on the north west margin of the Syerston Dunite.

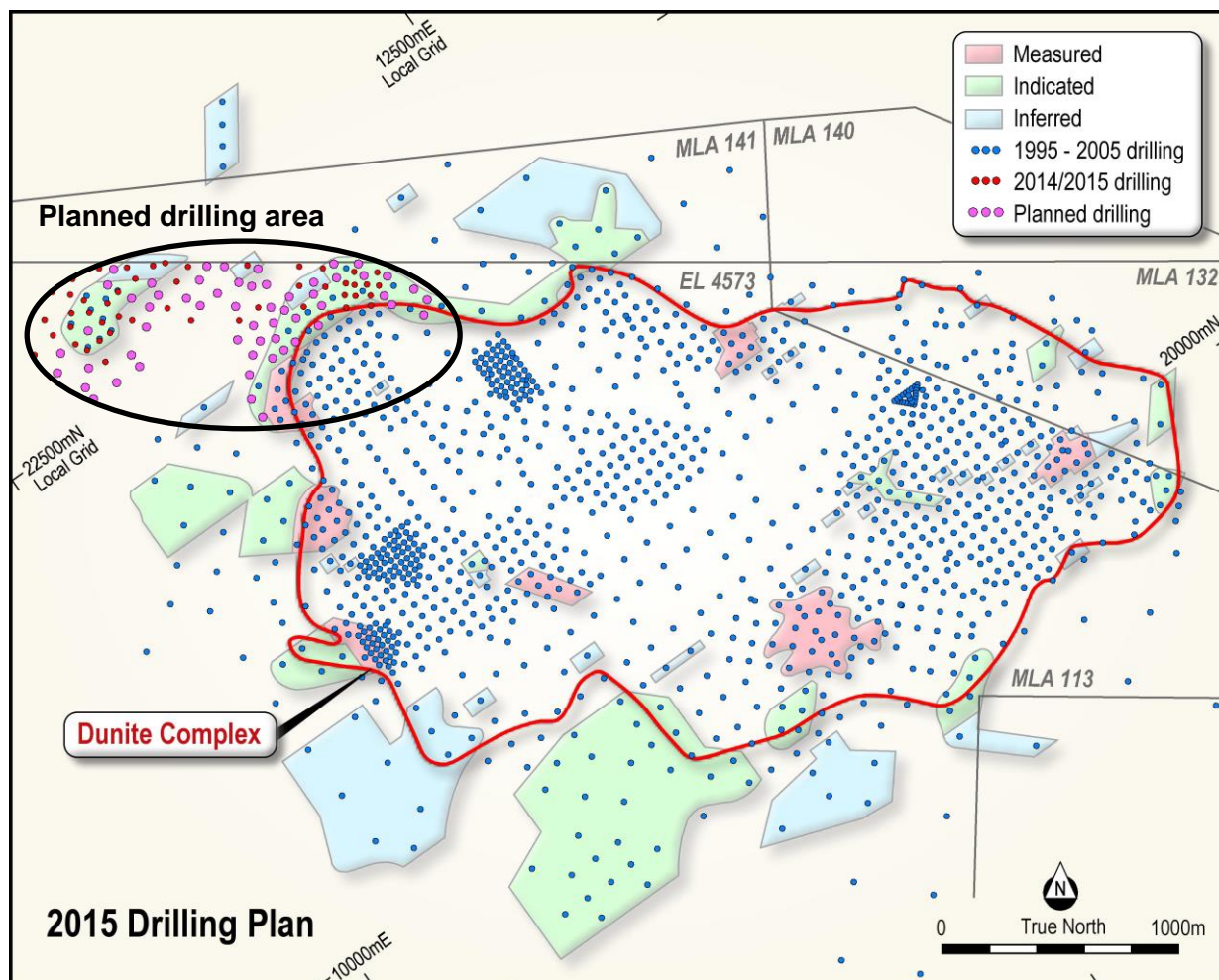


Figure 2: Drill hole plan

As detailed in Figure 2, a significant amount of drilling was undertaken at Syerston over 1995-2005, primarily targeting nickel and cobalt mineralisation. A drill program was undertaken in 2014 which confirmed exceptionally high scandium levels at quite shallow depths, primarily on the north-west margin of the dunite. The laterite here also contains significant nickel and cobalt mineralisation, which was the focus of previous development studies.

A number of the historical holes were re-drilled by Clean TeQ in May/June 2015 to add additional data to the historical drill-hole database for the area. As per the announcement of 26 June 2015, high grade scandium was confirmed in those holes with grades and thicknesses well correlated to the historical drilling results. A number of new holes were also targeted to extend and detail/infill the exceptional scandium results from the 2014 drill program. Assays for scandium returned significant results in thirty of the thirty four holes drilled in the program.



Figure 3: Drilling at Syerston during the May/June 2015 campaign

Initial results of the current drill campaign are expected to be available in early December, with a comprehensive update to the Syerston resource by the end of December.

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About Clean TeQ Holdings Limited (ASX: CLQ) – Based in Melbourne, Clean TeQ, using its proprietary Clean-iX[®] continuous ion exchange technology, is a leader in metals recovery and industrial water treatment.

For more information about Clean TeQ please visit the Company's website at www.cleanteq.com.

About the Syerston Scandium Project – Clean TeQ is the 100% owner of the Syerston Scandium Project, located in New South Wales. The Syerston Project is one of the largest and highest grade scandium deposits in the world. The Syerston Scandium Project Scoping Study was completed in May 2015 – for details see the ASX announcement dated 25 May 2015.

This release may contain forward-looking statements. The actual results could differ materially from a conclusion, forecast or projection in the forward-looking information. Certain material factors or assumptions were applied in drawing a conclusion or making a forecast or projection as reflected in the forward-looking information.