

Australian Securities Exchange & Media Announcement

Clean TeQ Holdings Limited (ASX: CLQ)

Melbourne, 2 October 2014

Clean TeQ to merge air business with Aromatrix

Clean TeQ Holdings and Aromatrix Technologies have agreed to combine their respective Australian air subsidiaries to form a new separately managed air pollution and odour control focused business.

The merger of these two businesses is the first phase of a strategic objective to grow and maximize the potential of the air business, with a view to opening up international expansion opportunities. The restructuring is also expected to allow Clean TeQ to focus its attention on the highly prospective growth markets in water treatment and resource recovery.

Both parties are working towards completion of the transaction in early October.

The separately managed business - Clean TeQ Aromatrix Pty Ltd - will be 48% owned by Clean TeQ, 33% owned by Aromatrix, and the residual 19% taken up by the management team and a key procurement partner.

The merger will bring together the best of both companies' capabilities and create a business of significant scale in Australia whilst providing the platform for growth through Asia.

The merger will, through Aromatrix Hong Kong, open doors to procurement and fabrication channels that will allow the company to continue to build on its reputation for high quality products and delivery whilst providing the necessary competitiveness on price that is required to compete in S.E. Asian markets.

Clean TeQ CEO Cory Williams said today: *"This transaction allows the air business to grow with critical mass utilizing a supply chain that lowers our cost base. Importantly it also allows Clean TeQ Holdings to focus its attentions on its water and resource recovery business."*

For more information about Clean TeQ contact:

Cory Williams, CEO or Melanie Leydin, Company Secretary +613 9797 6700

For media enquiries contact Collins Street Media:

Simon Jemison +61 3 9224 5319 or Ian Howarth +61 3 9223 2465

About Clean TeQ Holdings Limited (ASX: CLQ) - Clean TeQ is a world leader in mine water treatment and resource recovery technology using its proprietary Clean-iX[®] continuous ion exchange technology. Based in Melbourne Australia, entrepreneur, Mr Robert Friedland became the company's major shareholder in August 2013.

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