

Melbourne, 18 November 2015

Scandium Demonstration Plant Update

Clean TeQ Holdings Limited (**ASX: CLQ**) continues to progress the processing of Syerston ore at the company's Scandium recovery and purification demonstration plant at ALS Metallurgy in Perth.

The demonstration plant simulates Clean TeQ's scandium recovery process to be used at the Syerston Project. During September and October the demonstration plant campaign, which included commissioning and operation of the entire leaching and extraction circuit, processed approximately 12 tonnes of Syerston ore, to produce a batch of scandium rich eluate (liquor).

Through the latter part of October and November, Clean TeQ's technical team has been working with ALS on a range of chemical purification processes to refine the scandium rich eluate into high purity (99.9%) Scandium Oxide.

To date, good progress has been made and the team has been successful in refining the liquor to produce 99.7% purity Scandium Oxide. Optimisation of the purification process is currently being undertaken in order to achieve high purity (99.9%) Scandium Oxide.

Potential offtake partners will use the samples for testing and product qualification purposes, a critical step for securing offtake commitments. The full program is targeted to produce approximately 3kg of high purity (99.9%) Scandium Oxide.

Outcomes of the demonstration plant are being combined with metallurgical testwork and drilling currently underway to underpin the Feasibility Study, due for completion in Q2, 2016.

A video showing the operation of the demonstration plant can be viewed on Clean TeQ's web site at www.cleanteq.com.

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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 resource 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 in New South Wales. The Syerston Project is one of the largest and highest grade scandium deposits in the world. A scoping study has been completed and more details can be found the ASX announcement dated 25 May 2015.

For more information about Syerston please visit www.cleanteq.com/metals/syerston-scandium/.