

15 June 2017

High purity nickel sulphate dispatched to customers

Clean TeQ Holdings Limited's (CLQ:ASX; CTEQF:OTCQX) is pleased to advise that production of samples of high purity nickel sulphate ($\text{NiSO}_4 \cdot 6\text{H}_2\text{O}$) has been finalised from the processing of Syerston ore at the company's nickel and cobalt recovery and purification demonstration plant at ALS Metallurgy in Perth. The samples have been dispatched to a number of potential customers in the lithium ion battery supply chain for testing and analysis.



Samples of Syerston Nickel Sulphate

Clean TeQ Managing Director, Sam Riggall, stated "The production of high purity nickel sulphate from Syerston ore is a significant achievement in the development of the project and a critical step in the process of securing offtake commitments for the product. We have demonstrated that our proprietary flow sheet can meet the high purity specifications demanded by the battery industry. Production of samples of high purity cobalt sulphate is underway and will be dispatched to customers upon completion."

Clean TeQ is in discussion with several companies in the lithium ion battery cathode supply chain in order to secure offtake commitments for Syerston nickel and cobalt sulphate production. The Company has received strong expressions of interest for offtake from a number of these parties.

The Company has entered into a small number of non-binding offtake Memoranda of Understanding (MoU) representing a proportion of Syerston's anticipated production over the first five years of the mine life with counterparties who are well established in the lithium ion battery supply chain. The MoU's define certain key terms of the offtake contracts including

volumes and pricing structure. As the Definitive Feasibility Study is progressed, offtake discussions will continue with these parties, and others, with a view to committing a substantial proportion of Syerston production under binding off take agreements.

The Definitive Feasibility Study for the proposed large scale mining and processing operation to produce significant quantities of high purity nickel sulphate and cobalt sulphate for the lithium ion battery industry is progressing well and remains on track for completion in the fourth quarter of 2017. The Syerston Project will also produce significant quantities of scandium for the next generation of light-weight aluminum alloys for transportation markets.

For more information about Clean TeQ contact:

Sam Riggall, Managing Director

+61 3 9797 6700

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.

About the Syerston Project – Clean TeQ is the 100% owner of the Syerston Project, located in New South Wales. The Syerston Project is one of the largest and highest grade scandium deposits in the world and one of the highest grade and largest nickel and cobalt deposit outside of Africa.

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

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.