

30 April 2025

Quarterly Activities Report and Appendix 4C to 31 March 2025

Clean TeQ Water Limited

ACN: 647 935 948

ASX: CNQ

Corporate Information[#]

Ordinary shares: 72.2m

Options: 2.4m

Performance rights: 2.6m

Convertible Notes: 1m

Cash at bank: \$1.7m

Chairman

Ian Knight

CEO

Peter Voigt

Non-Executive Directors

Sam Riggall

Robyn McLeod

Company Secretary

Anita Addorasio

Contact Details

1/40 Ricketts Road,
Mount Waverley VIC 3149

P +61 3 9797 6700

F +61 3 9706 8344

E info@cleanteqwater.com

W www.cleanteqwater.com

Join our news and updates
mailing list at [Subscribe For
Updates | Clean TeQ Water](#)

As at 31 March 2025

HIGHLIGHTS

Key highlights Q3 FY25 include:

Operations

- PHOSPHIX® phosphate removal plant on schedule with design phase almost complete and long-lead equipment orders placed.
- Clean TeQ's U-Column Enhanced Desorption process at Heathgate Resources' uranium plant has entered cold commissioning, with performance testing planned for completion this quarter.
- Townsville Water Recycling Project successfully completed C4 commissioning phase.
- Nyrstar has issued a Letter of Intent (LOI) to enable immediate commencement of detailed design for the DESALX® industrial wastewater treatment plant, while final contract negotiations are completed.

Corporate

- Quarterly cash receipts from customers \$3m up from \$1.8m in the previous quarter
- The Company has \$1.7m in cash reserves as at 31 March 2025 up from \$1.4m in the previous quarter
- Positive net operating cash flows of \$0.5m
- Net trade receivables of \$2m
- \$0.6m R&D refund received

MESSAGE FROM THE CEO

The third quarter of FY25 reflects sustained technical and operational momentum across key projects. We continue to deliver against milestones while validating the commercial and environmental benefits of our proprietary technologies. We are particularly pleased with the uptake of our Moving Bed Ion Exchange (MBIX) technology by industry to meet the increasing environment discharge regulations and address resource recovery effects in our circular economy. The MBIX platform underpins our products such as DESALX®, PHOSPHIX®, BIONEX® and HIROX®.

Design for the PHOSPHIX® project with ENVA in Ireland is advancing on schedule, with long-lead equipment orders placed. This major contract, valued at AU \$11 million, is our largest to date and positions Clean TeQ Water as a global leader in advanced nutrient removal, addressing tightening European regulations on phosphorus discharge.

In Europe, we secured a Letter of Intent from Nyrstar to commence detailed engineering for a full-scale DESALX® industrial wastewater treatment plant. This marks a critical commercial validation of our successful pilot, which demonstrated high-performance sulphate and selenium removal.

Meanwhile, our Heathgate Resources uranium plant project entered cold commissioning. Again, based on our MBIX platform, our U-Column Enhanced Desorption system is undergoing commissioning, with performance testing scheduled for completion this quarter. As uranium regains global importance as a clean energy source, our technology is positioned to contribute to the energy transition.

The lithium sector continues to face pricing headwinds, however our focus on long-term fundamentals remains unchanged. Go2Lithium's cDLE® technology is built on our MBIX platform and its successful operation at LithiumBank has reinforced our technical credibility and positions us well for when the lithium market rebounds and demand for lithium recovery returns. We continue to be in discussion with major players in the sector who are recognising the benefits the MBIX platform can deliver in terms of lithium recovery, lithium upgrade, impurity removal and water use.

The Townsville Water Recycling Facility achieved C4 commissioning, moving toward performance testing and full operational status. This large-scale municipal project underscores the scalability and versatility of our solutions across diverse sectors.

We have previously spoken of our commitment to be a leader in mine tailings processing based on our ATA® technology platform. The uptake of our ATA® tailings dewatering technology continues to build. Early-stage pilots demonstrate strong potential to deliver more sustainable, cost-effective mine waste management. We are optimistic that the technology will be used in a commercial setting in the next 12 months.

During the quarter, NematiQ participated in the Business Research and Innovation Initiative (BRII) challenge, focused on enhancing water safety and security in remote communities. Leveraging our Graphene Membrane technology, NematiQ addressed key barriers including salinity, energy intensity, and brine management without increasing emissions. The technology delivered positive results, advancing its potential as a breakthrough solution for decentralized drinking water treatment.

Financially, strong quarterly cash receipts and positive operating cash flow demonstrate improving revenue momentum as major projects move into execution phases.

Overall, Clean TeQ Water is well-positioned to capitalise on tightening environmental regulations, growing sustainability imperatives, and emerging resource recovery opportunities across our core markets.

Clean TeQ is committed to delivering on our strategic objectives while creating long-term value for shareholders. The milestones achieved this quarter demonstrate our ability to execute, adapt, and lead in the development of sustainable technologies.

Q3 FY25 CASH FLOW

Total cash receipts in Q3 FY25 were \$3m compared to the \$1.8m in the previous quarter excluding government grants and tax incentives of \$0.6 million (Q2: \$0.1 million). Costs associated with product manufacturing and general operations was \$1.0m compared with \$1.2m in the previous quarter.

This is in line with expectations as the Company's projects are either in the early design or delivery and commissioning phases. As the early-stage projects progress through development further milestone payments will be received.

As of the 31 March 2025, Clean TeQ and its group of entities had trade receivables of \$3.1m and trade payables of \$1.1 million, resulting in a net trade receivables position of \$2.0 million.

As of 31 March 2025, the Company had cash reserves of \$1.7m. It should be noted that the reported cash balance excludes i) the undrawn balance of the term loan facility and ii) other receivables. A summary of the revenue and expenditure incurred during the quarter is detailed in the attached unaudited Appendix 4C.

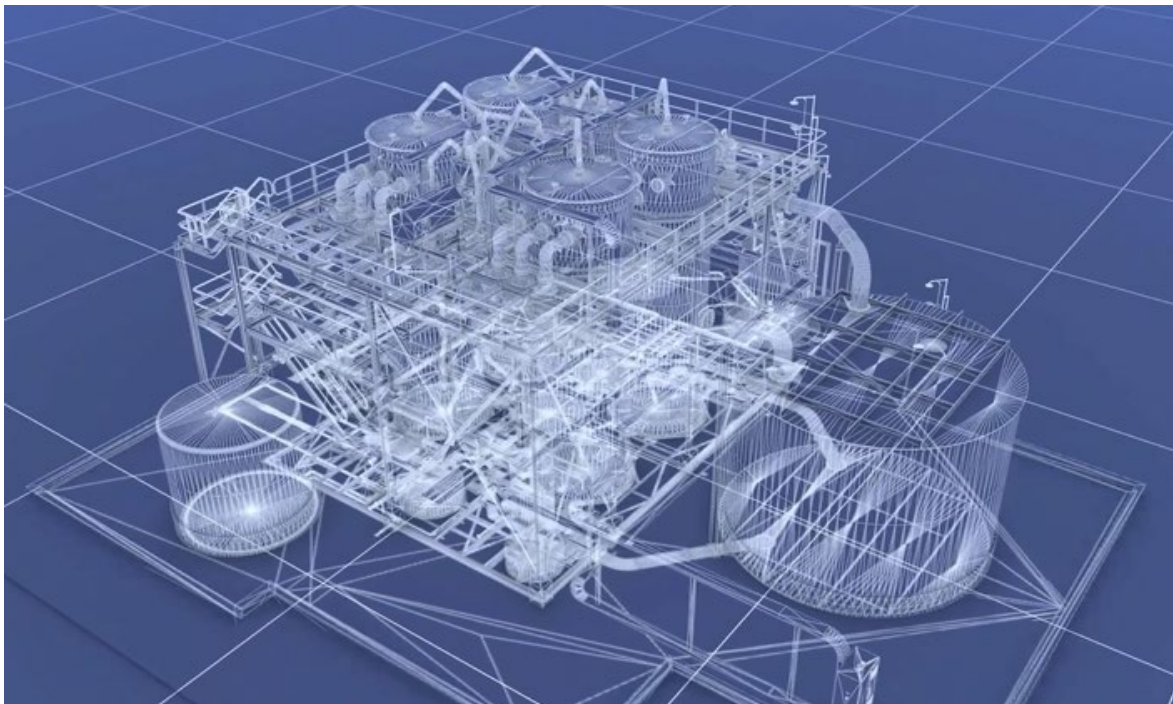
Q3 FY25 OPERATIONAL HIGHLIGHTS AND OUTLOOK

Projects Update

ENVA – PHOSPHIX®

In November 2024, the Company secured a contract valued at approximately €7 million (over AU\$11 million) with its partner ENVA to design and supply a PHOSPHIX® plant in Ireland. The contract was awarded following successful laboratory and on-site pilot tests demonstrating the technology's effectiveness in reducing phosphate levels in wastewater to below 1 mg/L, in compliance with stringent EU environmental regulations. The plant is being engineered to achieve high water recovery (~99%) and to generate minimal solids, as phosphate by-product, for disposal. The project timeline includes a 56-week equipment delivery period, an 18-week installation period by the end user, and an 8-week commissioning period.

During the quarter, the majority of the design deliverables were completed, along with long-lead items being ordered.



PHOSPHIX® built on Clean TeQ's MBIX technology platform

Heathgate Uranium Processing Plant (South Australia)

In September 2023, the Company was awarded a contract, valued at around AU \$5.6 million, by Heathgate Resources (Heathgate) for the design, supply, project management, and commissioning of Clean TeQ's U-Column Enhanced Desorption process for their uranium plant in South Australia.

The plant is based on Clean TeQ's MBIX technology platform that utilises advanced ion exchange processes that has been specifically optimised for uranium recovery. Commissioning of the plant commenced during the quarter, with final activities scheduled for completion this month.

The deployment and operation of uranium and other mineral recovery plants represent a key strategic priority for Clean TeQ, aligning with its mission to drive sustainable mining practices globally.



Clean TeQ's U-Column Enhanced Desorption Process at Heathgate Resources

Townsville City Council Project (Cleveland Bay Purification Plant)

In November 2022, the Company entered a significant contract valued at around \$10m with civil engineering partner, A. Gabrielli Construction. The contract's objective is to construct and deliver a state-of-the-art Recycled Water Treatment Facility with a capacity of 15 megalitres per day at the Cleveland Bay Purification Plant. The project is an integral part of a larger agreement aimed at providing water treatment and distribution services for the Townsville City Council.

The Townsville Water Recycling Plant achieved a significant milestone during the quarter with the successful completion of Commissioning (C4). Performance Testing (C5), the final phase prior to full operational status, is scheduled to commence following the conclusion of the wet season and the upcoming public holiday period in Queensland, with completion anticipated in early June. This milestone is a testament to the comprehensive planning, diligent execution, and strong collaboration among all project stakeholders.



Commissioning of Townsville Water Recycling Facility completed

Nyrstar DESALX®

The pilot trials of the DESALX® system successfully demonstrated excellent removal of sulphate and selenium from smelter wastewater in a cost-effective and sustainable manner. These results highlight the system's potential to address industrial wastewater challenges. Commercial negotiations are now underway for the detailed design and delivery of a full-scale system.



Clean TeQ's DESALX[®] pilot plant successfully removed sulphate and selenium from Nyrstar smelter wastewater

Mine Tailings Management - ATA[®]

The commercial-scale demonstration of the ATA[®] dewatering technology at Harmony Gold St. Helena Mine commenced in this quarter. Commissioning was successfully completed with positive initial results. In the next quarter the demonstration will be scaled up and tested against key performance metrics. The outcomes of this demonstration will serve as the basis for a decision to move forward with formal negotiations to establish a service level agreement utilising the ATA[®] Dewatering Technology.

During the previous quarter, a series of benchtop studies employing ATA[®] technology were completed, yielding encouraging results. In one such study focused on Pb-Zn tailings, the technology successfully generated fully desaturated, dry-stackable tailings through low-pressure filtration. Subsequently, pilot-scale testing was successfully conducted, with the outcomes closely aligning with those of the initial benchtop study. These findings affirm the consistency and scalability of ATA[®] technology for the production of dry-stackable tailings. Several other benchtop studies were progressed in the last quarter, including a benchtop study on mineral sands, which showed significant improvement in rate of consolidation, which in turn reduces the surface area required for tailings deposition.



Dry-stackable tailings filter cake produced using Clean TeQ's ATA® technology with vacuum filtration

NematiQ Graphene Membranes

In the previous quarter, the Company was awarded an \$80,000 Commonwealth Simple Grant under the BRIL: Renewables and Low Emissions Round – Feasibility program. This funding is supporting a comprehensive feasibility study into the application of NematiQ's Graphene Membrane technology for drinking water treatment in remote communities. Conducted between December 2024 and May 2025, the study is evaluating the membranes' effectiveness in removing contaminants such as bacteria, viruses, heavy metals, and organic pollutants. It also includes a preliminary assessment of the economic viability and sustainability of deploying graphene-based treatment systems in these settings. Results to date have exceeded expectations, and the final feasibility project report is currently being prepared.

Payments to Directors and Related Parties

As disclosed in the attached Appendix 4C, payments to related parties and their associates during the quarter totalled \$136,791 (as disclosed under section 6.1) relating to all fees, salaries, and superannuation paid to Clean TeQ Water's Directors for the March 2025 quarter.

Outlook

Clean TeQ remains focused on delivering sustainable, high-performance water and resource recovery solutions across mining, industrial, and municipal sectors.

Key priorities for the next quarter include:

- Advancing PHOSPHIX® and DESALX® projects into final design and delivery phases while leveraging the adoption of the technology into the greater European market.
- Completing performance testing at the Heathgate uranium plant.
- Scaling ATA® technology deployments.
- Further piloting of the cDLE® technology with major lithium asset owners
- Progressing NematiQ graphene membrane commercialisation activities through partnerships.

Global trends including tightening environmental regulations, increasing resource recovery demand, and a shift toward circular economy models, continue to strengthen the addressable market for Clean TeQ's core technologies.

We are committed to executing our pipeline of opportunities, enhancing shareholder value, and driving the adoption of cleaner, smarter water and mineral recovery solutions.

For more information, please contact:

Corporate

Peter Voigt (CEO)

+61 3 9797 6700

Email: info@cleanteqwater.com

Website: www.cleanteqwater.com

Investors

Hannah Howlett

+61 2 9237 2831

Email: hhowlett@we-worldwide.com

This announcement is authorised for release to the market by the Board of Directors of Clean TeQ Water Limited.

About Clean TeQ Water Limited (ASX: CNQ) – Clean TeQ Water is a global technology leader headquartered in Melbourne, Australia, specialising in providing economic and environmentally sustainable solutions to address critical issues related to freshwater scarcity, mine tailings, and metal recovery. While the company has traditionally implemented projects using the engineering, procurement, and construction (EPC) approach, there is a strategic shift towards projects that generate annuity income or equity through technology license agreements to provide a more sustainable and long-term business model. Clean TeQ Water's core markets include water and wastewater recycling, lithium production, and the re-mining and rehabilitation of mine tailings. These markets reflect a commitment to addressing environmental challenges and promoting responsible resource management. The company has a presence in various locations, with offices in Melbourne, Perth, Darwin, Adelaide, Leeuwarden (Netherlands), Beijing, and Tianjin. Additionally, Clean TeQ Water has established partnerships in Africa and Latin America, showcasing its commitment to addressing global challenges and collaborating with stakeholders on an international level.

For more information about Clean TeQ Water please visit www.cleanteqwater.com.

FORWARD-LOOKING STATEMENTS

Certain statements in this news release constitute "forward-looking statements" or "forward-looking information" within the meaning of applicable securities laws. Such statements involve known and unknown risks, uncertainties and other factors, which may cause actual results, performance or achievements of the Company or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements or information. Such statements can be identified using words such as "may", "would", "could", "will", "intend", "expect", "believe", "plan", "anticipate", "estimate", "scheduled", "forecast", "predict" and other similar terminology, or state that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved. These statements reflect the Company's current expectations regarding future events, performance, and results, and speak only as of the date of this new release.

Statements in this news release that constitute forward-looking statements or information include, but are not limited to, statements regarding: the effectiveness and cost effectiveness of Clean TeQ Water's proprietary water treatment processes and the potential for the Company to expand its sales of water treatment plants. Readers are cautioned that actual results may vary from those presented. All such forward-looking information and statements are based on certain assumptions and analyses made by Clean TeQ Water's management in light of their experience and perception of historical trends, current conditions and expected future developments, as well as other factors management believe are appropriate in the circumstances. These statements, however, are

subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking information or statements including, but not limited to, unexpected changes in laws, rules or regulations, or their enforcement by applicable authorities; the failure of parties to contracts to perform as agreed; changes in commodity prices; unexpected failure or inadequacy of infrastructure, or delays in the development of infrastructure, and the failure of exploration programs or other studies to deliver anticipated results or results that would justify and support continued studies, development or operations.

Readers are cautioned not to place undue reliance on forward-looking information or statements.

Although the forward-looking statements contained in this news release are based upon what management of the Company believes are reasonable assumptions, the Company cannot assure investors that actual results will be consistent with these forward-looking statements. These forward-looking statements are made as of the date of this news release and are expressly qualified in their entirety by this cautionary statement. Subject to applicable securities laws, the Company does not assume any obligation to update or revise the forward-looking statements contained herein to reflect events or circumstances occurring after the date of this news release.

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

CLEAN TEQ WATER LIMITED

ABN

12 647 935 948

Quarter ended ("current quarter")

31 March 2025

Consolidated statement of cash flows	Current quarter A\$'000	Year to date (9 months) A\$'000
1. Cash flows from operating activities		
1.1 Receipts from customers	2,963	6,530
1.2 Payments for		
(a) research and development	(83)	(113)
(b) product manufacturing and operating costs	(1,009)	(4,058)
(c) advertising and marketing	(79)	(180)
(d) leased assets	-	-
(e) staff costs	(1,177)	(3,740)
(f) administration and corporate costs	(649)	(1,388)
(g) insurance costs	(72)	(222)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	8	25
1.5 Interest and other costs of finance paid	(11)	(60)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	577	657
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	468	(2,549)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	(6)	(53)
(d) investments	-	-
(e) intellectual property	-	-

For personal use only

Consolidated statement of cash flows	Current quarter A\$'000	Year to date (9 months) A\$'000
(f) other non-current assets	-	-
2.2 Proceeds from disposal of:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	27	27
(e) intellectual property	-	-
(f) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	0	2
2.6 Net cash from / (used in) investing activities	21	(24)

3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	808
3.2 Proceeds from issue of convertible debt securities	-	1,000
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	-	(102)
3.5 Proceeds from borrowings	-	1,000
3.6 Repayment of borrowings	(114)	(361)
3.7 Transaction costs related to loans and borrowings	-	(48)
3.8 Dividends paid	-	-
3.9 Other (repayment of lease liabilities)	(34)	(110)
3.10 Net cash from / (used in) financing activities	(148)	2,187

4. Net increase / (decrease) in cash and cash equivalents for the period	-	-
4.1 Cash and cash equivalents at beginning of period	1,393	2,149
4.2 Net cash from / (used in) operating activities (item 1.9 above)	468	(2,549)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	21	(24)

For personal use only

Consolidated statement of cash flows		Current quarter A\$'000	Year to date (9 months) A\$'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(148)	2,187
4.5	Effect of movement in exchange rates on cash held	(29)	(58)
4.6	Cash and cash equivalents at end of period	1,705	1,705

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter A\$'000	Previous quarter A\$'000
5.1	Bank balances	1,602	1,104
5.2	Call deposits	103	289
5.3	Bank overdrafts	-	-
5.4	Term Deposits	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,705	1,393

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

**Current quarter
A\$'000**

(137)

-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

6.1: Includes Director fees and salary (including superannuation) for the Non-Executive and Executive Directors.

For personal use only

7. Financing facilities

Note: the term "facility" includes all forms of financing arrangements available to the entity.

Add notes as necessary for an understanding of the sources of finance available to the entity.

	Total facility amount at quarter end A\$'000	Amount drawn at quarter end A\$'000
7.1 Loan facilities	2,000	1,000
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	103	289
7.4 Total financing facilities	2,103	1,289
7.5 Unused financing facilities available at quarter end		1,000

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

7.1 \$2M facility provided by Causeway, interest rate is higher of BBSW + 8% or 11%, Maturity date 30 July 2026 (with Clean TeQ option to extend by 1 year), General Security Deed.

7.3 Cash backed bank guarantees secured against amounts held within a restricted Cash Deposit Account (5.2), issued in accordance with contractual performance obligations.

8. Estimated cash available for future operating activities	A\$'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	468
8.2 Cash and cash equivalents at quarter end (Item 4.6)	1,705
8.3 Unused finance facilities available at quarter end (Item 7.5)	1,000
8.4 Total available funding (Item 8.2 + Item 8.3)	2,705
8.5 Estimated quarters of funding available (Item 8.4 divided by Item 8.1)	5.78

Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.

8.6 If Item 8.5 is less than 2 quarters, please provide answers to the following questions:

8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 April 2025

Authorised by the Board of Directors of Clean TeQ Water Limited

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.