

October 27, 2022

Clean TeQ Water announces two-tranche Placement to raise A\$5 million

- A\$5 million two-tranche placement to new and existing institutional and sophisticated investors at \$0.38 per share
- Major shareholder, Robert Friedland subscribing for approximately A\$2 million
- The capital raising will fund the company's pipeline of existing projects, commercialisation of NematiQ and emerging opportunities in metals recovery
- Placement announced in conjunction with an LOI to form a Joint Venture in Direct Lithium Extraction

MELBOURNE, Australia – Clean TeQ Water Limited (**Clean TeQ Water** or **Company**) (ASX: CNQ & OTCQX: CNQQF) today announces that it has received commitments from institutional and sophisticated investors to subscribe for approximately 13 million fully paid ordinary shares at A\$0.38 per share, to raise approximately A\$5.0 million via a two-tranche placement (**Placement**).

The Company has received commitments for approximately 6.6m shares to raise A\$2.5m within the Company's 15% placement capacity under ASX Listing Rule 7.1 (**Tranche 1**). The Company has also received further commitments from institutional investors and Directors for approximately 6.5 million shares at A\$0.38 per share, to raise another approximately A\$2.5 million (**Tranche 2**). Tranche 2 will be subject to shareholder approval at the Company's Annual General Meeting on 14 December 2022.

The capital raising will strengthen the balance sheet and expand commercial capabilities. Funds raised will fund the Company's pipeline of existing projects, commercialisation of NematiQ and emerging opportunities in metals recovery, including demonstration of proprietary Direct Lithium Extraction technology.

As outlined in the Company presentation dated 27 October 2022, Clean TeQ is in discussion to expand its Direct Metal Extraction capabilities into Lithium. The Company has entered into a Letter of Intent (**LOI**) to form a Joint Venture to fund and operate the Direct Lithium Extraction (**DLE**) company. The proposed partners include: Computational Geoscience Inc, a subsidiary of Ivanhoe Electric (NYSE US: IE; TSX: IE); and XtraLiT Ltd, a high-tech Israeli company with a patented lithium sorbent, who bring complementary skills and expertise to the intended Joint Venture.

Willem Vriesendorp, Chief Executive Officer commented, “We are delighted with the response from investors to this placement. We welcome a number of new investors onto the share register and would like to thank existing shareholders for their ongoing support. This funding provides a strong platform to deliver on our significant pipeline of water solutions projects, progress NematIQ towards commercialisation and establish our metals recovery credentials in Direct Lithium Extraction. We believe these endeavours have the potential to deliver significant shareholder value.”

Bell Potter Securities Limited acted as Lead Manager and Bookrunner to the Placement.

Placement timetable

Event	Date
Trading halt lifted and announcement of Placement	Thursday, 27 October 2022
Settlement of Tranche 1 Placement shares	Wednesday, 2 November 2022
Allotment of Tranche 1 Placement shares	Thursday, 3 November 2022
AGM to approve tranche 2 Placement shares	Wednesday, 14 December 2022
Settlement of tranche 2 Placement shares ¹	Monday, 19 December 2022
Allotment of tranche 2 Placement shares ¹	Tuesday, 20 December 2022

¹Subject to receiving shareholder approval at AGM

The above dates are indicative only and are subject to change. The Company reserves the right to amend this indicative timetable at any time and in particular subject to the Corporations Act and ASX Listing Rules.

Investor webinar

Clean TeQ Water intends to hold an investor webinar at 12pm AEDT/10am AWST on Wednesday 2 November 2022 to discuss the details of the capital raise set out in this announcement. Click the below link to register your attendance:

https://us06web.zoom.us/webinar/register/WN_GKbl0v-EQaOYhAVtxZIX0g

Question Submissions: https://advisir.formstack.com/forms/cleanteq_webinar

This announcement has been authorised for release to the ASX by the Clean TeQ Water Board of Directors.

For more information, please contact:

Willem Vriesendorp
CEO and Investor Relations
+61 3 9797 6700

Email: info@cleanteqwater.com

Website: www.cleanteqwater.com

Clean TeQ Water Limited (ACN 647 935 948)

ASX: CNQ

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) – Based in Melbourne, Australia, Clean TeQ Water provides innovative metals recovery and water treatment solutions for governments and companies. Its sectors of focus include municipal wastewater, surface water, industrial wastewater and mining wastewater. Clean TeQ Water has offices in Melbourne, Perth, Beijing and Tianjin, and partners in Africa and Latin America. It provides turnkey metals recovery and water treatment plants across the world.

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. 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.