

27 October 2025

Quarterly Activities Report and Appendix 4C to 30 September 2025

Clean TeQ Water Limited

ACN: 647 935 948

ASX: CNQ

Corporate Information[#]

Ordinary shares: 72.2m

Options: 2.4m

Performance rights: 3.5m

Convertible Notes: 1m

Cash at bank: \$3.4m

Chairman

Ian Knight

CEO

Peter Voigt

Non-Executive Directors

Sam Riggall

Robyn McLeod

Daniel Pepper

Company Secretary

Anita Addorisio

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 30 September 25

HIGHLIGHTS

Key highlights Q1 FY26 include:

Operations

- Following the successful commissioning last quarter, process proving of Clean TeQ's proprietary U-Column Enhanced Desorption system commenced at Heathgate Resources' uranium facility.
- The Townsville Water Recycling Project reached practical completion during the quarter.
- The detailed design phase for the DESALX® water treatment system in Europe has been completed, and all critical procurement has been concluded.
- Progress continues as scheduled on the PHOSPHIX® phosphate removal plant, with the Integrated Front-End Engineering and Design (IFC) phase nearing completion.
- Initial commercial deployment of Go2Lithium's proprietary continuous Direct Lithium Extraction (cDLE®) demonstration plant commenced in the Middle East.

Corporate

- Total cash received in the quarter was \$6 million, including cash receipts from customers of \$5.2 million, up significantly from \$3.3 million in the previous quarter and \$0.85 million cash realised from equity investments.
- The Company reported cash reserves of \$3.4 million as at 30 September 2025, up from \$2.1 million at the end of the previous quarter, reflecting stronger operational cash flow.
- Positive net operating cash flows of \$0.8 million
- Total receivables stood at \$2.6 million, comprising \$0.6 million in trade receivables, \$1.95 million in net unbilled revenue, representing project milestones achieved.

MESSAGE FROM THE CEO

Our latest quarterly shows a further steady improvement in revenue and cash. The quarter also reflects continued momentum across Clean TeQ's portfolio, as we deliver against key project milestones while advancing the commercialisation of our proprietary technologies. Our Moving Bed Ion Exchange (MBIX) platform remains central to our growth, underpinning solutions including DESALX®, PHOSPHIX®, BIONEX®, and HIROX®, which address tightening global water regulations and support circular economy objectives.

Design and procurement activities remain on schedule with the Enva PHOSPHIX® treatment plant. The AU\$11m contract positions us as a global leader in advanced nutrient removal and is aligned with stringent European phosphorus discharge standards.

The detailed engineering for Nyrstar's DESALX® plant has moved to 90% completion and IFC. The DESALX® provides high-performance removal of sulphate and selenium, critical contaminants in metal processing wastewater which must be controlled for environmental release.

The commissioning of our U-Column Enhanced Desorption system at Heathgate Resources Beverley Plant advanced to performance testing which will continue in the next quarter. With uranium's role in the clean energy transition growing by the day, our technology is well-positioned to offer an efficient, low-impact recovery solutions.

The Townsville Water Recycling Project was successfully completed the performance testing, and the project was awarded Practical Completion. This large-scale municipal deployment demonstrates the adaptability and scalability of our platform technologies.

The HIROX® system delivered by our partner BEIE in China treats 4.8MLD of wastewater to enable reuse and environmental discharge. The plant is undergoing a 30-day performance testing and is meeting the specified targets. This plant expands the international reach of our MBIX solutions.

The Moving Bed Ion Exchange technology within the Sunrise's Syerston Scandium feasibility study was updated. The flowsheet uses MBIX technology for the extraction and concentration of scandium from acid leached pulps. Scandium is a rare earth and is currently used in renewable energy, defence and telecommunications.

Pilot programs in Australia and South Africa, using our ATA® tailings dewatering technology, are progressing well. Results continue to validate its potential for sustainable, cost-effective mine tailings processing and the technology remains on-track for commercial rollout in FY26.

We continue making headway with the use of Moving Bed Ion Exchange Technology in the extraction of lithium from brines and also in the downstream processing of lithium refinery concentrate to remove impurities.

In the lithium space we are targeting both lithium extraction and refining. Our Go2Lithium JV has now relocated the cDLE® pilot plant and is now working on brines sourced in the Middle East region.

Separately, Clean TeQ has completed a preliminary design for use of MBIX on impurity removal from a lithium refinery which we expect will move to a commercial contract.

Graphene Membrane continue to be refined with good progress made on PFAS- specific membranes. The use of these membranes on PFAS contaminated groundwater has delivered excellent results in the laboratory and we will now look at scaling to a manufacturing level.

Discussions are underway with potential partners in the Middle East to bring the membranes to market in the drinking water sector.

Q1 FY26 CASH FLOW

Total cash received was \$6 million, inclusive of \$5.2 million receipts from customers in Q1 FY26 compared to the \$3.3 million in the previous quarter. Costs associated with product manufacturing and general operations was \$2.4 million compared with \$1.7 million in the previous quarter.

The Company also realised cash of \$0.85 million from the sale of equity investments previously received by Go2Lithium Inc as consideration for project work performed on the Lithium Bank cDLE® project.

As of 30 September 2025, the Company had cash reserves of \$3.4 million. 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.

Q1 FY26 OPERATIONAL HIGHLIGHTS AND OUTLOOK

Projects Update

Enva – PHOSPHIX®

In November 2024, the Company secured a €7 million (over A\$11 million) contract, with its partner Enva, to design and supply a PHOSPHIX® plant in Ireland. The contract followed successful laboratory and on-site pilot testing, which confirmed the technology's ability to reduce phosphate levels in wastewater to below 1 mg/L, meeting stringent EU environmental standards. The plant is designed to achieve ~99% water recovery and generate minimal solid by-products.

During the quarter, procurement and delivery activities continues to progress in line with the accelerated schedule, with all purchase orders now placed. The factory acceptance phase for all equipment is underway, with deliveries scheduled to occur during the current quarter.



Procurement and delivery progressing on schedule. Image: MBIX desorption column

Heathgate Uranium Processing Plant (South Australia)

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

Commissioning of the U-Column Enhanced Desorption process has been completed, and process proving is now in its final stages, with performance testing scheduled to follow.



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 contract valued at approximately A\$10 million with A. Gabrielli Construction (AGC) to deliver a 15 MLD recycled water treatment facility at the Cleveland Bay Purification Plant for Townsville City Council.

The project achieved practical completion following successful commissioning and process proving and has now been formally handed over to Townsville City Council.

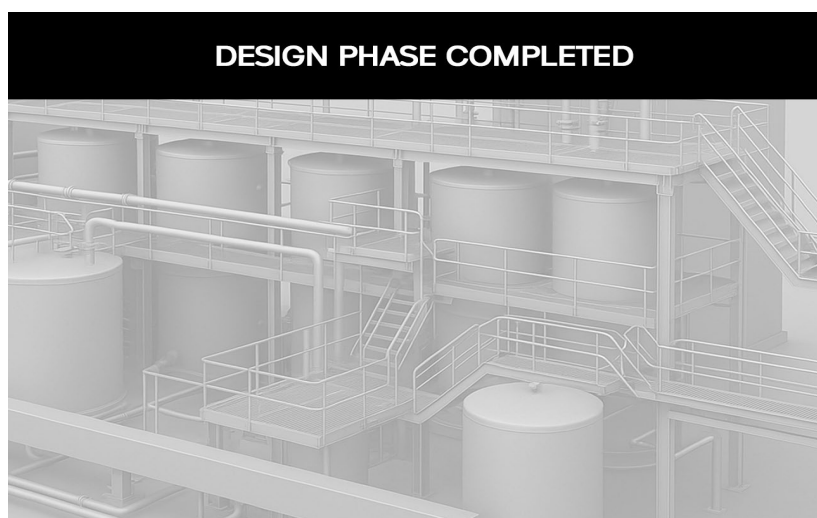


Townsville Water Recycling Facility has achieved practical completion

Nyrstar DESALX®

In 2024, Clean TeQ Water was awarded a A\$1.2 million contract to deliver the detailed engineering design (Phase 1) for an industrial wastewater treatment plant at one of Nyrstar's European operations. The plant based on the MBIX platform, will remove sulphates and selenium from wastewater for environmentally compliant discharge.

The design phase has been completed, and the updated Phase 2 proposal covering procurement, fabrication, and system integration was submitted this month. reflecting a revised contract value of approximately A\$8 million. Subject to client approval and completion of commercial conditions, the project is expected to advance to the next stage in January 2026.



Phase 1 design has been completed. Image: representative DESALX® model

Mine Tailings Management - ATA®

The demonstration of the ATA® dewatering technology at Harmony Gold St. Helena Mine continued during the quarter. The pilot plant has successfully demonstrated the improved dewatering characteristics of the ATA-treated tailings using paddocking deposition. Harmony are now completing a study on the physical characteristics of the filtered tailings by independent geotechnologists prior to moving to commercial scale.

The study on Pb-Zn tailings has continued with the ATA technology has generated data that indicates the suitability of ATA® technology for filtered stacking. Pilot testing has also been conducted to provide information on the performance of commercial filtration equipment suitable for use in the current mining operations.

Other benchtop studies continue to be progressed including studies on mineral sands and phosphate tailing, both of which showed significant improvement in rate of consolidation, which in turn reduces the surface area required for tailings deposition.



ATA® dewatering enabled rapid consolidation of gold tailings at a South African TSF, achieving trafficable conditions in a matter of days

NematiQ Graphene Membranes

Over the quarter, development of the PFAS-specific Graphene Membrane continued. The membrane has demonstrated exceptional filtration properties and is now moving to pilot plant manufacture.

On the commercial front, discussions are being held with potential partners in the Middle East with a prospect of manufacturing the membrane in that region in the longer term.

Payments to Directors and Related Parties

As disclosed in the attached Appendix 4C, payments to related parties and their associates during the quarter totalled \$149,626 (as disclosed under section 6.1) relating to all fees, salaries, and superannuation paid to Clean TeQ Water's Directors for the September 2025 quarter.

Outlook

Our latest quarterly shows a further steady improvement in revenue and cash. Clean TeQ Water now has strong commercial momentum for sustained growth. The impact of dedicated test programs implemented over the last two years is now starting to show fruit as global industries respond to mounting environmental, regulatory, and economic pressures. Our pipeline is looking prospective as we enter negotiations on contracts for programs of work in water, metals and mine tailings areas.

Clean TeQ enters Q2FY26 with strong operational momentum, increasing revenue visibility, and growing validation of its proprietary technology platforms across water, resource recovery, and battery metals sectors. Our execution risk remains moderate, primarily tied to delivery schedules and field performance, but early indicators support continued progress towards improved financial outcomes.

For more information, please contact:

Corporate

Peter Voigt (CEO)

+61 3 9797 6700

Email: info@cleanteqwater.com

Website: www.cleanteqwater.com

Investors

Peter Taylor

+61 412 036 231

Email: peter@nwrcommunications.com.au

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")

30 September 2025

| Consolidated statement of cash flows | Current quarter A\$'000 | Year to date (3 months) A\$'000 |
|---|------------------------------------|--|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | 5,167 | 5,167 |
| 1.2 Payments for | | |
| (a) research and development | (146) | (146) |
| (b) product manufacturing and operating costs | (2,425) | (2,425) |
| (c) advertising and marketing | (30) | (30) |
| (d) leased assets | - | - |
| (e) staff costs | (1,301) | (1,301) |
| (f) administration and corporate costs | (401) | (401) |
| (g) insurance costs | (68) | (68) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | 1 | 1 |
| 1.5 Interest and other costs of finance paid | (59) | (59) |
| 1.6 Income taxes paid | - | - |
| 1.7 Government grants and tax incentives | - | - |
| 1.8 Other (provide details if material) | - | - |
| 1.9 Net cash from / (used in) operating activities | 738 | 738 |
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire: | | |
| (a) entities | - | - |
| (b) businesses | - | - |
| (c) property, plant and equipment | (10) | (10) |
| (d) investments | - | - |
| (e) intellectual property | - | - |

| Consolidated statement of cash flows | Current quarter A\$'000 | Year to date (3 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 | 848 | 848 |
| (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) | - | - |
| 2.6 Net cash from / (used in) investing activities | 838 | 838 |

| | | |
|---|--------------|--------------|
| 3. Cash flows from financing activities | | |
| 3.1 Proceeds from issues of equity securities (excluding convertible debt securities) | - | - |
| 3.2 Proceeds from issue of convertible debt securities | - | - |
| 3.3 Proceeds from exercise of options | - | - |
| 3.4 Transaction costs related to issues of equity securities or convertible debt securities | - | - |
| 3.5 Proceeds from borrowings | 10 | 10 |
| 3.6 Repayment of borrowings | (134) | (134) |
| 3.7 Transaction costs related to loans and borrowings | - | - |
| 3.8 Dividends paid | - | - |
| 3.9 Other (repayment of lease liabilities) | (50) | (50) |
| 3.10 Net cash from / (used in) financing activities | (174) | (174) |

| | | |
|---|-------|-------|
| 4. Net increase / (decrease) in cash and cash equivalents for the period | - | - |
| 4.1 Cash and cash equivalents at beginning of period | 2,073 | 2,073 |
| 4.2 Net cash from / (used in) operating activities (item 1.9 above) | 738 | 738 |
| 4.3 Net cash from / (used in) investing activities (item 2.6 above) | 838 | 838 |

| Consolidated statement of cash flows | | Current quarter A\$'000 | Year to date (3 months) A\$'000 |
|---|--|------------------------------------|--|
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | (174) | (174) |
| 4.5 | Effect of movement in exchange rates on cash held | (92) | (92) |
| 4.6 | Cash and cash equivalents at end of period | 3,383 | 3,383 |

| 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 | 3,078 | 1,761 |
| 5.2 | Call deposits | 305 | 312 |
| 5.3 | Bank overdrafts | - | - |
| 5.4 | Term Deposits | - | - |
| 5.5 | Cash and cash equivalents at end of quarter (should equal item 4.6 above) | 3,383 | 2,073 |

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 |
|------------------------------------|
| (150) |
| - |

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.

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

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) | 305 | 305 |
| 7.4 Total financing facilities | 2,305 | 1,305 |
| 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) | 738 |
| 8.2 Cash and cash equivalents at quarter end (Item 4.6) | 3,383 |
| 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) | 4,383 |
| 8.5 Estimated quarters of funding available (Item 8.4 divided by Item 8.1) | N/A |

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?

N/A

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: 27 October 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.