

Appendix 4C – Quarterly Report

Clean TeQ Holdings Limited (ASX: CLQ), an Australian technology company involved in air and water purification and resource recovery, is pleased to present its Appendix 4C for the quarter ending 31 March 2009.

During the quarter the Air, Resource Recovery and Water Divisions of the Company continued to win new contracts and fulfil existing contracts. At 31 March 2009 the Company had a significant order book and continues to have a steady pipeline of new opportunities.

The Water Division was awarded a Climate Ready Grant of approximately \$1 million for the development of an innovative pre-treatment process based on our proprietary Clean-iX® technology to achieve high water recovery and energy efficiency for reverse osmosis processes.

The Resource Recovery Division has continued to experience new enquiries for the use of its Clean-iX® Resin-In-Pulp technology in the mining industry, especially for Uranium projects.

During the quarter the Company began commercial sales of LiXiR via the website www.lixirproducts.com. LiXiR is a nutritional supplement that contains natural trans-resveratrol and our proprietary Australian red grape skin extract, which is designed as a well being product. Clean-iX® technology was used for the extraction of the grape skin extract.

At the end of the March 2009 quarter the Company had a cash balance of \$4,418,000 and no material debt.

Due to the project based nature of the Clean TeQ Holdings Limited business, receipts from customers and net operating cash flows will continue to be received as milestones are achieved across the major contracts. Accordingly, some quarters may generate negative returns from operations. This has been particularly prevalent in the current difficult financial conditions.

During the current financial year, like many other companies, the Company has experienced the delay and cancellation of projects. This has made it particularly challenging for the Company to be able to accurately forecast profit projections for the year ending 30 June 2009. In light of these uncertainties and based on the current outlook for existing and new opportunities, the Company is forecasting a net profit after tax in a range of between \$500,000 and \$1.5 million for the year ending 30 June 2009.

For more information:

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Marc Lichtenstein, Company Secretary +613 9797 6767

About Clean TeQ Holdings Limited (ASX: CLQ)

Clean TeQ is an Australian mining and environmental services group focused on developing, commercialising and selling air purification, resource recovery and water purification technologies. The Company Listed on the Australian Stock Exchange in November 2007. For more information about Clean TeQ please visit the Company's website at www.cleanteq.com.

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Name of entity

Clean TeQ Holdings Limited

ABN

34 127 457 916

Quarter ended ("current quarter")

31 March 2009

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from customers	1,848	4,850
1.2 Payments for		
(a) staff costs	(779)	(2,043)
(b) advertising and marketing	(28)	(56)
(c) research and development		
(d) leased assets		
(e) other working capital	(997)	(2,683)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	53	263
1.5 Interest and other costs of finance paid	-	(1)
1.6 Income taxes paid / refund received	(486)	(486)
1.7 Other (provide details if material)		
Net operating cash flows	(389)	(156)

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

	Current quarter \$A'000	Year to date (9 months) \$A'000
1.8 Net operating cash flows (carried forward)	(389)	(156)
1.9 Cash flows related to investing activities		
Payment for acquisition of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property	(31)	(64)
(d) physical non-current assets	(50)	(73)
(e) other non-current assets – Research & Development	(465)	(1,825)
1.10 Proceeds from disposal of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets		
(e) other non-current assets		
1.11 Loans to other entities		
1.12 Loans repaid by other entities		
1.13 Other (provide details if material)		
Net investing cash flows	(546)	(1,962)
1.14 Total operating and investing cash flows	(935)	(2,118)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.		
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings		
1.18 Repayment of borrowings	(2)	(8)
1.19 Dividends paid		
1.20 Other		
Net financing cash flows	(2)	(8)
Net increase (decrease) in cash held	(937)	(2,126)
1.21 Cash at beginning of quarter/year to date	5,355	6,544
1.22 Exchange rate adjustments to item 1.20		
1.23 Cash at end of quarter	4,418	4,418

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Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	181
1.25	Aggregate amount of loans to the parties included in item 1.11	Nil
1.26	Explanation necessary for an understanding of the transactions	
	Cash payments to directors comprise executive director salaries plus non-executive director fees for the quarter.	

Non-cash financing and investing activities

2.1	Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows	None
2.2	Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest	Not Applicable

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities – bank guarantees	\$1,076	1,076
3.2	Credit standby arrangements	Nil	Nil

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Reconciliation of cash

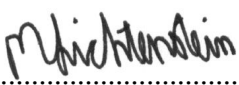
Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	1,329	1,355
4.2 Deposits at call	3,089	4,000
4.3 Bank overdraft		
4.4 Other (provide details)		
Total: cash at end of quarter (item 1.23)	4,418	5,355

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	N/A	N/A
5.2 Place of incorporation or registration	N/A	N/A
5.3 Consideration for acquisition or disposal	N/A	N/A
5.4 Total net assets	N/A	N/A
5.5 Nature of business	N/A	N/A

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act.
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: 

 (Company Secretary)

Date: 28 April 2009

Print name: Marc Lichtenstein