

NEWS RELEASE

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FOR IMMEDIATE RELEASE:

Diversified Industries ships first U.S. order of DVS 6000 to Dorf Ketal

Sidney, British Columbia -- Diversified Industries Ltd. (TSX Venture: DVS) has shipped the first commercial order in the United States for its hydrogen sulphide scavenger product, DVS 6000, to Dorf Ketal Chemicals, a major distributor of chemicals for the refinery, petrochemical and lubricant industries. Houston-based Dorf Ketal has ordered 13, 45-gallon drums of DVS 6000 after putting it through a series of lab and field tests.

A proprietary product developed by Diversified Industries, DVS 6000 is a proven non-toxic hydrogen sulphide (H₂S) scavenger that has a variety of applications for the oil and gas industry and related industrial sectors. Non-flammable and non-corrosive, DVS 6000 is being marketed by Diversified as the safest and easiest-to-use H₂S scavenger on the market.

The first U.S. order follows the recent completion of a field trial by Dorf Ketal in which DVS 6000 effectively eliminated odours associated with light-end mercaptans contaminating a gasoline/diesel fuel mixture in a tanker truck. Prior to this field trial, Dorf Ketal had conducted a series of lab tests to determine the product's efficacy in removing H₂S and mercaptans.

Applications for DVS 6000 are broad and include fuel barges, ocean tankers and storage facilities as well as tanker trucks. At present, the product is being used in Western Canada by trucking firms and oilfield service companies; it is also being used in the Middle East by Halliburton. DVS 6000 is distributed in Canada by Univar, a leading chemical distributor, along with Strike Oilfield Services in Alberta and Acutec Systems in Saskatchewan. High Arctic Well Control distributes the product in the Middle East.

Under the terms of the Company's stock option plan, 200,000 share purchase options are being issued to Directors and employees. The options are priced above market value at \$0.56 per common share, will vest over 18 months, are non-transferable, non-assignable and have an expiry date of five years.

DVS 6000 is one of several proprietary technologies being developed and/or commercialized by Diversified Industries, which specializes in innovative products and solutions that target a cross-section of industries. The Company's business development strategy is based on acquiring, funding and aiding in the commercialization of proprietary technologies and products in order to build long-term value for its shareholders.

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The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.

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