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PRESS RELEASE

DVS 6000 DIRECT INJECTION FIELD TRIALS CONTINUE TO PRODUCE POSITIVE RESULTS

Diversified Industries Ltd. ("Diversified" or the "Company") is pleased to announce its successful preliminary results from field trials of direct injection of DVS 6000 hydrogen sulphide ("H₂S") scavenger at the wellhead into a natural gas stream in Central Alberta. The Company's first application of direct injection using DVS 6000 as a polishing agent has been running for approximately eleven months at a sour gas plant in Southern Saskatchewan (as announced [February 26, 2004](#)). Now, in our second direct injection field trial, we are seeing very positive results in Central Alberta as we inject DVS 6000 to neutralize H₂S right at the wellhead.

During this second field trial, direct injection of DVS 6000 at the wellhead into the natural gas stream resulted in the H₂S content of the gas being reduced to zero (0) parts per million ("ppm") for a continuous 48 hour period. The natural gas well is flowing at approximately 250,000 to 300,000 cubic feet per day, with an H₂S content of approximately 120 ppm in the gas stream. The DVS 6000 has successfully neutralized all H₂S, yielding excellent preliminary results.

The Company has been approached by several oil and gas companies to start trials for direct injection of DVS 6000 at the wellhead - which could eliminate the expense of using sweetening towers on some of their sites. Diversified will gather further data through direct injection trials continuing in Central Alberta, and will release further results as they are received.

DVS 6000 is a superior H₂S scavenger without the negative qualities of typical H₂S scavengers like ammonia, caustic soda or formaldehyde-based scavengers. It is non-flammable, non-corrosive, and is not regulated under the *Transportation of Dangerous Goods Act of Canada*. In addition, it has a freeze point below minus 45 degrees Celsius, has a non-toxic zinc sulphide by-product and has a mild odour. We believe DVS 6000 is the safest and easiest to use H₂S scavenger in the world.

For further information, please visit the Company's new website at www.dvsind.com, or contact the Company and its investor relations firms as indicated below.

**ON BEHALF OF THE BOARD OF DIRECTORS
OF DIVERSIFIED INDUSTRIES LTD.**

"Stephen L. Davis"

Stephen L. Davis
President / CEO

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of the foregoing.

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