



FOR IMMEDIATE RELEASE RED DEER, ALBERTA JANUARY 25, 2011

Diversified Announces Unanimous Acceptance by Creditors of Its Proposal to Creditors

Red Deer, Alberta CANADA, January 25, 2011 - Diversified Industries Ltd. (DVS - TSX Venture), ("Diversified" or the "Company") announces, further to its news releases on December 3, 2010 and December 17, 2010, the company's Proposal to Creditors (the "Proposal") under the Bankruptcy and Insolvency Act, R.S.C. 1985, was approved by the Supreme Court of British Columbia on January 24, 2011. The Company's creditors have until February 7, 2011 to submit a proof of claim form to G. Powroznik Group Inc., of G-Force Group, the Trustee under the Proposal.

A copy of the Proposal and relevant documents is posted on the Trustee's website, at <http://www.g-forcegroup.ca/current-projects/diversified-industries>.

The Trustee will immediately begin working with the Company to implement the terms of the Proposal, including retiring all the Company's liabilities, selling all of its assets, and preserving the tax pools as the only remaining material asset of the Company.

The Trustee expects the Company to complete the terms of the Proposal by approximately February 28, 2011.

For more information visit www.dvsind.com

On behalf of the Board of Directors:

"Larry Malazdrewicz"

Larry Malazdrewicz, President/CEO (Interim)

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Statements made in this news release that relate to future plans, expectations, events or performances are forward-looking statements. Such statements involve risks and uncertainties and are based on current expectations. Consequently, actual results could differ materially from the expectations expressed in these forward-looking statements.

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