



Diversified
Industries Ltd.

TSX-V Trading Symbol: [DVS](#)

October 16, 2003

PRESS RELEASE

DIVERSIFIED AMENDS PRIVATE PLACEMENT

Diversified Industries Ltd. (“Diversified” or the “Company”) announces that it is revising the terms of the private placement announced previously on September 16, 2003. Diversified has renegotiated a non-brokered private placement for gross proceeds of CDN\$502,500 to consist of 670,000 units at a price of \$0.75 per unit (the “Units”). Each Unit will consist of one common share and one non-transferable share purchase warrant. Each warrant will be exercisable into one common share at a price of \$1.00 for a period of one year from the closing date. The private placement is subject to regulatory approval. All shares and warrants will be subject to the resale restrictions imposed by the TSX Venture Exchange and applicable securities law.

Funds received from the private placement will be used: to complete the acquisition of the thermal light energy technology (announced October 3, 2003) and the separate lightweight technology acquisition (announced September 11, 2003); to continue with the ongoing research and development programs for all Diversified technologies (including the DVS 6000 hydrogen sulphide (“H₂S”) scavenger, the lightweight technologies and the thermal light energy technology); and to continue with the ongoing market development efforts on the DVS 6000 H₂S scavenger technology. These proceeds will also be used to contract with a number of qualified individuals in order to advance these technologies in all areas. The Company may pay a finder’s fee in connection with this private placement.

Diversified is a product development and marketing company specializing in unique technologies and solutions that target a cross-section of industries. Our corporate strategy is to acquire, fund and aid in the commercialization of these unique technologies and products to provide long-term share appreciation. Diversified has successfully launched one technology and is in the process of acquiring three more.

Diversified is listed on the TSX Venture Exchange under the symbol “DVS”. For further information, please e-mail info@dvsind.com, visit the Company’s website (www.dvsind.com) or phone Mr. Stephen Davis, President/CEO, at 250-655-9209.

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 content of this Press Release.