



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

March 4, 2003

PRESS RELEASE

\$400,500 PRIVATE PLACEMENT COMPLETED

Diversified Industries Ltd. ("Diversified" or "the Company") is pleased to report that the non-brokered private placement announced December 12, 2002 at the price of \$0.75 per unit in the capital stock of the Company has been completed. A total of 534,000 units were issued for proceeds of \$400,500, with each unit consisting of one common share and one two-year non-transferable share purchase warrant (the "Warrant"). Each Warrant is exercisable into one common share at a price of \$0.75 if exercised by February 25, 2004, or \$1.00 if exercised by February 25, 2005. All shares and warrants are subject to a hold period expiring June 25, 2003. No finder's fee was paid in connection with this financing. Funds received from the private placement will support the costs related to the marketing of Diversified's various technologies, communications activities (specifically \$5,000 per month for an investor relations contract), current payables, and for general working capital. Upon completion of this private placement the total number of common shares issued and outstanding is 6,282,771.

Pursuant to the Company's Annual General Meeting held February 20, 2003, and the approval of a new stock option plan by disinterested shareholders, the Company has granted 50,000 stock options to a director of the Company at an exercise price of \$1.00 per share option, expiring February 28, 2008.

Diversified is a product development and marketing company specializing in unique technologies and solutions targeting a cross section of industries. Diversified has developed its first technology, DVS 6000, for the removal of various contaminants from oil, gas, air and water. The most notable of these contaminants is H₂S, which, according to the U.S. Environmental Protection Industry, is a problem in 75 industries in North America. Diversified has spent the past year and a half developing this patent pending technology, conducting field trials, and beginning the commercialization process. The Company has targeted the Oil and Gas Industry, an industry that has significant H₂S management challenges, as the first market to be launched. The DVS 6000 product has proven itself in several applications thus far within the Oil and Gas Industry.

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 or Mr. John Arlitt, Communications Liaison, at 604-632-3880 or 1-877-448-8181.

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.