



## NEWS RELEASE

DATE: April 12, 2005

*IMMEDIATE RELEASE*

### **Diversified Industries secures funding to advance DVS 6000**

Edmonton, Alberta -- Diversified Industries Ltd. (TSX Venture: DVS) announces the Company has raised approximately \$920,000 by way of a private placement financing. The primary use of the proceeds will be to advance the Company's core technology and lead product, DVS 6000, an innovative hydrogen sulphide scavenger.

"We are ready for an aggressive marketing push on DVS 6000," said Stephen Davis, President & CEO of Diversified Industries. "Each month we are experiencing sales greater than the month before, so we think it is time to capitalize on the growing market acceptance of our lead technology."

DVS 6000 is a proven hydrogen sulphide (H<sub>2</sub>S) scavenger that effectively neutralizes H<sub>2</sub>S and mercaptans in a variety of applications, including storage tanks, pipelines, gas plants, refineries, tank-mounted and truck-mounted scrubbers, and other oil and gas facilities and operations including down hole injection right at the well head.

The product is experiencing increased sales to the oil and gas industry in western Canada, the U.S. and in selected international markets. It continues to outperform its competitors in several applications. DVS 6000 is marketed and sold as the safest, most effective and easiest-to-manage H<sub>2</sub>S scavenger on the market.

The private placement consists of up to 1,533,333 units ("Units") with each Unit priced at \$0.60 and comprised of one common share and one full share purchase warrant ("Warrant"). Each Warrant will give the holder the right to purchase one common share at a price of \$0.75 during the first year following the close of the placement, and at a price of \$1.00 during the second year following the close of the placement. All securities will have a four-month hold period. In addition to advancing DVS 6000, the proceeds will be used to maintain ongoing operations of the Company. There will be a finder's fee paid on a portion the monies raised. The placement is subject to TSX Venture Exchange acceptance.

DVS 6000 is one of several proprietary technologies being developed and/or commercialized by Diversified Industries, which is focusing on product applications for the oil and gas industry. The company is headquartered in Edmonton, Alberta, the location of its product development and marketing facility.

- 30 -

*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.*

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

For further information please contact:

Stephen L. Davis, President & CEO  
or John L. Arlitt

Phone: (250) 655-9209

E-mail: [info@dvsind.com](mailto:info@dvsind.com)

[www.dvsind.com](http://www.dvsind.com)