



NEWS RELEASE

DATE: May 3, 2005

Triam Equities President / CEO, Raymond A. McLean Joins Diversified Industries Board of Directors

Edmonton, Alberta -- Stephen Davis, Chairman of the Board of Diversified Industries Ltd. (TSX Venture: DVS), is pleased to announce the appointment of Raymond A. McLean to the Board of Directors of the company, effective immediately. Mr. McLean also contributed to Diversified's most recent Private Placement, investing \$400,000 in the company.

Mr. McLean is President and Chief Executive Officer of Triam Equities Ltd., a diversified venture capital company, located in Vancouver. In addition he is Chairman and Chief Executive Officer of Gateway Casinos Inc., which owns and operates four casinos and an income trust fund, which in turn owns and operates six casinos; all of which are located in British Columbia and Alberta.

A resident of Vancouver, Mr. McLean has many years of professional and general management business experience, including the building and development of successful technology and resource corporations. In addition to acting as a Provincial Court Judge in British Columbia for 17 years, Mr. McLean was one of the early shareholders and a director of QLT Inc., one of Canada's most successful biotech companies.

"We are delighted that Ray has agreed to serve on our board," said Mr. Davis, who is also President and Chief Executive Officer of Diversified Industries. "He will be an important asset for Diversified, as our corporate growth and development continue to accelerate."

Diversified Industries specializes in the development and commercialization of innovative products and, at present, has three technologies in various stages of research, development and commercialization. All three technologies have applications in the oil and gas industry.

The company's lead product is DVS 6000, an innovative hydrogen sulphide scavenger, which has sales in western Canada, the U.S. and select international markets. Diversified Industries is headquartered in Edmonton, Alberta, where it has 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

Phone: (250) 655-9209

E-mail info@dvsind.com

www.dvsind.com