

**AVENIR DIVERSIFIED INCOME TRUST  
ANNOUNCES ACQUISITION OF  
CASCADE STEAMING LTD.**

For Immediate Release: July 5, 2004

**Calgary, Alberta** – Avenir Diversified Income Trust (the "Trust") (TSXV: AVF.UN) is pleased to announce that, subject to satisfaction of certain conditions, including receipt of requisite stock exchange approval, it is proceeding with the acquisition of the oilfield services business of Cascade Steaming Ltd. ("Cascade"), which provides vacuum truck, steaming and hydro-vac services to the energy, utility and construction industries in Northeast British Columbia and Northern Alberta. Consideration for the acquisition is approximately \$5.8 million, comprised of \$3.8 million in cash and 266,667 trust units of the Trust at a deemed price of \$7.50 per unit.

The transaction is being effected by way of a partnership structure whereby Cascade founder Ken Wagner will retain a 10% partnership interest and remain with the Cascade Services Partnership as President and Chief Operating Officer. Mr. Wagner will be responsible for all aspects of the day to day operations of the Partnership's business. The acquisition of this energy services business provides the Trust with further diversification of its portfolio of energy assets and is accretive to the Trust's cashflow.

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*The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this Release.*