

PRISM MEDICAL LTD.(PM:TSX-VEN)

PRESS RELEASE

PRISM MEDICAL LTD. ANNOUNCES NORMAL COURSE ISSUER BID

Toronto, Ontario, July 26, 2006 - Prism Medical Ltd. ("Prism") (PM:TSX-VEN) today announced that it has initiated a program pursuant to which it may repurchase, from time to time over the next 12 months, if considered advisable, up to an aggregate of 302,163 common shares on the TSX-Venture Exchange ("TSX-V"), which represents 5% of the issued and outstanding common shares. The price which Prism will pay for any common shares acquired by Prism through the facilities of the TSX-V will be the prevailing market price of the common shares at the time of acquisition. Purchases are expected to occur on or after August 1, 2006. As of July 26, 2006, Prism had 6,043,260 issued and outstanding common shares. The board of directors of Prism believes that the proposed open market purchases of its common shares are in the best interests of Prism. All common shares purchased by Prism pursuant to the program will be cancelled.

About Prism

Prism Medical Ltd. is a provider of durable medical equipment (DME) and related services to the mobility disadvantaged in Canada, the USA and the United Kingdom (UK). While Prism's history dates back to 1996, Prism's subsidiaries have been servicing the mobility disadvantaged since the mid 1980's in their homes, long-term care facilities and acute care facilities. Prism's subsidiaries include Waverley Glen Systems Limited, North America's premier ceiling lift manufacturer with distribution across Canada and the US, Westholme Limited and Care Free Lifting Limited, leading distributors of moving and handling products in the UK, and Freeway Healthcare, a UK based manufacturer of ceiling hoists and shower chairs.

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

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