

CONCORD, ONTARIO, October 28, 2002 - Prism Equities Inc. ("Prism" or "the Company") (YPQ:TSX-VEN) is pleased to announce that it has reached an agreement in principle to sell Zodiac Fabrics Inc. (Zodiac). Zodiac is a wholly owned subsidiary of Prism engaged in the manufacture of industrial knitted fabrics used for drainage tile, boot liners, wipes and other industrial applications. The purchaser is an individual who is acting at arm's length to Prism.

Prior to closing, Zodiac will be refinanced and \$2,000,000 will be distributed to Prism. Upon closing, Prism will be paid \$2,500,000 for the shares of Zodiac in the form of \$1,800,000 in cash and \$700,000 by an interest bearing promissory note payable over 4 years. The proceeds from this transaction will be used by Prism to reduce debt and further invest in the growth of its medical products companies.

Zodiac was the first investment made by Prism and has achieved consistent growth in revenue and net income. Nevertheless, Zodiac is considered to be a non-strategic investment as Prism implements its objective of concentrating in the medical products industry.

The transaction is subject to the approval of the TSX-Venture Exchange and completion of documentation satisfactory to both the vendor and the purchaser. The transaction is expected to be completed on or before November 15, 2002.

Prism is a holding company whose subsidiaries include Waverley Glen Systems Limited ("Waverley Glen"), North America's premier ceiling lift manufacturer with distribution across Canada and the US and Westholme Limited a distributor of moving and handling products in the UK. Ceiling lifts are considered a superior method to lift, reposition and transfer mobility-impaired patients. Waverley Glen's portable and fixed ceiling products are sold in the homecare and institutional medical markets through specialized full service dealers.

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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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