

FOR IMMEDIATE RELEASE

Prism Medical Ltd. (PM:TSX-VEN) Suspends Operation of Special Committee

VAUGHAN, ONTARIO, July 31, 2007 - Prism Medical Ltd. ("the Company") announced today that the board of directors has suspended the operation of the special committee of directors it established in 2005 to consider strategic options. The committee has completed its work to date and reported to the board. Andrew A. McIntyre, Chairman and CEO thanked the committee for its efforts and said, "The committee recommended that no material changes be made to the company's existing strategic plan at this time. Although the directors will continue to consider strategic options as they arise, management will now focus primarily on operational improvements to the business."

Prism Medical Ltd. is a provider of durable medical equipment and related services to the mobility disadvantaged in Canada, the USA and the United Kingdom. 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 includes Waverley Glen Systems, North America's premier ceiling lift manufacturer with distribution across Canada and the US, Westholme and Care Free Lifting & Handling, leading distributors of moving and handling products in the UK and Freeway Healthcare, a UK based manufacturer of ceiling hoists and shower chairs.

Forward-looking Information

Certain statements in this release may constitute forward-looking statements. Such forward-looking statements involve risks, uncertainties and other factors, which may cause actual results, performance or achievements of the Company to be materially different from future results, performance or achievements expressed or implied by such forward-looking statements.

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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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