

**CONCORD, ONTARIO, July 26, 2002** - Prism Equities Inc. ("Prism" or "the Company") (YPQ:TSX-VEN) today announced its results for the second quarter ended May 31, 2002.

Prism earned \$455,939 or \$.13 per share on a fully diluted basis for the three months ending May 31, 2002 compared to \$206,065 or \$0.06 per share for the same period last year. Net income for the six months ending May 31, 2002 was \$654,866 or \$.19 per share on a fully diluted basis compared to \$102,039 or \$0.03 per share for the same period last year.

Total revenue for the second quarter was \$7.5 million compared to \$5.6 million in the second quarter of fiscal 2001, an increase of \$1.9 million (34%) over the same period last year. Total revenue for the six month period ending May 31, 2002 was \$13.4 million compared to \$9.9 million for the same six month period in fiscal 2001, an increase of \$3.5 million (35%) over the same period last year.

Earnings before interest, taxes, depreciation and amortization (EBITDA) increased 23% to \$909,643 in the second quarter of fiscal 2002 compared to the same quarter in 2001 and 42% to \$1,478,229 in the first six months of fiscal 2002 compared to the same period in 2001.

Andrew McIntyre, President and CEO of Prism Equities stated, "The improvement in our financial results was experienced in all of the markets in which we operate. We experienced strong Canadian institutional demand for our ceiling hoist products, a trend we expect to continue for the balance of the year. We also experienced an increase in market share in the United Kingdom resulting from the planned gradual expansion of our geographic coverage.

We are very encouraged by the results this quarter and feel we are starting to see the results of our implemented business strategies and operating plans. There is still significant room for improvement in our operating efficiencies which management is fully focused on realizing though the balance of the year."

Prism is a holding company whose subsidiaries include Waverley Glen, North America's premier ceiling lift manufacturer with distribution across Canada, the US and 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.

For further information, please contact:

Andrew McIntyre  
President  
Prism Equities Inc.  
Tel: (905)660-8967  
[prism@prismequities.com](mailto:prism@prismequities.com)

Don Harkness  
Chief Financial Officer  
Prism Equities Inc.  
Tel: (905)660-8967  
[dharkness@prismequities.com](mailto:dharkness@prismequities.com)

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

Prism Equities Inc.  
116 Rayette Road #1  
Concord, Ontario L4K 2G3  
Tel: (905)660-8967 Fax: (905)660-8968  
[www.prismequities.com](http://www.prismequities.com)