

**MISSISSAUGA, ONTARIO, July 13, 2004** - Prism Medical Ltd. ("Prism" or "the Company") (PM:TSX-VEN) today announced its results for the second quarter ended May 31, 2004.

For the three months ending May 31, 2004 net income was \$863,384 (\$0.18 per share on a fully diluted basis) versus \$430,438 (\$0.10 per share on a fully diluted basis) for the same period last year. For the six months ending May 31, 2004 net income was \$955,771 (\$0.21 per share on a fully diluted basis) versus \$595,300 (\$0.15 per share on a fully diluted basis) for the same period last year.

Sales in the second quarter of 2004 increased by \$3,192,409 (54%) over the same period last year. Sales in the UK increased by \$765,824 (20%) while North American sales increased by \$2,426,585 (119 %) over the same period last year. Sales for the six months ended May 31, 2004 increased by \$3,369,260 (31.0%) over the same period last year.

Andrew McIntyre, President and CEO of Prism Equities stated, "We are very pleased with our second quarter results. The Company is continuing its organic growth strategies through geographic expansion, introduction of new products and the pursuit of new market channels. While the second quarter remains our largest quarter, demand for our products and services remains robust and should result in strong performance for the remainder of the year. The proposed UK acquisitions are highly accretive and should contribute positively to our fourth quarter results once the financing has been secured and the transaction completed.

Results can be impacted significantly by the availability of institutional funding. In the recent May 2004 Ontario budget, the government announced it was providing \$60 million for 12,000 patient lifts in hospitals and long-term care homes to ensure the safe movement of patients. While the details of when and how this money will be spent remain unknown at this time and there is no guarantee that the Company will be successful in winning any of this new business, it is a positive indication of the government's commitment to funding products and services in the market niche in which Prism operates."

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, the largest 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.

#### Forward-looking Information

Certain statements in this report 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.

For further information, please contact:

Andrew McIntyre  
President  
Prism Medical Ltd..  
Tel: (905)361-2444  
[prism@prismmedicaltd.com](mailto:prism@prismmedicaltd.com)

Don Harkness  
Chief Financial Officer  
Prism Medical Ltd..  
Tel: (905)361-2444  
[dharkness@prismmedicaltd.com](mailto:dharkness@prismmedicaltd.com)

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

Prism Medical Ltd.  
5995 Avebury Rd.  
Suite 806  
Mississauga, Ontario L5R 3T8  
Tel: (905)660-361-2444 Fax: (905)361-2449  
[www.prismmedicaltd.com](http://www.prismmedicaltd.com)