

**Prism Medical Ltd. (PM:TSX-VEN)  
Completion of Corporate Reorganization**

**MISSISSAUGA, ONTARIO, December 2, 2005** - Prism Medical Ltd. ("Prism") (PM:TSX-VEN) announced today that it completed a corporate reorganization involving several of its wholly-owned subsidiary companies. On December 1, 2005, Prism amalgamated with PM Mercantile Group Inc., a wholly owned subsidiary. The amalgamated company will continue as Prism Medical Ltd. Also on December 1, 2005, Prism Medical Developments Inc. ("Developments"), Corven Health Care Inc. ("Corven") and Waverley Glen Systems Inc. ("Waverley") completed an amalgamation. Each of Developments, Corven and Waverley were wholly-owned subsidiaries of Prism Medical Ltd. at the time of the amalgamation. The amalgamated company will continue as Waverley Glen Systems Inc. The reorganization will allow Prism Medical Ltd. to reduce costs and streamline the corporate structure.

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. Operating since 1996, Prism services the mobility disadvantaged wherever they reside – the home, long-term care facilities or 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, the largest distributor 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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