ELECTROHOME
LIMITED

Executive Offices

December 9, 2002

To: The Securities Commissions of
Ontario, B.C., Alberta, Saskatchewan,
Manitoba, Nova Scotia, New Brunswick
Prince Edward Island, Newfoundland

The Toronto Stock Exchange

VIA SEDAR

Re: CONTINUOUS DISCLOSURE REPORTING - MATERIAL CHANGE REPORTING

Please find as part of this transmission, a copy of a Material Change Report and a Press Release sent via Canada News Wire on December 6, 2002 with respect to an award of damages in excess of $900,000 by the Alberta Provincial Court.

If you have any questions, please call.

Yours truly,

[signed – Gary Dumoulin]

Gary Dumoulin
Vice President and Secretary

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809 Wellington Street North, Kitchener, Ontario, Canada N2G 4J6 • Telephone: (519) 744-7111 Fax: (519)749-3181

Form 27
Securities Act
MATERIAL CHANGE REPORT
Under Section 75(2) of the Ontario Securities Act

Item 1	Reporting Issuer	Electrohome Limited (the "Corporation") 809 Wellington Street North Kitchener, Ontario N2G 4J6
Item 2	Date of material change	December 3, 2002
Item 3	Press Release	Issued December 6, 2002 through the Canadian Disclosure Network of Canada News Wire
Item 4	Summary of Material Change	Electrohome Limited announced today that it was awarded damages in excess of $900,000 by the Alberta Provincial Court.
Item 5	Full Description of Material Change	See press release attached
Item 6	Reliance on Section 75(3) of the Act	Not applicable
Item 7	Omitted Information	Not applicable
Item 8	Senior Officer	Gary Dumoulin Vice President and Secretart (519) 749-3120
Item 9	Statement of Senior Officer	"The foregoing accurately discloses the material change referred to herein."

Statement signed by: Gary Dumoulin, Vice President and Secretary at Kitchener, Ontario

Date: December 9, 2002

Signed: [signed – Gary Dumoulin]

For immediate release – December 6, 2002

ELECTROHOME

NEWS RELEASE

ELECTROHOME RECEIVES FAVOURABLE DECISION IN EDMONTON REAL ESTATE LAWSUIT

Kitchener, Ontario – Electrohome Limited today announced that it received a favourable decision from the Court of Queen's Bench of Alberta in its dispute with Gregg Properties Co. Ltd. The decision clarified Electrohome's rights with respect to the 2001 exercise of its option to re-purchase real estate located in Edmonton formerly owned by Electrohome. Although Electrohome was not awarded specific performance, it did receive an award of damages which it expects to result in recovery of proceeds in excess of $900,000. Subject to any appeal, the proceeds are anticipated to be received in Electrohome's second fiscal quarter ending March 31, 2003 and would result in a one-time gain.

Electrohome participates in the rapidly-growing visual communications marketplace as a provider of virtual immersive systems and computer-based training and communication systems, and as an investor in digital interactive cinema. Electrohome's shares are traded on the TSE under the symbols ELL.X (voting) and ELL.Y (non-voting).

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For further information, contact John A. Pollock, Chairman and Chief Executive Officer or Gary Dumoulin, Vice-President and Secretary at (519) 749-3319.