UNIVERSAL DISPLAY CORPORATION

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Universal Display Corporation Announces Audited 2004 Year-End Results

EWING, N.J. (BUSINESS WIRE) Universal Display Corporation (NASDAQ:PANL), a leading developer of organic light emitting diode (OLED) technologies for flat panel displays, lighting and other opto-electronic applications, today announced its audited results of operations for the year ended December 31, 2004.

Universal Display had a net loss attributable to common shareholders of $15,906,198 (or $0.59 per diluted share) for 2004, compared to a net loss attributable to common shareholders of $18,387,507 (or $0.82 per diluted share) for the prior year.

Universal Display's revenues were $7,006,913 for 2004, compared to $6,593,193 for the prior year. Revenues consisted of $2,621,636 in government contract research revenue, $2,484,070 from sales of OLED materials for evaluation purposes, and $1,350,537 in technology development revenue from business partners. The Company also received $147,600 from sales of OLED material for commercial purposes and $403,070 in license fees and royalties.

Working capital increased to $40,630,913 as of December 31, 2004, from working capital of $23,679,705 as of December 31, 2003. During 2004, cash used in operating activities was $6,965,083, compared to $5,797,609 in 2003.

"We are working with approximately 20 OLED manufacturers to evaluate, develop and qualify our phosphorescent technology and materials for commercial products. We entered into eight new evaluation and technology development agreements in 2004. We also significantly strengthened our balance sheet, ending the year with working capital in excess of $40 million. We believe that our business assets, together with our award winning technology, position us well to capitalize on the emerging OLED market," said Sidney D. Rosenblatt, Chief Financial Officer of Universal Display Corporation.

Universal Display Corporation - Summary Operating Results

	Year Ended December 31,	
	2004	2003
Total Revenue	$7,006,913	$6,593,193
Net Loss Attributable to Common Shareholders	$(15,906,198)	$(18,387,507)
Net Loss per Basic and Diluted Common Share	$(0.59)	$(0.82)
Weighted Average Number of Basic and Diluted Shares	26,791,158	22,428,219

Universal Display Corporation will host a conference call today, Monday, March 14th at 5:00 PM Eastern Time, followed by a question and answer session. Interested parties may participate by calling 973-409-9254 at 4:55 PM Eastern Time. The conference call will be simultaneously broadcast live over the Internet through a webcast on the Company's website. To access the call, please visit the Company's website at http://www.universaldisplay.com/investors.htm.

A taped replay of the conference call will be available within two hours of the conclusion of the call and will remain available through Monday, March 21, 2005. The number to call for the taped replay is 973-341-3080 and the conference PIN is 5802305. An online archive of the web cast will be available within two hours of the conclusion of the call and will remain available through Thursday, April 14, 2005.

About Universal Display Corporation

Universal Display Corporation is a world leader in developing and commercializing innovative OLED technologies and materials for use in the electronic flat panel display and other markets. Universal Display is working with a network of world-class organizations, including Princeton University, the University of Southern California, AIXTRON AG, AU Optronics Corporation, DuPont Displays, Inc., PPG Industries, Inc., Samsung SDI Co., Seiko Epson Corporation, Sony Corporation, Tohoku Pioneer Corporation, and Toyota Industries Corporation. Universal Display currently has rights in more than 625 issued and pending patents worldwide.

Universal Display is located in the Princeton Crossroads Corporate Center in Ewing, New Jersey, minutes away from its research partner at Princeton University. Universal Display's state-of-the-art facility is designed to further technology development, technology transfer to manufacturing partners and work with customers to develop products to meet their needs for flat panel displays. Visit Universal Display Corporation on the Web at www.UniversalDisplay.com.

All statements in this document that are not historical, such as those relating to Universal Display Corporation's technologies and potential applications of those technologies, are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. You are cautioned not to place undue reliance on any forward-looking statements in this document, as they reflect Universal Display Corporation's current views with respect to future events and are subject to risks and uncertainties that could cause actual results to differ materially from those contemplated. These risks and uncertainties are discussed in greater detail in Universal Display Corporation's periodic reports on Form 10-K and Form 10-Q filed with the Securities and Exchange Commission, including, in particular, the section entitled 'Factors that May Affect Future Results and Financial Condition' in Universal Display Corporation's annual report on Form 10-K for the year ended December 31, 2004. Universal Display Corporation expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement contained in this document.

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