



Optical Innovation™

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FUSION OPTIX, INC. RECEIVES \$1.1 MILLION IN SERIES A ROUND FUNDING

Leading Developer of Components and System Solutions for Flat Panel Displays and Solid State Lighting receives funding to accelerate commercialization efforts

Cambridge, MA – January 23, 2005 – Fusion Optix, Inc. announced today closure on a Series A funding round totaling \$1.1 million. The investment has been provided by a prominent group of independent private equity investors from Boston and Philadelphia. This investment follows a Seed funding round completed in April 2004 provided by the company's founders and Thomas Eagar, the Thomas Lord Professor of Materials Systems and Engineering at MIT. Professor Eagar also leads the Boston based investment consortium and the company's Scientific Advisory Board. The one-year-old firm has developed a new, patented optical technology that improves the visual performance of flat panel displays, such as those used in LCDs and emerging microdisplay-based rear projection televisions, while lowering their overall bill of materials and assembly costs. Currently, the company has produced sample quantities of their initial products and is working with mainstream original equipment manufacturers (OEMs) in North America and Asia to integrate this low cost advanced materials technology into a variety of consumer and industrial products.

According to James Riley, a principal at the law firm, Riley & Fanelli P.C. and a leader of the Philadelphia based investment consortium, "Fusion Optix has attracted an incredibly talented management and engineering team. On their seed capital alone, they have demonstrated the ability to develop technology and to deliver evaluation quantities to world class manufacturers where they are currently being viewed in a very positive light."

Terry Yeo, Fusion Optix's CEO added, "We are both fortunate and pleased to have such an active and seasoned team of investors to buttress the outstanding support we received from Professor Eagar. Their sophistication as investors has allowed them to recognize our potential, and the significant technological and commercial progress we have made to date. This funding will provide us with the resources necessary to deliver products, based on our unique and patented technology, that deliver performance enhancements and cost reduction to the global flat panel display industry."

About Fusion Optix

Fusion Optix's world-class team is pioneering innovative high performance custom solutions, products, and technologies for global optical markets, such as displays and LED lighting. Our approach to focus on leading edge optical design and fundamental materials science, as well as advanced manufacturing, has resulted in a unique highly customizable product platform and system solutions that leverage this platform. Fusion Optix is privately held and funded by major international investment firms. We have established a dedicated global customer support and supply chain infrastructure to respond to the demands of the world's leading companies.

This press release contains forward-looking statements, including, without limitation, statements concerning our possible or assumed future results of operations. These statements are preceded by, followed by or include the words "believes," "could," "expects," "intends" "anticipates," or similar expressions. Our actual results could differ materially from those anticipated in the forward-looking statements for many reasons including the general risks and uncertainties inherent in the current business climate and within our industry as a whole. Although we believe the expectations reflected in the forward-looking statements are reasonable, they relate only to events as of the date on which the statements are made, and our future results, levels of activity, performance or achievements may not meet these expectations. We do not intend to update any of the forward-looking statements after the date of this document to conform these statements to actual results or to changes in our expectations, except as required by law.