



UNITED-GUARDIAN, INC.

Corporate Divisions and Subsidiaries

GUARDIAN LABORATORIES

EASTERN CHEMICAL

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UNITED-GUARDIAN ANNOUNCES SEMI-ANNUAL CASH DIVIDEND

Hauppauge, NY, December 10, 2007 – United-Guardian, Inc. (AMEX:UG) announced today that its Board of Directors has declared a \$0.28 per share dividend to all stockholders of record on December 17, 2007. The dividend is to be paid on January 7, 2008. This increases the total dividend payments this year to a record \$0.55 per share, a yield of approximately 5.20% based on the current stock price.

Ken Globus, President of United-Guardian, stated “Based on sales and earnings to date we expect FY-2007 to be another record year for the company. As a result, we have decided to increase our end of year semi-annual dividend to \$0.28 per share, which is an increase of 27% over the \$0.22 per share we paid at the end of both 2005 and 2006.”

United-Guardian is a manufacturer of personal and health care products, pharmaceuticals, cosmetic bases, and specialty industrial products.

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NOTE: This press release contains both historical and “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. These statements about the company’s expectations or beliefs concerning future events, such as financial performance, business prospects, and similar matters, are being made in reliance upon the “safe harbor” provisions of that Act. Such statements are subject to a variety of factors that could cause Registrant’s actual results or performance to differ materially from the anticipated results or performance expressed or implied by such forward-looking statements. For further information about the risks and uncertainties that may affect the company’s business please refer to the company’s reports and filings with the Securities and Exchange Commission.