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NEWS RELEASE

FOR IMMEDIATE RELEASE

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TWIN DISC, INC., DECLARES REGULAR QUARTERLY CASH DIVIDEND

RACINE, WISCONSIN—October 20, 2006—**Twin Disc, Inc. (NASDAQ: TWIN)**, announced today that the Board of Directors declared a regular quarterly cash dividend of \$0.095 per share payable on December 1, 2006, to shareholders of record on November 10, 2006.

Twin Disc, Inc. designs, manufactures and sells marine and heavy-duty off-highway power transmission equipment. Products offered include: marine transmissions, surface drivers, propellers and boat management systems, as well as power-shift transmissions, hydraulic torque converters, power take-offs, industrial clutches and control systems. The Company sells its products to customers primarily in the pleasure craft, commercial and military marine markets, as well as in the energy and natural resources, government and industrial markets. The Company's worldwide sales to both domestic and foreign customers are transacted through a direct sales force and a distributor network.

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