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NEWS RELEASE

FOR IMMEDIATE RELEASE

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TWIN DISC, INC., DECLARES REGULAR QUARTERLY CASH DIVIDEND

RACINE, WISCONSIN—July 31, 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 September 1, 2006, to shareholders of record on August 11, 2006.

Twin Disc designs, manufactures and sells heavy-duty off-highway power transmission equipment. Products offered include: marine transmissions, surface drives and propellers; power-shift transmissions; power take-offs and reduction gears; industrial clutches; and control systems. The Company sells its products to customers primarily in the marine, industrial equipment, government, energy and natural resources and agricultural markets.

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