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NEWS

FROM



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NASDAQ: BKMU
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Bank Mutual Corporation Announces Quarterly Cash Dividend

Milwaukee, Wisconsin
November 3, 2008

Bank Mutual Corporation (NASDAQ - BKMU) today announced that the Board of Directors has declared a quarterly cash dividend of \$0.09 per share. This cash dividend of \$0.09 per share, on an annualized basis represents a 9.1% increase over the cash dividends paid in 2007. The cash dividend will be payable December 1, 2008, to shareholders of record on November 13, 2008.

The quarterly cash dividend of \$0.09 is the thirty second cash dividend paid by Bank Mutual Corporation since becoming a capital stock organization in November 2000.

Bank Mutual Corporation is traded on The NASDAQ Global Select Market under the symbol "BKMU." The Company is the fifth largest banking institution headquartered in the state of Wisconsin, with assets at September 30, 2008, of \$3.6 billion. Its subsidiary bank, Bank Mutual, operates 78 offices in the state of Wisconsin and one office in Minnesota.

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CORPORATE HEADQUARTERS

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