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NEWS

FROM



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Bank Mutual Corporation Announces Quarterly Cash Dividend

**Milwaukee, Wisconsin
November 6, 2006**

Bank Mutual Corporation (NASDAQ - BKMU) today announced that the Board of Directors has declared a quarterly cash dividend of \$0.075 per share. This cash dividend of \$0.075 per share, on an annualized basis represents a 20.0% increase over the cash dividends paid in 2005. The cash dividend will be payable December 1, 2006 to shareholders of record on November 16, 2006.

The quarterly cash dividend of \$0.075 is the twenty-fourth 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 MarketSM under the symbol "BKMU." The Company is the fourth largest banking institution headquartered in the state of Wisconsin, with assets at September 30, 2006 of \$3.5 billion. Its subsidiary bank, Bank Mutual, operates 75 offices in the state of Wisconsin and one office in Minnesota.

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CORPORATE HEADQUARTERS

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