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BCSB Bankcorp, Inc. Declares Quarterly Dividend

Baltimore, Maryland.....

BCSB Bankcorp, Inc. (NASDAQ: "BCSB") headquartered in Baltimore, Maryland announced today the payment of the Bankcorp's regular quarterly dividend of \$0.125 per share, payable on October 4, 2006 to stockholders of record as of September 21, 2006.

The Board of Directors determined that the dividend payment was appropriate in light of the Company's capital position and financial condition. The future payment of dividends is dependent upon the Company's financial condition, earnings, equity, structure, capital needs, regulatory requirements and economic conditions.

BCSB Bankcorp, Inc. is the holding company of Baltimore County Savings Bank, FSB which was founded in 1955. The Bank currently operates eighteen offices throughout the Baltimore metropolitan area. BCSB Bankcorp, Inc. became a publicly traded mutual holding company in July 1998.

This press release contains statements that are forward-looking, as that term is defined by the Private Securities Litigation Reform Act of 1995 or the Securities and Exchange Commission in its rules, regulations, and releases. The Company intends that such forward-looking statements be subject to the safe harbors created thereby. All forward-looking statements are based on current expectations regarding important risk factors, including but not limited to real estate values, local and national economic conditions, and the impact of interest rates on financing. Accordingly, actual results may differ from those expressed in the forward-looking statements, and the making of such statements should not be regarded as a representation by the company or any other person that results expressed therein will be achieved. The Company does not undertake, and specifically disclaims any obligation, to publicly release the result of any revisions that may be made to any forward-looking statements to reflect events or circumstances after the date of such statements or to reflect the occurrence of anticipated or unanticipated events.