

NEWS RELEASE



FOR IMMEDIATE RELEASE

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LUFKIN INDUSTRIES ANNOUNCES FOURTH QUARTER DIVIDEND OF \$0.25 PER SHARE

LUFKIN, Texas, November 6, 2008 – Lufkin Industries, Inc. (NASDAQ: LUFK) today announced that the Board of Directors has declared a fourth quarter cash dividend of \$0.25 per share on its common stock. The dividend will be paid on December 10, 2008, to shareholders of record on December 1, 2008.

Lufkin Industries, Inc. sells and services oil field pumping units, foundry castings and power transmission products throughout the world. The Company has vertically integrated all vital technologies required to design, manufacture and market its products

This release may contain certain forward-looking statements, including by way of illustration and not of limitation, statements relating to liquidity, revenues, expenses and margins. The Company strongly encourages readers to note that some or all of the assumptions, upon which such forward-looking statements are based, are beyond the Company's ability to control or estimate precisely and may in some cases be subject to rapid and material changes.

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