

**Deltic
Timber
Corporation**



NEWS RELEASE

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NYSE: DEL

FOR RELEASE: IMMEDIATELY
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**DELTIC TIMBER DECLARES QUARTERLY DIVIDEND
AND
ANNOUNCES AMENDMENT OF RIGHTS PLAN**

El Dorado, AR - The Board of Directors of Deltic Timber Corporation (NYSE-DEL) today declared a quarterly dividend of 7.50 cents a share on the Common Stock of Deltic Timber Corporation. The dividend is payable December 15, 2006 to holders of record December 1, 2006.

The Company also announced today that its board of directors approved certain changes to Deltic Timber's Rights Plan dated as of December 11, 1996, as previously amended. Consistent with the objectives of the Rights Plan as originally adopted, these changes, extend the expiration date of the Rights issued under the Rights Plan from December 31, 2006 to December 31, 2016; increase the exercise price of the Rights from \$75.00 to \$200.00; and make certain other changes and clarifications.

Deltic Timber Corporation is a natural resources company focused on the efficient and environmentally responsible management of its land holdings. The Company owns approximately 438,000 acres of timberland, operates two sawmills, and is engaged in real estate development. Headquartered in El Dorado, Arkansas, the Company's operations are located primarily in Arkansas and North Louisiana.