

Jewett-Cameron Announces 2nd Quarter Financial Results

North Plains, Oregon, April 13, 2011 – Jewett-Cameron Trading Company Ltd. (NASDAQ: JCTCF; TSX: JCT) today reported financial results for the second quarter and six month periods of fiscal 2011 ended February 28, 2011.

Sales for the second quarter of fiscal 2011 totaled \$11.86 million compared to sales of \$7.67 million for the second quarter of fiscal 2010. For the quarter, income from operations was \$755,337 compared to \$352,276 in the year-ago quarter. After other items and income taxes, the Company reported net income of \$496,949 or \$0.25 per share, compared to net income of \$204,472, or \$0.09 per diluted share in last year's second quarter.

For the six months ended February 28, 2011 Jewett-Cameron reported sales of \$17.9 million compared to sales of \$15.0 million for the same period a year ago. Due to a litigation reserve of (\$1,595,151), the Company reported a net loss of (\$349,386), or (\$0.16) per share, compared to net income of \$277,102, or \$0.12 per diluted share in the first six months of fiscal 2010.

"We have aggressively worked to increase our market share on our current products with our existing customers," said CEO Don Boone. "However, we are not immune to rising material and transportation costs, both of which had a negative effect on our margins and income."

As of February 28, the Company's cash position was \$4.73 million, and currently there is no borrowing against its \$5.0 million line of credit. In the first quarter of fiscal 2011, the Company re-purchased and cancelled a total of a total of 297,072 shares. The total cost was \$2,450,844 at an average share price of \$8.25 per share. These purchases were in addition to the 79,040 common shares repurchased and cancelled in the fourth quarter of fiscal 2010. As of April 13, 2011, the Company had not repurchased any shares under the additional repurchase program announced on January 13, 2011. The current repurchase program will remain in place until May 6, 2011, but may be limited or terminated at any time without prior notice.

About Jewett-Cameron Trading Company Ltd.

Jewett-Cameron Trading Company is a holding company that, through its subsidiaries, operates out of facilities located in North Plains, Oregon. Jewett-Cameron Lumber Corporation's business consists of the manufacturing and distribution of specialty metal products and wholesale distribution of wood products to home centers and other retailers located primarily in the United States. Greenwood Products is a processor and distributor of industrial wood and other specialty building products principally to customers in the marine and transportation industries in the United States. MSI-PRO is an importer and distributor of pneumatic air tools, industrial clamps, and the Avenger Products line of sawblades and other products. Jewett-Cameron Seed Company is a processor and distributor of agricultural seeds.

Forward-looking Statements

The information in this release contains certain forward-looking statements that anticipate future trends and events. These statements are based on certain assumptions that may prove to be erroneous and are subject to certain risks, including but not limited to, the uncertainties of the Company's new product introductions, the risks of increased competition and technological change in the Company's industry, and other factors detailed in the Company's SEC filings. Accordingly, actual results may differ, possibly materially, from predictions contained herein.

JEWETT-CAMERON TRADING COMPANY LTD.
CONSOLIDATED BALANCE SHEETS
(Expressed in U.S. Dollars)
(Prepared by Management)
(Unaudited)

	February 28, 2011	August 31, 2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 4,733,701	\$ 8,710,314
Accounts receivable, net of allowance of \$nil (August 31, 2010 - \$17,593)	5,936,967	3,874,114
Inventory, net of allowance of \$196,057 (August 31, 2010 - \$221,200) (note 3)	6,619,159	6,265,782
Note receivable	41,500	41,500
Prepaid expenses	161,166	56,696
Prepaid income taxes	558,979	-
Taxes receivable	200,941	-
Total current assets	18,252,413	18,948,406
Property, plant and equipment, net (note 4)	1,866,824	1,926,031
Intangible assets, net (note 5)	548,242	585,714
Deferred income taxes (note 6)	190,350	198,582
Total assets	\$ 20,857,829	\$ 21,658,733
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	\$ 1,176,291	\$ 465,165
Litigation reserve (note 12(a))	1,595,151	-
Accrued liabilities	840,048	1,138,866
Accrued income taxes	-	8,133
Total current liabilities	3,611,490	1,612,164
Contingent liabilities and commitments (note 12)		
Stockholders' equity		
Capital stock (note 8)		
Authorized		
20,000,000 common shares, without par value		
10,000,000 preferred shares, without par value		
Issued		
2,014,865 common shares (August 31, 2010 - 2,311,937)	1,901,462	2,181,814
Additional paid-in capital	600,804	600,804
Retained earnings	14,744,073	17,263,951
Total stockholders' equity	17,246,339	20,046,569
Total liabilities and stockholders' equity	\$ 20,857,829	\$ 21,658,733

JEWETT-CAMERON TRADING COMPANY LTD.
STATEMENTS OF OPERATIONS
(Expressed in U.S. Dollars)
(Prepared by Management)
(Unaudited)

	Three Month Periods Ended February 28,		Six Month Periods Ended February 28,	
	2011	2010	2011	2010
SALES	\$ 11,860,014	\$ 7,675,454	\$ 17,945,065	\$ 15,050,380
COST OF SALES	9,734,195	5,913,667	14,373,452	11,672,995
GROSS PROFIT	2,125,819	1,761,787	3,571,613	3,377,385
OPERATING EXPENSES				
Selling, general and administrative expenses	418,217	519,314	898,401	1,060,029
Depreciation and amortization	65,757	72,922	131,134	133,618
Wages and employee benefits	886,508	817,275	1,708,047	1,697,562
	<u>1,370,482</u>	<u>1,409,511</u>	<u>2,737,582</u>	<u>2,891,209</u>
Income from operations	755,337	352,276	834,031	486,176
OTHER ITEMS				
Gain (loss) on sale of property, plant and equipment	(1,114)	(3,492)	4,336	(3,492)
Interest and other income	-	2,658	26	4,418
Interest expense (note 12(a))	(16,023)	-	(408,014)	-
Litigation reserves (note 12(a))	-	-	(962,137)	-
	<u>(17,137)</u>	<u>(834)</u>	<u>(1,365,789)</u>	<u>926</u>
Income (loss) before income taxes	738,200	351,442	(531,758)	487,102
Income tax (expense) recovery	<u>(241,251)</u>	<u>(146,970)</u>	<u>182,372</u>	<u>(210,000)</u>
Net income (loss)	<u>\$ 496,949</u>	<u>\$ 204,472</u>	<u>\$ (349,386)</u>	<u>\$ 277,102</u>
Basic earnings (loss) per common share	\$ 0.25	\$ 0.09	\$ (0.16)	\$ 0.12
Diluted earnings (loss) per common share	\$ 0.25	\$ 0.09	\$ (0.16)	\$ 0.12
Weighted average number of common shares outstanding:				
Basic	2,014,865	2,390,977	2,162,580	2,390,977
Diluted	2,014,865	2,390,977	2,162,580	2,390,977

JEWETT-CAMERON TRADING COMPANY LTD.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in U.S. Dollars)
(Prepared by Management)
(Unaudited)

	Three Month Periods Ended February 28,		Six Month Periods Ended February 28,	
	2011	2010	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income (loss)	\$ 496,949	\$ 204,472	\$ (349,386)	\$ 277,102
Items not involving an outlay of cash:				
Depreciation and amortization	65,757	72,922	131,134	133,618
Gain (loss) on sale of property, plant and equipment	1,114	3,492	(4,336)	3,492
Deferred income taxes	8,826	(26,200)	8,232	103,480
Changes in non-cash working capital items:				
(Increase) decrease in accounts receivable	(4,176,909)	(1,093,080)	(2,062,853)	297,789
(Increase) decrease in inventory	133,437	1,423,403	(353,377)	1,572,823
Increase in prepaid expenses	(16,886)	(141,459)	(104,470)	(107,338)
Increase in prepaid income taxes	(144,083)	-	(567,112)	-
Increase in taxes receivable	(200,941)	-	(200,941)	-
Increase (decrease) in accounts payable and accrued liabilities	907,707	43,245	2,007,459	(864,313)
Decrease in accrued income taxes	-	(302,982)	-	(370,040)
Net cash provided by (used in) operating activities	(2,925,029)	183,813	(1,495,650)	1,046,613
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(1,589)	(138,793)	(35,569)	(181,581)
Proceeds from sale of property, plant and equipment	-	-	5,450	-
Net cash used in investing activities	(1,589)	(138,793)	(30,119)	(181,581)
CASH FLOWS FROM FINANCING ACTIVITIES				
Redemption of common stock	-	-	(2,450,844)	-
Net cash used in financing activities	-	-	(2,450,844)	-
Net increase (decrease) in cash and cash equivalents	(2,926,618)	45,020	(3,976,613)	865,032
Cash and cash equivalents, beginning of period	7,660,319	7,648,583	8,710,314	6,828,571
Cash and cash equivalents, end of period	\$ 4,733,701	\$ 7,693,603	\$ 4,733,701	\$ 7,693,603