

Jewett-Cameron Announces 2nd Quarter Financial Results

North Plains, Oregon, April 12, 2010 – Jewett-Cameron Trading Company Ltd. (NASDAQ: JCTCF; TSX: JCT) today reported financial results for the second quarter and six months ended February 28, 2010.

Sales for the second quarter of fiscal 2010 totaled \$7.67 million compared to sales of \$9.35 million for the second quarter of 2009. The company reported net income of \$204,472, or \$.09 per diluted share compared to net income of \$256,114 or \$.11 per diluted share in the same period a year ago.

For the six months ended February 28, 2010 Jewett-Cameron reported sales of \$15.0 million compared to \$20.1 million for the same period a year ago. Net income for the first six months of fiscal 2010 was \$277,102, or \$.12 per diluted share, compared to net income of \$549,589, or \$.23 per diluted share in the same period a year ago.

“All of the Company’s segments continue to be negatively affected by the difficult economic conditions, with total Company sales down about 25% for the six month period,” said CEO Don Boone. “However, we successfully reduced our operating expenses by 12% compared to the same period in fiscal 2009.”

Jewett-Cameron’s financial position continues to be strong, and currently has no borrowing against its \$5.0 million line of credit. As of February 28, 2010, the Company’s cash position was \$7.69 million.

About Jewett-Cameron Trading Company Ltd.

Jewett-Cameron Trading Company is a holding company that operates through subsidiary companies as follows. Jewett-Cameron Lumber Corporation’s business consists of warehouse distribution and direct sales of wood products and specialty metal products to home centers and other retailers. Greenwood Products is a processor and distributor of industrial wood and other specialty building products principally to customers in the marine and transportation industries. 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.

STATEMENTS OF OPERATIONS

(Expressed in U.S. Dollars)

(Prepared by Management)

(Unaudited)

	Three Months Periods to February 28,		Six Month Periods to February 28,	
	2010	2009	2010	2009
SALES	\$ 7,675,454	\$ 9,354,961	\$15,050,380	\$20,137,024
COST OF SALES	5,913,667	7,308,477	11,672,995	15,874,075
GROSS PROFIT	1,761,787	2,046,484	3,377,385	4,262,949
OPERATING EXPENSES				
Selling, general and administrative expenses	519,314	509,457	1,060,029	1,063,582
Depreciation and amortization	72,922	78,986	133,618	158,387
Wages and employee benefits	817,275	1,010,883	1,697,562	2,072,767
	1,409,511	1,599,326	2,891,209	3,294,736

Income from operations	352,276	447,158	486,176	968,213
OTHER ITEMS				
Gain (loss) on sale of property, plant and equipment	(3,492)	2,000	(3,492)	2,000
Interest and other income	2,658	7,586	4,418	18,930
Interest expense	-	(20,608)	-	(57,532)
	<u>(834)</u>	<u>(11,022)</u>	<u>926</u>	<u>(36,602)</u>
Income before income taxes	351,442	436,136	487,102	931,611
Income taxes	<u>146,970</u>	<u>180,022</u>	<u>210,000</u>	<u>382,022</u>
Net income	\$ 204,472	\$ 256,114	\$ 277,102	\$ 549,589
Basic earnings per common share	\$ 0.09	\$ 0.11	\$ 0.12	\$ 0.23
Diluted earnings per common share	\$ 0.09	\$ 0.11	\$ 0.12	\$ 0.23
Weighted average number of common shares outstanding:				
Basic	2,390,977	2,390,977	2,390,977	2,390,977
Diluted	2,390,977	2,390,977	2,390,977	2,390,977

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

	February 28, 2010 (Unaudited)	August 31, 2009 (Audited)
ASSETS		
Current assets		
Cash and cash equivalents	\$ 7,693,603	\$ 6,828,571
Accounts receivable, net of allowance of \$3,615 (August 31, 2009 - \$3,816)	3,306,127	3,603,916
Inventory, net of allowance of \$20,000 (August 31, 2009 - \$313,000) (note 3)	5,381,988	6,954,811
Note receivable	41,500	41,500
Prepaid expenses	268,147	160,809
Prepaid income taxes	<u>413,845</u>	<u>43,805</u>
Total current assets	17,105,210	17,633,412
Property, plant and equipment, net (note 4)	1,955,522	1,872,191
Intangible assets, net (note 5)	623,185	662,045
Deferred income taxes (note 6)	<u>158,300</u>	<u>261,780</u>
Total assets	\$ 19,842,217	\$ 20,429,428
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		

Accounts payable	\$ 140,350	\$ 999,562
Accrued liabilities	811,859	816,960
Total liabilities	952,209	1,816,522
Contingent liabilities and commitments (note 11)		
Stockholders' equity		
Capital stock (note 8)		
Authorized		
20,000,000 common shares, without par value		
10,000,000 preferred shares, without par value		
Issued		
2,390,977 common shares (August 31, 2009 - 2,390,977)	2,256,112	2,256,112
Additional paid-in capital	600,804	600,804
Retained earnings	16,033,092	15,755,990
Total stockholders' equity	18,890,008	18,612,906
Total liabilities and stockholders' equity	\$ 19,842,217	\$20,429,428

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

	Six Month Periods Ended February 28,	
	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 277,102	\$ 549,589
Items not involving an outlay of cash:		
Depreciation and amortization	133,618	158,387
Gain (loss) on sale of property, plant and equipment	3,492	(2,000)
Deferred income taxes	103,480	(11,940)
Changes in non-cash working capital items:		
(Increase) decrease in accounts receivable	297,789	1,545,242
(Increase) in note receivable	-	(41,500)
(Increase) decrease in inventory	1,572,823	(340,677)
(Increase) decrease in prepaid expenses	(107,338)	(287,133)
Increase (decrease) in accounts payable and accrued liabilities	(864,313)	(638,979)
Increase (decrease) in accrued income taxes	(370,040)	(349,532)
Net cash provided by (used in) operating activities	1,046,613	581,457
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(181,581)	(15,310)
Proceeds from sale of property, plant and equipment	-	2,000
Net cash used in investing activities	(181,581)	(13,310)
CASH FLOWS FROM FINANCING ACTIVITIES		
Promissory note	-	(2,018,811)
Note payable	-	(300,000)

Net cash provided by (used in) financing activities	-	(2,318,811)
Net increase (decrease) in cash and cash equivalents	865,032	(1,750,663)
Cash and cash equivalents, beginning of period	<u>6,828,571</u>	<u>5,758,479</u>
Cash and cash equivalents, end of period	<u>\$ 7,693,603</u>	<u>\$ 4,007,815</u>

SEGMENT INFORMATION

Following is a summary of segmented information for the six month periods ended February 28:

	2010	2009
Sales to unaffiliated customers:		
Industrial wood products	\$ 4,565,359	\$ 6,137,398
Lawn, garden, pet and other	7,413,406	10,787,250
Seed processing and sales	2,220,267	2,714,442
Industrial tools and clamps	851,348	497,934
	<u>\$ 15,050,380</u>	<u>\$ 20,137,024</u>
Income (loss) before income taxes:		
Industrial wood products	\$ (95,197)	\$ (265,338)
Lawn, garden, pet and other	1,051,915	1,141,559
Seed processing and sales	(419,188)	108,802
Industrial tools and clamps	(428)	10,045
Unallocated overhead	(50,000)	(63,457)
	<u>\$ 487,102</u>	<u>\$ 931,611</u>

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Source: Jewett-Cameron Trading Company Ltd.