

Jewett-Cameron Announces 2nd Quarter Financial Results

North Plains, Oregon, April 8, 2009 – Jewett-Cameron Trading Company Ltd. (NASDAQ: JCTCF; TSX: JCT) today reported financial results for the second quarter and six months ended February 28, 2009.

Sales for the second quarter of 2009 totaled \$9.35 million compared to sales of \$15.0 million for the second quarter of 2008. The company reported net income of \$256 thousand, or \$.11 per diluted share compared to net income of \$513 thousand or \$.21 per diluted share in the same period a year ago.

For the six months ended February 28, 2009 Jewett-Cameron reported sales of \$20.1 million compared to \$29.3 million for the same period a year ago. Net income for the first six months of fiscal 2009 was \$549 thousand or \$.23 per diluted share compared to net income of \$887 thousand or \$.37 per diluted share in the same period a year ago.

“Total company sales for the six months were down about 31.4% from the prior year, which reflects the weakness in our industrial wood sales to pleasure boat manufacturers,” said CEO Don Boone. “However, even with the difficult economic conditions, our Jewett Cameron Lumber segment reported a 19% increase in sales from the prior six month period. We continue to experience healthy demand for our non-wood specialty products like dog kennels, our proprietary fence gate systems, perimeter fencing, and greenhouses.”

Jewett-Cameron’s financial position continues to be strong and it has used some of its excess cash to prepay a \$1,996,458 note prior to the June 15, 2010 due date. The company currently has no borrowing against its \$5.0 million line of credit.

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.
CONSOLIDATED STATEMENTS OF OPERATIONS
(Expressed in U.S. Dollars)
(Prepared by Management)

	Three Month Periods to the End of February		Six Month Periods to the End of February	
	2009	2008	2009	2008
SALES	\$ 9,354,961	\$15,083,231	\$20,137,024	\$29,346,390
COST OF SALES	7,308,477	12,348,468	15,874,075	24,087,602
GROSS PROFIT	2,046,484	2,734,763	4,262,949	5,258,788
OPERATING EXPENSES				
Selling, general and administrative expenses	509,457	731,182	1,063,582	1,441,128
Depreciation and amortization	78,986	78,089	158,387	157,095
Wages and employee benefits	1,010,883	1,037,088	2,072,767	2,112,287
	1,599,326	1,846,359	3,294,736	3,710,510
Income from operations	447,158	888,404	968,213	1,548,278
OTHER ITEMS				
Gain (loss) on sale of property, plant and equipment	2,000	(385)	2,000	(385)
Interest and other income	7,586	146	18,930	146
Interest expense	(20,608)	(39,217)	(57,532)	(81,426)
	(11,022)	(39,456)	(36,602)	(81,665)
Income before income taxes	436,136	848,948	931,611	1,466,613
Income taxes	180,022	335,750	382,022	579,500
Net income	\$ 256,114	\$ 513,198	\$ 549,589	\$ 887,113
Basic earnings per common share	\$.11	\$.21	\$.23	\$.37
Diluted earnings per common share	\$.11	\$.21	\$.23	\$.37
Weighted average number of common shares outstanding:				
Basic	2,390,977	2,390,977	2,390,977	2,389,618
Diluted	2,390,977	2,391,589	2,390,977	2,391,643

JEWETT-CAMERON TRADING COMPANY LTD.**CONSOLIDATED BALANCE SHEETS**

(Expressed in U.S. Dollars)

(Prepared by Management)

	February 28, 2009 (Unaudited)	August 31, 2008 (Audited)
ASSETS		
Current assets		
Cash and cash equivalents	\$ 4,007,815	\$ 5,758,479
Accounts receivable, net of allowance of \$4,620 (August 31, 2008 - \$10,474)	3,860,619	5,405,861
Inventory, net of allowance of \$100,000 (August 31, 2008 - \$100,000) (note 3)	8,408,961	8,068,284
Note receivable	41,500	-
Prepaid expenses	426,090	138,957
Prepaid income taxes	363,285	13,753
Total current assets	17,108,270	19,385,334
Property, plant and equipment, net (note 4)	1,757,927	1,861,652
Intangible assets, net (note 5)	701,030	740,382
Deferred income taxes (note 6)	204,810	192,870
Total assets	\$ 19,772,037	\$ 22,180,238
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Account payable	\$ 1,127,031	\$ 1,585,844
Accrued liabilities	1,064,988	1,245,154
Current portion of promissory note and note payable	-	367,807
Total current liabilities	2,192,019	3,198,805
Long term liabilities		
Promissory note (note 8)	-	1,951,004
Total liabilities	2,192,019	5,149,809
Contingent liabilities and commitments (note 10)		
Stockholders' equity		
Capital stock (note 9)		
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, 2008 - 2,390,977)	2,256,112	2,256,112
Additional paid-in capital	600,804	600,804
Retained earnings	14,723,102	14,173,513
Total stockholders' equity	17,580,018	17,030,429
Total liabilities and stockholders' equity	\$19,772,037	\$22,180,238

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

	Six Month Periods to the End of February	
	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 549,589	\$ 887,113
Items not involving an outlay of cash:		
Depreciation and amortization	158,387	157,095
Gain (loss) on sale of property, plant and equipment	(2,000)	385
Deferred income taxes	(11,940)	-
Changes in non-cash working capital items:		
(Increase) decrease in accounts receivable	1,545,242	(983,621)
(Increase) in note receivable	(41,500)	-
(Increase) decrease in inventory	(340,677)	1,070,184
(Increase) in prepaid expenses	(287,133)	(81,436)
Increase (decrease) in accounts payable and accrued liabilities	(638,979)	67,843
Increase (decrease) in accrued income taxes	(349,532)	(465,500)
Net cash provided by operating activities	<u>581,457</u>	<u>(652,063)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(15,310)	(29,638)
Proceeds from sale of property, plant and equipment	2,000	-
Net cash used in investing activities	<u>(13,310)</u>	<u>(29,638)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds (repayment) of bank indebtedness	-	(1,059)
Issuance of capital stock for cash	-	56,097
Promissory note	(2,018,811)	(31,409)
Note payable	(300,000)	(300,000)
Net cash provided by (used in) financing activities	<u>(2,318,811)</u>	<u>(276,371)</u>
Net increase in cash and cash equivalents	(1,750,663)	346,054
Cash and cash equivalents, beginning of period	<u>5,758,479</u>	<u>257,131</u>
Cash and cash equivalents, end of period	<u>\$ 4,007,815</u>	<u>\$ 603,185</u>

Segment Information

The following is a summary of segmented information for the six month periods ended February 28, 2009 and February 29, 2008, respectively:

	Six Month Periods to the End of February	
	2009	2008
Sales to unaffiliated customers:		
Industrial wood products	\$ 6,137,398	\$ 15,368,770
Lawn, garden, pet and other	10,787,250	9,041,561
Seed processing and sales	2,714,442	4,392,509
Industrial tools and clamps	497,934	543,550
	<u>\$ 20,137,024</u>	<u>\$ 29,346,390</u>

Income (loss) from operations:

Industrial wood products	\$ (265,338)	\$ 568,045
Lawn, garden, pet and other	1,141,559	816,259
Seed processing and sales	108,802	132,263
Industrial tools and clamps	10,045	4,994
Unallocated overhead	(63,457)	(54,948)
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	\$ 931,611	\$ 1,466,613

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Source: Jewett-Cameron Trading Company Ltd.