

Jewett-Cameron Announces 1st Quarter Financial Results

North Plains, Oregon, January 13, 2011 – Jewett-Cameron Trading Company Ltd. (NASDAQ: JCTCF; TSX: JCT) today reported financial results for the first quarter of fiscal 2011 ended November 30, 2010.

Sales for the first quarter of fiscal 2011 totaled \$6.08 million compared to sales of \$7.37 million for the first quarter of fiscal 2010. For the quarter, income from operations was \$78,694 compared to \$133,900 in the year-ago quarter. Due to a litigation reserve of (\$1,579,125), the Company reported a net loss of (\$846,335), or (\$0.37) per share, compared to net income of \$72,630, or \$0.03 per diluted share in last year's first quarter.

"The litigation loss eclipsed what was an otherwise profitable first quarter," said CEO Don Boone. "Each of our operating companies continue to execute on their business plans, and contributed a combined \$1.4 million in additional cash from operating activities during the quarter. At this time, we believe the best utilization of our large cash position is to continue our Company's share re-purchase program."

As of November 30, the Company's cash position was \$7.66 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. Today, the Company announced a new share re-purchase plan where it can repurchase up to 350,000 common shares representing approximately 17% of the approximately 2.0 million common shares outstanding. This share repurchase plan may commence on January 24, 2011 and 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)

	November 30, 2010	August 31, 2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 7,660,319	\$ 8,710,314
Accounts receivable, net of allowance of \$20,697 (August 31, 2010 - \$17,593)	1,760,058	3,874,114
Inventory, net of allowance of \$213,570 (August 31, 2010 - \$221,200) (note 3)	6,752,596	6,265,782
Note receivable	41,500	41,500
Prepaid expenses	144,280	56,696
Prepaid income taxes	414,896	-
Total current assets	16,773,649	18,948,406
Property, plant and equipment, net (note 4)	1,913,369	1,926,031
Intangible assets, net (note 5)	566,978	585,714
Deferred income taxes (note 6)	199,176	198,582
Total assets	\$ 19,453,172	\$ 21,658,733
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	\$ 665,982	\$ 465,165
Litigation reserve (note 12(a))	1,579,125	-
Accrued liabilities	458,675	1,138,866
Accrued income taxes	-	8,133
Total current liabilities	2,703,782	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	14,247,124	17,263,951
Total stockholders' equity	16,749,390	20,046,569
Total liabilities and stockholders' equity	\$ 19,453,172	\$ 21,658,733

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

	Three Month Periods Ended November 30,	
	2010	2009
SALES	\$ 6,085,051	\$ 7,374,926
COST OF SALES	4,639,257	5,759,328
GROSS PROFIT	1,445,794	1,615,598
OPERATING EXPENSES		
Selling, general and administrative expenses	480,184	540,715
Depreciation and amortization	65,377	60,696
Wages and employee benefits	821,539	880,287
	1,367,100	1,481,698
Income from operations	78,694	133,900
OTHER ITEMS		
Gain on sale of property, plant and equipment	5,450	-
Interest and other income	23	1,760
Interest expense (note 12(a))	(391,988)	-
Litigation reserves (note 12(a))	(962,137)	-
	(1,348,652)	1,760
Income (loss) before income taxes	(1,269,958)	135,660
Income tax (expense) recovery	423,623	(63,030)
Net income (loss)	\$ (846,335)	\$ 72,630
Basic earnings (loss) per common share	\$ (0.37)	\$.03
Diluted earnings (loss) per common share	\$ (0.37)	\$.03
Weighted average number of common shares outstanding:		
Basic	2,308,672	2,390,977
Diluted	2,308,672	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 November 30,	
	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss)	\$ (846,335)	\$ 72,630
Items not involving an outlay of cash:		
Depreciation and amortization	65,377	60,696
Gain on sale of property, plant and equipment	(5,450)	-
Deferred income taxes	(594)	129,680
Changes in non-cash working capital items:		
Decrease in accounts receivable	2,114,056	1,390,869
(Increase) decrease in inventory	(486,814)	149,420
(Increase) decrease in prepaid expenses	(87,584)	34,121
Increase (decrease) in accounts payable and accrued liabilities	1,099,752	(907,558)
Decrease in accrued income taxes	(423,029)	(67,058)
Net cash provided by operating activities	1,429,379	862,800
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(33,980)	(42,788)
Proceeds from sale of property, plant and equipment	5,450	-
Net cash used in investing activities	(28,530)	(42,788)
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	(1,049,995)	820,012
Cash and cash equivalents, beginning of period	8,710,314	6,828,571
Cash and cash equivalents, end of period	\$ 7,660,319	\$ 7,648,583

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Source: Jewett-Cameron Trading Company Ltd.