

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d)  
OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 1998

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15 (d)  
OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission file number 1-10258

Tredegar Industries, Inc.

(Exact Name of Registrant as Specified in its Charter)

Virginia

54-1497771

(State or Other Jurisdiction of  
Incorporation or Organization)

(I.R.S. Employer  
Identification No.)

1100 Boulders Parkway  
Richmond, Virginia

23225

(Address of Principal Executive Offices)

(Zip Code)

Registrant's telephone number, including area code: (804) 330-1000

Indicate by check whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes  No

The number of shares of Common Stock, no par value, outstanding as of April 30, 1998: 11,945,896.

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements.

Tredegar Industries, Inc.  
Consolidated Balance Sheets  
(In Thousands)  
(Unaudited)

March 31,      Dec. 31,  
1998              1997

	March 31, 1998	Dec. 31, 1997
Assets		
Current assets:		
Cash and cash equivalents	\$ 65,075	\$ 120,065
Accounts and notes receivable	84,534	69,672
Inventories	27,977	20,008
Income taxes recoverable	-	294
Deferred income taxes	8,697	8,722
Prepaid expenses and other	3,608	4,369

Total current assets	189,891	223,130
Property, plant and equipment, at cost	307,363	283,995
Less accumulated depreciation and amortization	187,274	183,397
Net property, plant and equipment	120,089	100,598
Other assets and deferred charges	74,563	67,134
Goodwill and other intangibles	20,036	20,075
Total assets	\$ 404,579	\$ 410,937
=====		
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$ 43,466	\$ 33,168
Accrued expenses	35,990	39,618
Income taxes payable	3,995	-
Total current liabilities	83,451	72,786
Long-term debt	30,000	30,000
Deferred income taxes	22,322	22,108
Other noncurrent liabilities	13,422	13,497
Total liabilities	149,195	138,391
=====		
Shareholders' equity:		
Common stock, no par value	83,183	115,291
Common stock held in trust for savings restoration plan	(1,020)	(1,020)
Unrealized gain on available-for-sale securities	3,390	5,020
Foreign currency translation adjustment	317	(37)
Retained earnings	169,514	153,292
Total shareholders' equity	255,384	272,546
Total liabilities and shareholders' equity	\$ 404,579	\$ 410,937
=====		

See accompanying notes to financial statements.

Tredegar Industries, Inc.  
 Consolidated Statements of Income  
 (In Thousands)  
 (Unaudited)

	Three Months Ended March 31	
	1998	1997
Revenues:		
Net sales	\$ 156,660	\$ 133,345
Other income (expense), net	1,390	2,845
Total	158,050	136,190
Costs and expenses:		
Cost of goods sold	123,096	106,960
Selling, general and administrative	8,840	8,561
Research and development	3,347	3,266
Interest	394	521
Unusual items	(765)	-
Total	134,912	119,308
Income before income taxes	23,138	16,882
Income taxes	5,842	5,928
Net income	\$ 17,296	\$ 10,954
Earnings per share:		
Basic	\$ 1.43	\$ .89
Diluted	1.33	.83
Shares used to compute earnings per share:		
Basic	12,132	12,243
Diluted	13,000	13,178

See accompanying notes to financial statements.

Tredegar Industries, Inc.  
Consolidated Statements of Cash Flows  
(In Thousands)  
(Unaudited)

	Three Months Ended March 31	
	1998	1997
Cash flows from operating activities:		
Net income	\$ 17,296	\$ 10,954
Adjustments for noncash items:		
Depreciation	4,856	4,542
Amortization of intangibles	8	13
Deferred income taxes	(84)	12
Accrued pension income and postretirement benefits	(887)	(778)
Gain on sale of technology-related investments	(676)	(1,885)
Gain on divestitures	(765)	-
Changes in assets and liabilities, net of effects from acquisitions and divestitures:		
Accounts and notes receivable	(7,945)	(3,284)
Inventories	(2,239)	1,402
Income taxes recoverable	294	2,023
Prepaid expenses and other	905	(756)
Accounts payable	6,357	8,076
Accrued expenses and income taxes payable	(19)	737
Other, net	215	(447)
Net cash provided by operating activities	17,316	20,609
Cash flows from investing activities:		
Capital expenditures	(5,704)	(3,729)
Acquisition	(29,093)	-
Investments	(6,351)	(2,877)
Proceeds from the sale of investments	972	2,060
Proceeds from property disposals and divestitures	690	66
Other, net	362	(187)
Net cash used in investing activities	(39,124)	(4,667)
Cash flows from financing activities:		
Dividends paid	(1,074)	(955)
Net increase (decrease) in borrowings	-	-
Repurchases of Tredegar common stock	(32,977)	(1,479)
Proceeds from exercise of stock options	869	706
Net cash used in financing activities	(33,182)	(1,728)
(Decrease) increase in cash and cash equivalents	(54,990)	14,214
Cash and cash equivalents at beginning of period	120,065	101,261
Cash and cash equivalents at end of period	\$ 65,075	\$ 115,475

See accompanying notes to financial statements.

TREDEGAR INDUSTRIES, INC.  
NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
(Unaudited)

1. In the opinion of management, the accompanying consolidated financial statements of Tredegar Industries, Inc. and Subsidiaries ("Tredegar") contain all adjustments necessary to present fairly, in all material respects, Tredegar's consolidated financial position as of March 31, 1998, and the consolidated results of their operations and their cash flows for the three months ended March 31, 1998 and 1997. All such adjustments are deemed to be of a normal recurring nature. These financial statements should be read in conjunction with the consolidated financial statements and notes thereto included in Tredegar's Annual Report on Form 10-K for the year ended December 31, 1997. The results of operations for the three months ended March 31, 1998, are not necessarily indicative of the results to be expected for the full year.
  
2. Unusual items in the first quarter of 1998 include a pretax gain of \$765,000 on the sale of APPX Software. Income taxes include a tax benefit of \$2 million related to the sale, including a tax benefit for the excess of APPX Software's income tax basis over its financial reporting basis. Historical net income and diluted earnings per share, adjusted for unusual items and technology-related investment gains and losses affecting the comparability of operating results, are presented below:

	(In Thousands Except Per-Share Amounts)	
	Three Months Ended March 31	
	----- 1998	1997 -----
Net income as reported	\$ 17,296	\$ 10,954
After-tax effects of unusual items:		
Gain on sale of APPX Software	(2,766)	-
Net income as adjusted for unusual items	----- 14,530	10,954
After-tax effect of technology-related investment (gains) losses	(432)	(1,206)
Net income as adjusted for unusual items and technology- related investment gains and losses	----- \$ 14,098	\$ 9,748 -----
Diluted earnings per share:		
As reported	\$ 1.33	\$ .83
As adjusted for unusual items	\$ 1.12	\$ .83
As adjusted for unusual items and technology- related investment gains and losses	\$ 1.08	\$ .74

3. The carrying value of technology-related investments (included in "Other assets" in the consolidated balance sheet) at March 31, 1998 and December 31, 1997, was \$37 million (\$32.1 million cost basis) and \$33.5 million (\$25.8 million cost basis), respectively. The excess of the carrying value over the cost basis is related to available-for-sale securities stated at their closing market price, with unrealized holding gains excluded from earnings and reported net of deferred income taxes in shareholders' equity until realized. The estimated fair value of technology-related investments was \$45.4 million and \$40.8 million at March 31, 1998 and December 31, 1997, respectively.
4. Comprehensive income, defined as net income and other comprehensive income, for the three months ended March 31, 1998 and 1997, was \$16 million and \$10.7 million, respectively. Other comprehensive income includes changes in unrealized gains and losses on available-for-sale securities and foreign currency translation adjustments recorded net of deferred income taxes directly in shareholders' equity.
5. The components of inventories are as follows:

(In Thousands)

	March 31 1998	Dec. 31 1997
	-----	-----
Finished goods	\$ 3,913	\$ 1,865
Work-in-process	3,333	2,340
Raw materials	13,446	9,297
Stores, supplies and other	7,285	6,506
	-----	-----
Total	\$27,977	\$20,008
	=====	=====

6. Basic earnings per share is computed by dividing net income by the weighted average number of shares of common stock outstanding. Diluted earnings per share is computed by dividing net income by the weighted average common and potentially dilutive common equivalent shares outstanding, determined as follows:

(In Thousands)

	Three Months Ended March 31	
	1998	1997
	-----	-----
Weighted average shares outstanding used to compute basic earnings per share	12,132	12,243
Incremental shares issuable upon the assumed exercise of stock options	868	935
	-----	-----
Shares used to compute diluted earnings per share	13,000	13,178
	=====	=====

Incremental shares issuable upon the assumed exercise of outstanding stock options is computed using the average market price during the related period.

7. On February 13, 1998, Tredegar completed a "Dutch auction" tender offer in which it repurchased 502,924 shares of its common stock for \$32.7 million or \$65.00 per share (excluding transaction costs). Since becoming an independent company in 1989, Tredegar has repurchased a total of 6.7 million shares, or 36% of its issued and outstanding common stock, for \$111.7 million (\$16.68 per share). As of March 31, 1998, under a standing authorization from its board of directors, Tredegar may purchase an additional 1.4 million shares in the open market or in privately negotiated transactions at prices management deems appropriate.
8. On February 6, 1998, Tredegar acquired two Canada-based aluminum extrusion and fabrication plants from Reynolds Metals Company. The plants are located in Ste-Therese, Quebec, and Richmond Hill, Ontario. The two plants collectively generated sales of approximately \$53 million in 1997 and \$7.6 million for the period from February 6, 1998 through March 31, 1998. Both facilities manufacture products used primarily in building and construction, transportation, electrical, machinery and equipment, and consumer durables markets. On May 30, 1997, Tredegar acquired an aluminum extrusion and fabrication plant in El Campo, Texas, from Reynolds Metals Company. The El Campo facility, which had sales of \$10.4 million for the first quarter of 1998, extrudes and fabricates products used primarily in transportation, electrical and consumer durables markets. Both acquisitions were accounted for using the purchase method. No goodwill arose from either acquisition since the estimated fair value of the identifiable net assets acquired equaled the purchase price. The operating results for the three plants have been included in the consolidated statements of income since the date acquired.
9. The Financial Accounting Standards Board has issued new standards affecting disclosures of information about business segments, pensions and other postretirement benefits. These standards are not expected to significantly change Tredegar's current disclosures when adopted in the fourth quarter of 1998.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

Results of Operations

First Quarter 1998 Compared with First Quarter 1997

Net income for the first quarter of 1998 was \$17.3 million or \$1.33 per share, up from \$10.9 million or 83 cents per share in the first quarter of 1997 (all per share amounts in this analysis are expressed on a diluted basis). Results for 1998 include an unusual gain of \$765,000 (\$2.8 million after income taxes or 21 cents per share) on the sale of APPX Software on January 16, 1998 (see Note 2 on page 5). Results for 1998 and 1997 also include technology-related net investment gains of \$676,000 (\$432,000 after income taxes or 4 cents per share) and \$1.9 million (\$1.2 million after income taxes or 9 cents per share), respectively.

Net income excluding unusual items and technology-related net investment gains for the first quarter of 1998 was \$14.1 million or \$1.08 per share, up from \$9.7 million or 74 cents per share in the first quarter of 1997. The improved operating earnings were due primarily to higher profits in the company's plastics film and aluminum extrusions businesses and lower losses at Molecumetics, Tredegar's drug development subsidiary. See Notes 2, 3, 7 and 8 on pages 5 through 7 for further information on items affecting the comparability of operating results and technology-related investments.

First-quarter net sales increased 17% in 1998 due to higher sales in Film Products and Aluminum Extrusions and higher contract research revenues at Molecumetics. The increase in sales in Film Products was driven by higher volume of nonwoven film laminates and Vispore(R) film, higher export volume to Latin America and higher volume for foreign operations. Higher sales in Aluminum Extrusions reflects acquisition-related volume (see Note 8 on page 7) as well as strength in all building and construction markets and sales to distributors.

The gross profit margin during the first quarter of 1998 increased to 21.4% from 19.8% in 1997 due primarily to higher volume in Film Products and Aluminum Extrusions and higher contract research revenues, which help to support research and development programs at Molecumetics.

Selling, general and administrative expenses in the first quarter of 1998 increased to \$8.8 million from \$8.6 million in 1997, but as a percentage of sales declined to 5.6% in 1998 compared with 6.4% in 1997.

Research and development expenses increased by \$81,000 or 2.5% due to higher spending at Molecumetics, partially offset by slightly lower spending at Film Products.

Interest income, which is included in "Other income (expense), net" in the consolidated statements of income, decreased in the first quarter of 1998 by \$36,000 or 3.1% due to a lower average cash equivalents balance. The average tax-equivalent yield earned on cash equivalents was 5.6% in 1998 and 1997. Tredegar's policy permits investment of excess cash in marketable securities that have the highest credit ratings and maturities of less than one year. The primary objectives of Tredegar's investment policy are safety of principal and liquidity. Interest expense decreased by \$127,000 during the period due primarily to lower average debt outstanding.

The effective tax rate excluding unusual items and technology-related investment net gains was 35% in the first quarter of 1998 and 1997, as the impact of lower average tax-exempt investments was offset by a lower effective state income tax rate.



## Segment Results

The following tables present Tredegar's net sales and operating profit by segment for the first quarters ended March 31, 1998 and 1997.

### Net Sales by Segment (In Thousands) (Unaudited)

	Three Months Ended March 31		Favorable (Unfav.)
	1998	1997	% Change
Film Products and Fiberlux	\$ 77,409	\$ 75,437	3
Aluminum Extrusions	77,722	57,495	35
Technology	1,529	413	270
<b>Total net sales</b>	<b>\$ 156,660</b>	<b>\$ 133,345</b>	<b>17</b>

### Operating Profit by Segment (In Thousands) (Unaudited)

	Three Months Ended March 31		Favorable (Unfav.)
	1998	1997	% Change
Film Products and Fiberlux	\$ 15,117	\$ 10,968	38
Aluminum Extrusions	8,785	6,702	31
Technology:			
Molecumetics	(494)	(1,665)	70
Investments and other	248	1,843	(87)
Unusual items	765	-	-
	519	178	192
<b>Total operating profit</b>	<b>24,421</b>	<b>17,848</b>	<b>37</b>
Interest income	1,115	1,151	(3)
Interest expense	394	521	24
Corporate expenses, net	2,004	1,596	(26)
<b>Income before income taxes</b>	<b>23,138</b>	<b>16,882</b>	<b>37</b>
Income taxes	5,842	5,928	1
<b>Net income</b>	<b>\$ 17,296</b>	<b>\$ 10,954</b>	<b>58</b>

Results for 1998 includes an unusual gain of \$765,000 (\$2.8 million after income taxes) on the sale of APPX Software on January 16, 1998 (see Note 2 on page 5). The "Investments and other" category for 1998 and 1997 include technology-related net investment gains of \$676,000 (\$432,000 after income taxes) and \$1.9 million (\$1.2 million after income taxes), respectively. See Notes 2, 3, 7 and 8 on pages 5 through 7 for further information on items affecting the comparability of operating results and technology-related investments.

Sales in Film Products during the first quarter of 1998 increased due to higher volume of nonwoven film laminates supplied to The Procter & Gamble Company ("P&G") for diapers, higher volume of Vispore(R) film, higher export volume to Latin America and higher volume for foreign operations. Operating profit improved in Film Products due to higher volume in the areas noted above, partially offset by start-up costs for a new production site in China and the adverse impact of the strong U.S. dollar on profit generated by European operations. Operating profit increased at Fiberlux due to higher sales.

Sales in Aluminum Extrusions increased during the first quarter of 1998 due to acquisition-related volume (see Note 8 on page 7) as well as strength in all building and construction markets and sales to distributors. Excluding acquisitions, volume was up 4%. Operating profit increased due to higher volume, related lower unit conversion costs and acquisitions.

Excluding net investment gains and unusual items, technology segment losses decreased by \$785,000 during the first quarter of 1998 due to revenues generated from drug development partnerships.

#### Liquidity and Capital Resources

Tredegar's total assets decreased to \$404.6 million at March 31, 1998, from \$410.9 million at December 31, 1997, due mainly to a decrease in cash and cash equivalents (see further discussion below), partially offset by the impact of the two Canada-based aluminum extrusion and fabrication plants acquired, higher accounts receivable and inventories supporting higher sales and an increase in technology-related investments (see Note 3 on page 6). Total liabilities increased to \$149.2 million at March 31, 1998, from \$138.4 million at December 31, 1997, due primarily to the acquisition in Canada and higher accounts payable supporting higher sales.

Debt was \$30 million at March 31, 1998, with interest payable semi-annually at 7.2% per year. Annual principal payments of \$5 million are due each June through 2003. Tredegar had cash and cash equivalents in excess of debt of \$35.1 million at March 31, 1998, compared to \$90.1 million at December 31, 1997.

Net cash provided by operating activities in excess of capital expenditures and dividends decreased to \$10.5 million in the first quarter of 1998 from \$15.9 million in 1997 due primarily to higher capital expenditures at Film Products and higher working capital supporting higher sales, partially offset by improved operating results.

The decrease in cash and cash equivalents to \$65.1 million at March 31, 1998, from \$120.1 million at December 31, 1997, was due to the repurchase of Tredegar common stock (\$33 million), funds used to acquire the two Canada-based aluminum extrusion and fabrication plants (\$29.1 million) and funds used for technology-related investments (\$5.4 million, net of proceeds from the sale of investments), partially offset by the \$10.5 million of excess cash generated during the first quarter of 1998, proceeds from the exercise of stock options (\$869,000) and proceeds from property disposals, divestitures and other sources (\$1.1 million).

#### Other

The Financial Accounting Standards Board has issued new standards affecting disclosures of information about business segments, pensions and other postretirement benefits. These standards are not expected to significantly change Tredegar's current disclosures when adopted in the fourth quarter of 1998.

PART II - OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K.

(a) Exhibit No. Description

Financial Data Schedules for the Periods Ended:

27(a)	March 31, 1998
27(b)	December 31, 1997
27(c)	September 30, 1997
27(d)	June 30, 1997
27(e)	March 31, 1997
27(f)	December 31, 1996
27(g)	September 30, 1996
27(h)	June 30, 1996
27(i)	March 31, 1996
27(j)	December 31, 1995

(b) Reports on Form 8-K. No reports on Form 8-K have been filed for the quarter ended March 31, 1998.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Tredegar Industries, Inc.  
(Registrant)

Date: May 12, 1998  
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/s/ N. A. Scher  
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Norman A. Scher  
Executive Vice President and  
Chief Financial Officer  
(Principal Financial Officer)

Date: May 12, 1998  
-----

/s/ D. Andrew Edwards  
-----

D. Andrew Edwards  
Corporate Controller and Treasurer  
(Principal Accounting Officer)

EXHIBIT INDEX

Exhibit No.

Description

Exhibit No.	Description
	Financial Data Schedules for the Periods Ended
27(a)	March 31, 1998
27(b)	December 31, 1997
27(c)	September 30, 1997
27(d)	June 30, 1997
27(e)	March 31, 1997
27(f)	December 31, 1996
27(g)	September 30, 1996
27(h)	June 30, 1996
27(i)	March 31, 1996
27(j)	December 31, 1995

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED MARCH 31, 1998 AND THE STATEMENT OF INCOME FOR THE THREE MONTHS ENDED MARCH 31, 1998 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

		1,000
	3-MOS	
DEC-31-1998		
MAR-31-1998		
		65,075
		0
		87,700
		3,166
		27,977
		189,891
		307,363
		187,274
		404,579
83,451		
		30,000
0		
		0
		83,183
		172,201
404,579		
		156,660
		158,050
		123,096
		123,096
		11,422
		0
		394
		23,138
		5,842
		17,296
		0
		0
		0
		17,296
		1.43
		1.33

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET AS OF DEC. 31, 1997 AND THE STATEMENT OF INCOME FOR THE YEAR ENDED DEC. 31, 1997 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

		1,000
	DEC-31-1997	
	DEC-31-1997	
	12-MOS	
		120,065
		0
		73,035
		3,363
		20,008
	223,130	
		283,995
		183,397
		410,937
	72,786	
		30,000
	0	
		0
		115,291
		157,255
410,937		
		581,004
	598,019	
		457,946
		457,946
		47,621
		334
	1,952	
		90,166
		31,720
	58,446	
		0
		0
		0
		58,446
		4.76
		4.43

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED SEPTEMBER 30, 1997 AND THE STATEMENT OF INCOME FOR THE MONTHS ENDED SEPTEMBER 30, 1997 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

1,000

DEC-31-1997	
SEP-30-1997	
9-MOS	
	114,001
	0
	82,220
	3,764
	18,073
224,417	
	277,848
	180,419
397,740	
80,862	
	30,000
0	
	0
	113,051
397,740	141,261
	433,372
445,073	
	343,658
	343,658
	34,014
	331
1,598	
	65,472
	23,034
42,438	
	0
	0
	0
	42,438
	3.46
	3.23



THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED JUNE 30, 1997 AND THE STATEMENT OF INCOME FOR THE SIX MONTHS ENDED JUNE 30, 1997 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

		1,000
	DEC-31-1997	
	JUN-30-1997	
	6-MOS	
		109,151
		0
		79,281
		3,409
		20,413
	218,162	
		273,479
		177,322
		379,657
81,861		
		30,000
0		
		0
		112,412
		124,425
379,657		
		278,314
	286,217	
		221,255
		221,255
		21,530
		157
	1,142	
		42,133
		14,832
27,301		
		0
		0
		0
		27,301
		2.23
		2.08

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED MARCH 31, 1997 AND THE STATEMENT OF INCOME FOR THE THREE MONTHS ENDED MARCH 31, 1997 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

		1,000
	DEC-31-1997	
	MAR-31-1997	
	3-MOS	
		115,475
		0
		67,648
		3,288
		16,256
	209,229	
		262,957
		173,689
		357,990
70,114		
		35,000
0		
		0
		112,246
		109,231
357,990		
		133,345
	136,190	
		106,960
		106,960
		11,807
		20
		521
		16,882
		5,928
10,954		
		0
		0
		0
		10,954
		0.89
		0.83

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET AS OF DEC. 31, 1996 AND THE STATEMENT OF INCOME FOR THE YEAR ENDED DEC. 31, 1996 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

	1,000
DEC-31-1996	
DEC-31-1996	
12-MOS	
	101,261
	0
	64,563
	3,487
	17,658
194,422	
	260,200
	169,771
	341,077
61,301	
	35,000
0	
	0
	113,019
	99,526
341,077	
	523,551
527,799	
	417,270
	417,270
	38,877
	481
2,176	
	68,995
	23,960
45,035	
	0
	0
	0
	45,035
	3.69
	3.44

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED SEPTEMBER 30, 1996 AND THE STATEMENT OF INCOME FOR THE NINE MONTHS ENDED SEPTEMBER 30, 1996 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

		1,000
	DEC-31-1996	
	SEP-30-1996	
	9-MOS	
		99,026
		0
		68,743
		3,589
		17,034
	200,948	
		255,591
		165,693
		345,689
	73,463	
		35,000
	0	
		0
		111,836
		91,027
345,689		
		397,143
	400,467	
		317,556
		317,556
		26,702
		219
	1,608	
		54,382
		18,627
	35,755	
		0
		0
		0
		35,755
		2.93
		2.74

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED JUNE 30, 1996 AND THE STATEMENT OF INCOME FOR THE SIX MONTHS ENDED JUNE 30, 1996 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

		1,000
	DEC-31-1996	
	JUN-30-1996	
	6-MOS	
		85,027
		0
		64,857
		3,905
		17,196
	181,262	
		260,138
		167,022
		332,351
68,105		
		35,000
0		
		0
		113,100
		81,033
332,351		
		267,718
	268,133	
		214,222
		214,222
		15,232
		156
	1,149	
		37,374
		12,354
25,020		
		0
		0
		0
		25,020
		2.05
		1.92

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED MARCH 31, 1996 AND THE STATEMENT OF INCOME FOR THE THREE MONTHS ENDED MARCH 31, 1996 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

		1,000
	DEC-31-1996	
	MAR-31-1996	
	3-MOS	
		63,721
		0
		65,699
		3,905
		17,516
	180,474	
		256,392
		164,155
		328,148
71,361		
		35,000
0		
		0
		113,119
		73,197
328,148		
		141,387
	141,004	
		113,734
		113,734
		2,816
		86
		650
		23,718
		7,371
16,347		
		0
		0
		0
		16,347
		1.34
		1.27

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET AS OF DEC. 31, 1995 AND THE STATEMENT OF INCOME FOR THE YEAR ENDED DEC. 31, 1995 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

	1,000
DEC-31-1995	
DEC-31-1995	
12-MOS	2,145
	0
	77,003
	5,330
	33,148
126,402	326,526
	204,074
	314,052
69,753	35,000
0	0
	112,908
	57,613
314,052	589,454
588,785	490,510
	490,510
	55,501
	1,413
	3,039
	38,322
	14,269
24,053	0
	0
	0
	24,053
	1.86
	1.80