

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 June 30, 1995

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 (I.R.S. Employer  
of incorporation or organization) Identification No.)

1100 Boulders Parkway 23225  
Richmond, Virginia (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 July 14, 1995: 8,429,725

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements.

TREDEGAR INDUSTRIES, INC.  
CONSOLIDATED BALANCE SHEETS  
(In Thousands)  
(Unaudited)

	June 30 1995	Dec. 31 1994
ASSETS		
Cash and cash equivalents	\$ 6,302	\$ 9,036
Accounts and notes receivable	85,489	73,248
Inventories	32,984	35,369
Income taxes recoverable	2,851	2,534
Deferred income taxes	15,148	14,014
Prepaid expenses and other	2,208	696
Total current assets	144,982	134,897
Property, plant and equipment	319,462	318,124
Less accumulated depreciation and amortization	197,179	194,505
Net property, plant and equipment	122,283	123,619

Other assets and deferred charges	32,499	29,073
Goodwill and other intangibles	30,440	30,756
Total assets	\$330,204	\$318,345
LIABILITIES AND SHAREHOLDERS' EQUITY		
Accounts payable	\$ 36,774	\$ 31,486
Accrued expenses	40,784	41,288
Total current liabilities	77,558	72,774
Long-term debt	47,000	38,000
Deferred income taxes	21,424	20,336
Other noncurrent liabilities	16,508	15,357
Total liabilities	162,490	146,467
Shareholders' equity:		
Common stock, no par value	122,279	136,150
Foreign currency translation adjustment	561	327
Retained earnings	44,874	35,401
Total shareholders' equity	167,714	171,878
Total liabilities and shareholders' equity	\$330,204	\$318,345

See accompanying notes to financial statements.

TREDEGAR INDUSTRIES, INC.  
CONSOLIDATED STATEMENTS OF INCOME  
(In Thousands, Except Per-Share Amounts)  
(Unaudited)

	Second Quarter Ended June 30		Six Months Ended Ended June 30	
	1995	1994	1995	1994
Net sales	\$149,682	\$122,913	\$300,765	\$243,907
Other (expenses) income, net	(248)	160	(349)	(71)
Cost of goods sold	149,434	123,073	300,416	243,836
Selling, general and administrative expenses	124,330	102,684	252,335	204,934
Research & development expenses	12,837	12,259	25,258	23,554
Interest expense	1,797	1,927	3,767	3,766
Unusual items	854	1,166	1,577	2,343
	-	-	650	9,521
Income (loss) from continuing operations before income taxes	139,818	118,036	283,587	244,118
Income taxes	9,616	5,037	16,829	( 282)
Income (loss) from continuing operations	3,542	1,963	6,310	1,737
Income from discontinued operations	6,074	3,074	10,519	(2,019)
	-	1,772	-	10,465
Net income	\$ 6,074	\$ 4,846	\$ 10,519	\$ 8,446
Earnings (loss) per common and dilutive common equivalent share:				
Continuing operations	\$ .68	\$ .29	\$ 1.16	\$ (.19)
Discontinued operations	-	.16	-	.97
Net income	\$ .68	\$ .45	\$ 1.16	\$ .78
Shares used to compute earnings (loss) per common and dilutive common equivalent share	8,963	10,722	9,069	10,808

See accompanying notes to financial statements.

TREDEGAR INDUSTRIES, INC.  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
(In Thousands)  
(Unaudited)

	Six Months Ended	
	June 30	
	1995	1994
Cash flows from operating activities:		
Continuing operations:		
Income (loss) from continuing operations	\$10,519	(\$2,019)
Adjustments for noncash items:		
Depreciation	11,755	11,789
Amortization of intangibles	290	1,010
Write-off of intangibles	-	9,521
Deferred income taxes	707	(3,593)
Accrued pension income and postretirement benefits, net	(879)	177
Changes in assets and liabilities, net of effects from acquisitions:		
Accounts and notes receivable	(8,904)	(4,037)
Inventories	4,174	2,903
Income taxes recoverable	(317)	-
Prepaid expenses and other	(1,512)	(230)
Accounts payable	2,706	5,702
Accrued expenses & income taxes payable	(1,094)	3,625
Other, net	(361)	(883)
Net cash provided by continuing operating activities	17,084	23,965
Net cash provided by discontinued operating activities	-	11,621
Net cash provided by operating activities	17,084	35,586
Cash flows from investing activities:		
Continuing operations:		
Capital expenditures	(10,434)	(7,885)
Acquisitions (net of \$358 cash acquired)	(3,637)	-
Investments	(858)	(1,200)
Property disposals	559	2,569
Other, net	518	(128)
Net cash used in investing activities of continuing operations	(13,852)	(6,644)
Net cash provided by disposals of discontinued operations	-	7,837
Net cash (used in) provided by investing activities	(13,852)	1,193
Cash flows from financing activities:		
Dividends paid	(1,046)	(1,291)
Net increase (decrease) in borrowings	9,000	(26,500)
Repurchases of Tredegar common stock	(14,974)	(4,333)
Other, net	1,054	(47)
Net cash used in financing activities	(5,966)	(32,171)
(Decrease) increase in cash and cash equivalents	(2,734)	4,608
Cash and cash equivalents at beginning of period	9,036	-
Cash and cash equivalents at end of period	\$ 6,302	\$ 4,608

See accompanying notes to financial statements.

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 June 30, 1995, and the consolidated results of their operations and their cash flows for the six months ended June 30, 1995 and 1994. 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, 1994. The results of operations for the six months ended June 30, 1995 are not necessarily indicative of the results to be expected for the full year.
2. On April 11, 1995, Tredegar's Board of Directors authorized a "Dutch Auction" tender offer for up to one million shares of the company's common stock at a price range of \$20 to \$23 per share. The offer expired on May 15, 1995, and 642,797 shares were tendered and purchased by Tredegar for approximately \$15 million or \$23 per share. The purchase was funded by borrowings under one of Tredegar's revolving credit facilities.

As of July 14, 1995, Tredegar had 8,429,725 shares of common stock outstanding. 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.

In the first quarter of 1995, Tredegar granted stock options to purchase 146,000 shares of Tredegar common stock at prices not less than the fair market value on the date of grant (\$17.375 to \$18.75) and for a term not to exceed 10 years.

Tredegar has historically excluded common stock equivalents (stock options) from its computation of earnings per common share due to their immaterial dilutive effect. Immaterial is defined in this context by Accounting Principles Board ("APB") Opinion No. 15 as dilution of less than 3%. As a result of the tender offer and the increase in Tredegar's stock price in the second quarter of 1995, stock options currently outstanding are dilutive in excess of the threshold set forth in APB Opinion No. 15. Accordingly, shares used to compute earnings (loss) per common and dilutive common equivalent share for the second quarter and six months ended June 30, 1995 include common stock equivalents of 246,000 and 207,000 shares, respectively. Fully diluted earnings (loss) per common share is not materially different from the earnings (loss) per common and dilutive common equivalent share presented in the consolidated statements of income.

3. The components of inventories are as follows:

(In Thousands)

	June 30 1995	Dec. 31 1994
Finished goods	\$ 5,018	\$ 4,970
Work-in-process	3,393	5,243
Raw materials	16,799	18,004
Stores, supplies and other	7,774	7,152
Total	\$32,984	\$35,369

4. Unusual items for the six months ended June 30, 1995 include a charge of \$2.4 million (\$1.6 million after income tax benefits or 17 cents per share) in the first quarter related to the restructuring of APPX Software ("APPX") and a recovery of \$1.75 million (\$1.1 million after income taxes or 12 cents per share) in the first quarter related to a final judgment in connection with a Film Products product liability lawsuit.

Unusual items for the six months ended June 30, 1994 include the write-off of goodwill and other intangibles in APPX totaling \$9.5 million (\$7.6 million after income tax benefits or 71 cents per share) in the first quarter.

Net income and earnings per share from continuing operations, adjusted for unusual items affecting the comparability of operating results, are presented below:

	(In Thousands Except Per-Share Amounts)	
	Six Months Ended June 30	
	1995	1994
Net income (loss) from continuing operations	\$10,519	(\$2,019)
After-tax effects of unusual items:		
APPX restructuring charges	1,560	-
Recovery in connection with a Film Products product liability lawsuit	(1,068)	-
Write-off of APPX intangibles	-	7,642
Income from continuing operations as adjusted for unusual items	\$11,011	\$ 5,623
Earnings (loss) per common and dilutive common equivalent share from continuing operations:		
As reported	\$ 1.16	\$ (.19)
As adjusted for unusual items	\$ 1.21	\$ .52

5. Interest payments (net of amount capitalized) for the six months ended June 30, 1995 and 1994 were \$1.6 million and \$2.6 million, respectively. Income tax payments (net) for the six months ended June 30, 1995 and 1994 were \$7.5 million and \$5.2 million, respectively.
6. Tredegar is reporting its former Energy segment, which was divested in 1994, as discontinued operations.

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

Results of Operations

Second Quarter 1995 Compared with Second Quarter 1994

Net income from continuing operations for the second quarter of 1995 increased 98% to \$6.1 million, or 68 cents per share, compared with \$3.1 million, or 29 cents per share, in 1994. The improvement over last year's second quarter was due to continued profit growth in Aluminum Extrusions and improved results in Molded Products and APPX Software ("APPX"). In addition, earnings per share benefited from accretion due to stock repurchases.

Second quarter net sales increased 22% in 1995 due primarily to higher selling prices reflecting higher raw material costs, partially offset by lower volumes in Aluminum Extrusions.

The gross profit margin increased to 16.9% in 1995 from 16.5% in 1994 primarily due to improved product mix and costs in Aluminum Extrusions, higher volume in Molded Products and improvement in operating results at APPX, partially offset by lower margins in Film Products. APPX is benefiting from the restructuring begun in the first quarter of 1995.

Selling, general and administrative expenses increased 5% over 1994 in support of higher levels of sales activity and international expansion in Film Products. In addition, recent increases in Tredegar's stock price necessitated an additional accrual of \$500,000 for stock appreciation rights. As a percentage of sales, selling, general and administrative expenses declined to 8.6% in the second quarter of 1995 from 10% in 1994.

Research and development expenses decreased 7% due to the curtailment of product development spending at APPX, partially offset by higher spending at Molecumetics and higher product development spending at Film Products.

Interest expense for continuing operations for the second quarter of 1995 decreased 27% due to significantly lower debt levels. The average interest rate on debt outstanding during the second quarter of 1995 was 7% (primarily fixed-rate debt) compared with 6% in 1994 (a mix of fixed- and floating-rate debt). Interest expense of \$133,000 was allocated to discontinued operations in the second quarter of 1994, based on relative capital employed.

The effective tax rate decreased to 36.8% in 1995 from 39% in 1994 due primarily to a lower effective state income tax rate driven by proportionally higher foreign income, the reduction of certain losses not deductible for state income tax purposes and proportionally higher income in states with lower income tax rates.

## Six Months 1995 Compared with Six Months 1994

Net income from continuing operations for the first six months of 1995 was \$10.5 million, or \$1.16 per share, compared with a loss of \$2 million or 19 cents per share, in 1994. Unusual items recognized in the first quarter of 1995 affecting the comparability of operating results include a charge of \$2.4 million (\$1.6 million after income tax benefits or 17 cents per share) for the restructuring of APPX and a recovery of \$1.8 million (\$1.1 million after income taxes or 12 cents per share) related to a final judgment in connection with a Film Products product liability lawsuit. Unusual items in the first quarter of 1994 affecting the comparability of operating results include a charge of \$9.5 million (\$7.6 million after income tax benefits or 71 cents per share) for the write-off of goodwill and other intangibles in APPX.

For the first six months of 1995, net income from continuing operations excluding unusual items was \$11 million, or \$1.21 per share, compared with \$5.6 million, or 52 cents per share, for the same period in 1994. The increase was due to improved results in Aluminum Extrusions, Molded Products and APPX. In addition, earnings per share benefited from accretion due to stock repurchases.

Six months net sales increased 23% in 1995 due primarily to higher selling prices reflecting higher raw material costs.

The gross profit margin increased to 16.1% in 1995 from 16% in 1994 due to improved product mix and costs in Aluminum Extrusions, higher volume in Molded Products and an improvement in operating results at APPX.

Selling, general and administrative expenses increased 7% in 1995 primarily in support of higher levels of sales activity, international expansion in Film Products and a \$500,000 charge associated with stock appreciation rights. As a percentage of sales, selling general and administrative expenses declined to 8.4% in 1995 from 9.7% in 1994.

Research and development expenses were flat compared with 1994 as higher spending at Molecumetics and higher product development spending at Film Products were offset by curtailment of product development spending at APPX.

Interest expense for continuing operations for the first six months of 1995 decreased 33% due to significantly lower debt levels. The average interest rate on debt outstanding during the first six months was 7.1% (primarily fixed-rate debt) in 1995 and 5.8% (a mix of fixed- and floating-rate debt) in 1994. Interest expense of \$269,000 was allocated to discontinued operations in 1994 for the six months period, based on relative capital employed.

The effective tax rate for continuing operations, excluding unusual items, decreased to 37% in 1995 from 39.1% in 1994 due primarily to a lower effective state income tax rate driven by proportionally higher foreign income, the reduction of certain losses not deductible for state income tax purposes and proportionally higher income in states with lower income tax rates.



### Segment Results

The following tables present Tredegar's net sales and operating profit by segment for the second quarter and six months ended June 30, 1995 and 1994.

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

	Second Quarter Ended June 30		Six Months Ended June 30	
	1995	1994	1995	1994
Plastics	\$ 84,900	\$ 67,263	\$167,534	\$136,101
Metal Products	64,289	55,111	132,360	106,888
Technology	493	539	871	918
Total sales	\$149,682	\$122,913	\$300,765	\$243,907

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

	Second Quarter Ended June 30		Six Months Ended June 30	
	1995	1994	1995	1994
Plastics:				
Ongoing operations	\$ 9,388	\$ 7,771	\$18,683	\$16,766
Unusual items (a)	-	-	1,750	-
	9,388	7,771	20,433	16,766
Metal Products	5,501	3,143	8,826	4,807
Technology:				
Ongoing operations	(1,383)	(2,448)	(3,038)	(4,825)
Unusual items (b)	-	-	(2,400)	(9,521)
	(1,383)	(2,448)	(5,438)	(14,346)
Total operating profit	13,506	8,466	23,821	7,227
Interest expense	854	1,166	1,577	2,343
Corporate expenses, net	3,036	2,263	5,415	5,166
Income (loss) before income taxes	9,616	5,037	16,829	(282)
Income taxes	3,542	1,963	6,310	1,737
Income (loss) from continuing operations (c)	6,074	3,074	10,519	(2,019)
Income from discontinued operations (d)	-	1,772	-	10,465
Net income	\$ 6,074	\$ 4,846	\$10,519	\$ 8,446

Notes to Segment Tables:

- (a) Plastics segment unusual items consist of a recovery related to a final judgment in connection with a product liability lawsuit.
- (b) Technology segment unusual items consist of a charge for the restructuring of APPX in 1995 and a write-off of goodwill and intangibles in APPX in 1994.
- (c) Income from continuing operations, excluding the net effects of unusual items, was \$11 million and \$5.6 million for the six months ended June 30, 1995 and 1994, respectively.
- (d) In August 1994, Tredegar divested its Elk Horn Coal subsidiary and recognized an after-tax gain of \$25.7 million. In the first quarter of 1994, Tredegar recognized certain tax benefits associated with the Elk Horn divestiture of \$3.3 million. In February 1994, Tredegar sold its remaining oil and gas properties and recognized an after-tax gain of \$3.9 million.

Tredegar Film Products sales increased for the second quarter and the six months due primarily to higher average selling prices resulting from higher raw material costs. Higher volume from foreign operations contributed to the improvement in net sales for the quarter and six months. Domestic sales volume declined in backsheets and specialty films while domestic permeable film volume declined for the quarter, but increased slightly for the six-month period. Ongoing operating profit for the second quarter and six months declined on lower margins in domestic backsheet film, domestic permeable film and specialty film, partially offset by higher profits at foreign operations.

Tredegar Molded Products sales and operating profits increased in the second quarter and first six months of 1995 due primarily to higher volume. Operating profit margins increased from relatively flat conversion costs on higher volume.

Second quarter sales at Fiberlux were flat compared with 1994. Sales for the first six months increased over last year. Operating profit declined for both the quarter and the year to date.

Metal Products sales increased 17% for the quarter and 24% for the six months due primarily to higher prices in Aluminum Extrusions reflecting higher aluminum costs. Volume in Aluminum Extrusions declined for the second quarter and was relatively flat for the six-month period. Operating profit improved for the quarter and six months in Aluminum Extrusions due to improved product mix and ongoing cost and quality improvements. Sales and operating profit improved at Brudi for the quarter. Sales at Brudi for the six months improved but operating profit declined due primarily to higher bad debt expenses.

Technology segment results for the second quarter of 1995 showed improvement over last year as restructuring efforts begun in the first quarter permitted APPX to break-even versus an operating loss of almost \$1 million in the second quarter of 1994. Product development efforts have been curtailed while APPX continues to support existing products. The improvement in APPX was partially offset by higher research and development expenses at Molecumetics and a \$329,000 writedown of a medical technology investment. For the six months ended June 30, 1995, Technology segment ongoing operating losses declined compared with last year due to the improvement at APPX, partially offset by higher research and development expenses at Molecumetics and the \$329,000 medical technology investment writedown.

## Liquidity and Capital Resources

Tredegar's total assets at June 30, 1995 were \$330.2 million, an increase of \$11.9 million over December 31, 1994. The increase is due primarily to higher accounts receivable resulting from higher sales in Film Products, Molded Products and Aluminum Extrusions and the acquisition of a films business in Argentina. Other assets also increased primarily from the deferral of costs for razing the films plant in Fremont, California in anticipation of the sale of the land. Inventories declined primarily due to the completion and shipment of several large tooling jobs in Molded Products. Depreciation exceeded capital expenditures by \$1.3 million for the six months ended June 30, 1995.

Total liabilities increased \$16 million due to higher accounts payable and higher debt. Accounts payable increased due to higher raw material costs and the acquisition in Argentina. Debt increased primarily as a result of the repurchase of Tredegar common stock. The ratio of current assets to current liabilities was unchanged at 1.9 to 1 at June 30, 1995, compared with December 31, 1994.

Debt was \$47 million at June 30, 1995, an increase of \$9 million (borrowed under revolving credit facilities) over December 31, 1994. The increase resulted primarily from the repurchase of Tredegar common stock. Net debt (debt less cash and cash equivalents) as a percentage of net capitalization was 19.5% at June 30, 1995, compared with 14.4% at December 31, 1994.

On May 15, 1995 Tredegar completed a "Dutch Auction" tender offer, repurchasing 642,797 shares of its common stock for approximately \$15 million or \$23 per share. As of July 14, 1995, Tredegar had 8,429,725 shares of common stock outstanding. 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.

Net cash provided by continuing operating activities declined to \$17.1 million in 1995 from \$24 million in 1994 due to additional working capital needed to support a higher level of sales activity. Despite this working capital funding, cash from continuing operating activities exceeded capital expenditures and dividends by \$5.6 million. This excess cash combined with the \$9 million cash and cash equivalents balance at December 31, 1994, additional borrowings (\$9 million) and other sources of cash (\$1.3 million) was used for the Dutch Auction tender offer (\$15 million) and the films acquisition in Argentina (\$3.6 million), leaving \$6.3 million of cash and cash equivalents at June 30, 1995.

PART II - OTHER INFORMATION

Item 4. Submission of Matters to a Vote of Security Holders.

Tredegar's Annual Meeting of Shareholders was held on May 24, 1995. The following sets forth the vote results with respect to each of the matters voted upon at the meeting:

(a) Election of Directors

Nominee	No. of Votes "For"	No. of Votes "Withheld"
John D. Gottwald	8,684,445	20,945
Andre B. Lacy	8,685,822	19,569
Emmett J. Rice	8,670,579	34,810

There were no broker non-votes with respect to the election of directors.

(b) Approval of Auditors

Approval of the designation of Coopers & Lybrand L.L.P. as the auditors for Tredegar for 1995:

No. of Votes "For"	No. of Votes "Against"	No. of Abstentions
8,663,061	30,720	8,608

There were no broker non-votes with respect to the approval of auditors.

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

(a) Exhibit No.

11 Statement re computation of earnings per share

27 Financial Data Schedule

(b) Reports on Form 8-K. No reports on Form 8-K have been filed for the quarter ended June 30, 1995.

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: July 25, 1995

/s/ N. A. Scher  
Norman A. Scher  
Executive Vice President,  
Treasurer and Chief Financial  
Officer (Principal Financial  
Officer)

Date: July 25, 1995

/s/ D. Andrew Edwards  
D. Andrew Edwards  
Corporate Controller  
(Principal Accounting Officer)



Exhibit 11 - Computations of Earnings Per Share  
Tredegar Industries, Inc. and Subsidiaries

(In Thousands, Except Per-Share Amounts)  
(Unaudited)

	Second Quarter Ended June 30		Six Months Ended June 30	
	1995	1994	1995	1994
Income (loss) from continuing operations	\$ 6,074	\$ 3,074	\$10,519	\$(2,019)
Income from discontinued operations	-	1,772	-	10,465
Net income	\$ 6,074	\$ 4,846	\$10,519	\$ 8,446
Earnings (loss) per common and dilutive common equivalent share as reported (2):				
Continuing operations	\$ .68	\$ .29	\$ 1.16	\$ (.19)
Discontinued operations	-	.16	-	.97
Net income	\$ .68	\$ .45	\$ 1.16	\$ .78
PRIMARY EARNINGS PER SHARE:				
Shares issuable upon the assumed exercise of outstanding stock options (1)	246	32	207	33
Weighted average common shares outstanding during period	8,717	10,722	8,862	10,808
Weighted average common and dilutive common equivalent shares	8,963	10,754	9,069	10,841
Primary earnings per share (2)	\$ .68	\$ .45	\$ 1.16	\$ .78
FULLY DILUTED EARNINGS PER SHARE:				
Shares issuable upon the assumed exercise of outstanding stock options (3)	298	32	299	33
Weighted average common shares outstanding during period	8,717	10,722	8,862	10,808
Weighted average common and dilutive common equivalent shares	9,015	10,754	9,161	10,841
Fully diluted earnings per share (3)	\$ .67	\$ .44	\$ 1.15	\$ .77

Notes to Exhibit 11:

- (1) Computed using the average market price during the related period.
- (2) Shares used to compute earnings (loss) per common and dilutive common equivalent share include common stock equivalents for the second quarter and six months ended June 30, 1995.
- (3) Computed using the higher of the average market price during the related period and the market price at the end of the related period. Fully diluted earnings (loss) per common and dilutive common equivalent share is not materially different (dilutive by 3% or more) from earnings (loss) per common and dilutive common equivalent share reported in the consolidated statements of income.

THE SCHEDULE CONTAINS UNAUDITED SUMMARY FINANCIAL INFORMATION FOR TREDEGAR INDUSTRIES, INC. AND SUBSIDIARIES EXTRACTED FROM THE BALANCE SHEET FOR THE PERIOD ENDED JUNE 30, 1995 AND THE STATEMENT OF INCOME FOR THE SIX MONTHS ENDED JUNE 30, 1995 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

1,000

6-MOS	
DEC-31-1995	JUN-30-1995
	6,302
	0
	90,637
	5,148
	32,984
144,982	319,462
	197,179
	330,204
77,558	47,000
	0
0	122,279
	45,435
330,204	300,765
	300,416
	252,335
	252,335
	28,794
	881
	1,577
	16,829
	6,310
10,519	0
	0
	0
	10,519
	1.16
	0.00