

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

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FORM 11-K  
ANNUAL REPORT  
Pursuant to Section 15(d) of the  
Securities Exchange Act of 1934

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(Mark One)

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/ X / ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934  
For the fiscal year ended December 31, 1998.

OR

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/ / TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934  
For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission file number 33-64647

A. Full title of the plan and the address of the plan, if different  
from that of the issuer named below:

SAVINGS PLAN FOR THE EMPLOYEES  
OF TREDEGAR INDUSTRIES, INC.

B. Name of the issuer of the securities held pursuant to the plan and  
the address of its principal executive office:

Tredegar Corporation  
1100 Boulders Parkway  
Richmond, Virginia 23225

REQUIRED INFORMATION

See Appendix 1.

SIGNATURES

The Plan. Pursuant to the requirements of the Securities Exchange Act  
of 1934, the trustees (or other persons who administer the employee benefit  
plan) have duly caused this annual report to be signed on its behalf by the  
undersigned hereunto duly authorized.

SAVINGS PLAN FOR THE EMPLOYEES  
OF TREDEGAR INDUSTRIES, INC.

By: /s/ N. A. Scher

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N. A. Scher, Chairman  
Employee Savings Plan Committee

Dated: June 25, 1998

SAVINGS PLAN FOR THE EMPLOYEES OF  
TREDEGAR INDUSTRIES, INC.

ANNUAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 1998

SAVINGS PLAN FOR THE EMPLOYEES OF TREDEGAR INDUSTRIES, INC.

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Independent Auditors' Report

To the Plan Administrator, Savings Plan for  
the Employees of Tredegar Industries, Inc.

We have audited the accompanying statements of net assets available for benefits of the Savings Plan for the Employees of Tredegar Industries, Inc. (Plan) as of December 31, 1998 and 1997, and the related statements of changes in net assets available for benefits for each of the three years in the period ended December 31, 1998. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 1998 and 1997, and the changes in net assets available for benefits for each of the three years in the period ended December 31, 1998, in conformity with generally accepted accounting principles.

/s/ Poti, Walton & Associates, PC  
POTI, WALTON & ASSOCIATES, PC  
(formerly Plott & Walton, P.C.)

Richmond, Virginia  
June 4, 1999

SAVINGS PLAN FOR THE EMPLOYEES OF TREDEGAR INDUSTRIES, INC.

STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

DECEMBER 31, 1998

	Total	Active	Inactive
	-----	-----	-----
Assets:			
Investments:			
Money market funds - Wachovia Bank Diversified Trust Fund (cost \$237,604)	\$ 237,604	\$ 221,975	\$ 15,629
Common stocks:			
Albemarle Corporation (cost \$454,802)	1,893,421	-	1,893,421
Ethyl Corporation (cost \$906,476)	941,681	-	941,681
Tredegar Corporation (cost \$17,505,074)	88,064,798	88,064,798	-
Actively managed commingled funds:			
Frank Russell Investment Contract Fund (cost \$4,635,205)	5,259,945	5,259,945	-
Frank Russell Global Balanced Fund (cost \$4,404,207)	6,006,568	6,006,568	-
Frank Russell Equity I Fund (cost \$5,362,754)	8,757,333	8,757,333	-
Frank Russell Equity II Fund (cost \$794,799)	978,768	978,768	-
Loans to participants	450,598	450,598	-
	-----	-----	-----
Total investments	112,590,716	109,739,985	2,850,731
Interest and dividends receivable	174,775	156,360	18,415
Cash	1,598	1,513	85
	-----	-----	-----
Net assets available for benefits	\$112,767,089	\$109,897,858	\$2,869,231
	=====	=====	=====

The accompanying notes are an integral part of these financial statements

SAVINGS PLAN FOR THE EMPLOYEES OF TREDEGAR INDUSTRIES, INC.

STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

DECEMBER 31, 1997

	Total	Active	Inactive
	-----	-----	-----
Assets:			
Investments:			
Money market funds - Wachovia Bank Diversified Trust Fund (cost \$99,158)	\$ 99,158	\$ 67,262	\$ 31,896
Common stocks:			
Albemarle Corporation (cost \$556,834)	2,410,253	-	2,410,253
Ethyl Corporation (cost \$1,027,436)	1,460,082	-	1,460,082
Tredegar Corporation (cost \$15,006,131)	88,749,896	88,749,896	-
Actively managed commingled funds:			
Frank Russell Investment Contract Fund (cost \$5,542,604)	5,958,153	5,958,153	-
Frank Russell Global Balanced Fund (cost \$4,105,608)	5,196,770	5,196,770	-
Frank Russell Equity I Fund (cost \$5,062,350)	7,049,564	7,049,564	-
Frank Russell Equity II Fund (cost \$586,015)	784,621	784,621	-
Loans to participants	415,971	415,971	-
	-----	-----	-----
Total investments	112,124,468	108,222,237	3,902,231
Interest and dividends receivable	141,965	121,009	20,956
Cash	587	408	179
	-----	-----	-----
Net assets available for benefits	\$112,267,020	\$108,343,654	\$3,923,366
	=====	=====	=====

The accompanying notes are an integral part of these financial statements

SAVINGS PLAN FOR THE EMPLOYEES OF TREDEGAR INDUSTRIES, INC.

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

FOR THE YEAR ENDED DECEMBER 31, 1998

	Total	Active	Inactive
	-----	-----	-----
Additions to net assets attributed to:			
Investment income:			
Interest	\$ 67,416	\$ 65,391	\$ 2,025
Dividends	661,118	585,650	75,468
Net appreciation (depreciation) in the fair value of investments	5,222,130	5,630,973	(408,843)
	-----	-----	-----
	5,950,664	6,282,014	(331,350)
Contributions:			
Employer	2,144,300	2,144,300	-
Participants	4,892,202	4,892,202	-
	-----	-----	-----
	7,036,502	7,036,502	-
	-----	-----	-----
Total additions	12,987,166	13,318,516	(331,350)
Deductions from net assets attributed to:			
Administrative expenses	290,183	286,197	3,986
Withdrawals paid to participating employees	12,196,914	11,991,973	204,941
	-----	-----	-----
Total deductions	12,487,097	12,278,170	208,927
	-----	-----	-----
	500,069	1,040,346	(540,277)
Intraplan transfers	-	513,858	(513,858)
	-----	-----	-----
Net increase (decrease) for the year	500,069	1,554,204	(1,054,135)
Net assets available for benefits:			
Beginning of year	112,267,020	108,343,654	3,923,366
	-----	-----	-----
End of year	\$112,767,089	\$109,897,858	\$2,869,231
	=====	=====	=====

The accompanying notes are an integral part of these financial statements

SAVINGS PLAN FOR THE EMPLOYEES OF TREDEGAR INDUSTRIES, INC.

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

FOR THE YEAR ENDED DECEMBER 31, 1997

	Total	Active	Inactive
	-----	-----	-----
Additions to net assets attributed to:			
Investment income:			
Interest	\$ 46,305	\$ 41,341	\$ 4,964
Dividends	590,434	466,069	124,365
Net appreciation in the fair value of investments	39,417,632	39,146,620	271,012
	-----	-----	-----
	40,054,371	39,654,030	400,341
Contributions:			
Employer	1,754,488	1,754,488	-
Participants	3,955,256	3,955,256	-
	-----	-----	-----
	5,709,744	5,709,744	-
	-----	-----	-----
Total additions	45,764,115	45,363,774	400,341
Deductions from net assets attributed to:			
Administrative expenses	178,740	175,042	3,698
Withdrawals paid to participating employees	9,166,873	8,715,130	451,743
	-----	-----	-----
Total deductions	9,345,613	8,890,172	455,441
	-----	-----	-----
	36,418,502	36,473,602	(55,100)
Intraplan transfers	-	944,220	(944,220)
	-----	-----	-----
Net increase (decrease) for the year	36,418,502	37,417,822	(999,320)
Net assets available for benefits:			
Beginning of year	75,848,518	70,925,832	4,922,686
	-----	-----	-----
End of year	\$112,267,020	\$108,343,654	\$3,923,366
	=====	=====	=====

The accompanying notes are an integral part of these financial statements



SAVINGS PLAN FOR THE EMPLOYEES OF TREDEGAR INDUSTRIES, INC.

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

FOR THE YEAR ENDED DECEMBER 31, 1996

	Total	Active	Inactive
	-----	-----	-----
Additions to net assets attributed to:			
Investment income:			
Interest	\$ 190,342	\$ 163,115	\$ 27,227
Dividends	604,707	398,583	206,124
Net appreciation (depreciation) in the fair value of investments	29,454,043	29,754,217	(300,174)
	-----	-----	-----
	30,249,092	30,315,915	(66,823)
Contributions:			
Employer	1,681,868	1,681,868	-
Participants	3,753,198	3,753,198	-
	-----	-----	-----
	5,435,066	5,435,066	-
	-----	-----	-----
Total additions	35,684,158	35,750,981	(66,823)
Deductions from net assets attributed to:			
Administrative expenses	106,781	99,151	7,630
Withdrawals paid to participating employees	14,253,450	13,026,873	1,226,577
	-----	-----	-----
Total deductions	14,360,231	13,126,024	1,234,207
	-----	-----	-----
	21,323,927	22,624,957	(1,301,030)
Transfers:			
Intraplan	-	4,997,810	(4,997,810)
To successor plan	(78,699)	(77,730)	(969)
	-----	-----	-----
Total transfers	(78,699)	4,920,080	(4,998,779)
	-----	-----	-----
Net increase (decrease) for the year	21,245,228	27,545,037	(6,299,809)
Net assets available for benefits:			
Beginning of year	54,603,290	43,380,795	11,222,495
	-----	-----	-----
End of year	\$75,848,518	\$70,925,832	\$ 4,922,686
	=====	=====	=====

The accompanying notes are an integral part of these financial statements

SAVINGS PLAN FOR THE EMPLOYEES OF TREDEGAR INDUSTRIES, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1998

Note 1 Summary of Significant Accounting Policies

General - Tredegar Corporation (formerly known as Tredegar Industries, Inc.) (Tredegar), which engages directly or through subsidiaries in plastics and aluminum businesses, is a Virginia corporation that was organized in 1988 as a wholly owned subsidiary of Ethyl Corporation. On or about July 10, 1989 (Record Date), Ethyl Corporation distributed all of the outstanding shares of Tredegar common stock to the holders of common stock of Ethyl Corporation at the rate of one share of Tredegar common stock for every ten shares of Ethyl Corporation common stock held on the Record Date.

The Savings Plan for the Employees of Tredegar Industries, Inc. (Plan) was adopted by the Board of Directors of Tredegar on June 14, 1989, and was approved by Ethyl Corporation, Tredegar's sole shareholder, on June 19, 1989. The Plan was effective as of July 1, 1989. In connection with the establishment of the Plan and the distribution of Tredegar's common stock, the accounts of Tredegar employees in the Savings Plan for the Employees of Ethyl Corporation (Ethyl Plan) were transferred to the Plan.

The Plan is subject to Titles I, II and III and is exempt from Title IV of the Employee Retirement Income Security Act of 1974 (ERISA). Title IV of ERISA provides for federally sponsored insurance for plans that terminate with unfunded benefits. No such insurance is provided to participants in this Plan, however, because the benefits that participants are entitled to receive are always equal to the value of their account balances and, for that reason, the Plan is always fully funded. The value of a participant's account may change from time to time. Each participant assumes the risk of fluctuations in the value of his account.

The accompanying financial statements of the Plan have been prepared in conformity with generally accepted accounting principles.

Security Valuation - Investments are stated at fair value determined as follows:

Money market funds - market price which is equivalent to cost

Common stocks - last published sale price on the New York Stock Exchange

Actively managed commingled funds - provided in the audited annual report of the Frank Russell Trust Company

Security Transactions and Related Investment Income - Security transactions are accounted for on the trade date and dividend income is recorded as earned on the ex-dividend date. Interest income is recorded as earned on the accrual basis. In determining the realized net gain or loss on securities sold, the cost of securities is determined on an average cost basis. The Plan presents in the statements of changes in net assets available for benefits the net appreciation (depreciation) in the fair value of investments, which consists of the realized gains or losses and the change in unrealized appreciation (depreciation) on those investments.

Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires the plan administrator to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Note 2 Description of Plan

The Plan is a defined contribution plan. Information regarding plan benefits and vesting is provided in the Plan and related documents which are available at Tredegar's main office at 1100 Boulders Parkway, Richmond, Virginia 23225.

Note 3 Active Funds

As of December 31, 1998, the following net assets were available for benefits:

	Tredegar Corporation Common Stock Fund	Stable Value Fund	Balanced Fund	Equity Fund	Loans to Participants	Total
	-----	-----	-----	-----	-----	-----
<b>Assets:</b>						
<b>Investments:</b>						
Money market funds - Wachovia Bank Diversified Trust Fund	\$ 170,220	\$ 6,377	\$ 14,253	\$ 31,125	\$ -	\$ 221,975
Common stocks:						
Tredegar Corporation	88,064,798	-	-	-	-	88,064,798
Actively managed commingled funds:						
Frank Russell Investment Contract Fund	-	5,259,945	-	-	-	5,259,945
Frank Russell Global Balanced Fund	-	-	6,006,568	-	-	6,006,568
Frank Russell Equity I Fund	-	-	-	8,757,333	-	8,757,333
Frank Russell Equity II Fund	-	-	-	978,768	-	978,768
Loans to participants	-	-	-	-	450,598	450,598
Total investments	88,235,018	5,266,322	6,020,821	9,767,226	450,598	109,739,985
Interest and dividends receivable	156,360	-	-	-	-	156,360
Cash	1,281	60	67	105	-	1,513
Net assets available for benefits	\$88,392,659	\$5,266,382	\$6,020,888	\$9,767,331	\$450,598	\$109,897,858
	=====	=====	=====	=====	=====	=====

As of December 31, 1997, the following net assets were available for benefits:

	Tredegar Corporation Common Stock Fund	Stable Value Fund	Balanced Fund	Equity Fund	Loans to Participants	Total
	-----	-----	-----	-----	-----	-----
<b>Assets:</b>						
<b>Investments:</b>						
Money market funds - Wachovia Bank Diversified Trust Fund	\$ 26,496	\$ 5,622	\$ 17,600	\$ 17,544	\$ -	\$ 67,262
Common stocks:						
Tredegar Corporation	88,749,896	-	-	-	-	88,749,896
Actively managed commingled funds:						
Frank Russell Investment Contract Fund	-	5,958,153	-	-	-	5,958,153
Frank Russell Global Balanced Fund	-	-	5,196,770	-	-	5,196,770
Frank Russell Equity I Fund	-	-	-	7,049,564	-	7,049,564
Frank Russell Equity II Fund	-	-	-	784,621	-	784,621
Loans to participants	-	-	-	-	415,971	415,971
Total investments	88,776,392	5,963,775	5,214,370	7,851,729	415,971	108,222,237
Interest and dividends receivable	121,009	-	-	-	-	121,009
Cash	290	15	41	62	-	408
Net assets available for benefits	\$88,897,691	\$5,963,790	\$5,214,411	\$7,851,791	\$415,971	\$108,343,654
	=====	=====	=====	=====	=====	=====

Note 3 Active Funds (Continued)

For the year ended December 31, 1998, net assets available for benefits changed as follows:

	Tredegar Corporation Common Stock Fund	Stable Value Fund	Balanced Fund	Equity Fund	Loans to Participants	Total
Additions to net assets attributed to:						
Investment income:						
Interest	\$ 20,388	\$ 1,531	\$ 994	\$ 1,416	\$ 41,062	\$ 65,391
Dividends	585,650	-	-	-	-	585,650
Net appreciation in the fair value of investments	2,641,059	350,010	882,670	1,757,234	-	5,630,973
	-----	-----	-----	-----	-----	-----
	3,247,097	351,541	883,664	1,758,650	41,062	6,282,014
Contributions:						
Employer	2,144,300	-	-	-	-	2,144,300
Participants	2,152,869	393,749	705,385	1,640,199	-	4,892,202
	-----	-----	-----	-----	-----	-----
	4,297,169	393,749	705,385	1,640,199	-	7,036,502
	-----	-----	-----	-----	-----	-----
Total additions	7,544,266	745,290	1,589,049	3,398,849	41,062	13,318,516
Deductions from net assets attributed to:						
Administrative expenses	104,671	27,904	58,169	95,453	-	286,197
Withdrawals to participating employees	8,130,497	1,384,607	1,565,718	866,131	45,020	11,991,973
	-----	-----	-----	-----	-----	-----
Total deductions	8,235,168	1,412,511	1,623,887	961,584	45,020	12,278,170
	-----	-----	-----	-----	-----	-----
	(690,902)	(667,221)	(34,838)	2,437,265	(3,958)	1,040,346
Intraplan transfers						
	185,870	(30,187)	841,315	(521,725)	38,585	513,858
	-----	-----	-----	-----	-----	-----
Net increase (decrease) for the year	(505,032)	(697,408)	806,477	1,915,540	34,627	1,554,204
Net assets available for benefits:						
Beginning of year	88,897,691	5,963,790	5,214,411	7,851,791	415,971	108,343,654
End of year	\$88,392,659	\$5,266,382	\$6,020,888	\$9,767,331	\$450,598	\$109,897,858
	=====	=====	=====	=====	=====	=====

For the year ended December 31, 1997, net assets available for benefits changed as follows:

	Tredegar Corporation Common Stock Fund	Stable Value Fund	Balanced Fund	Equity Fund	Loans to Participants	Total
Additions to net assets attributed to:						
Investment income:						
Interest	\$ 17,564	\$ 645	\$ 431	\$ 645	\$ 22,056	\$ 41,341
Dividends	465,612	218	61	178	-	466,069
Net appreciation in the fair value of investments	36,258,606	319,389	806,777	1,761,848	-	39,146,620
	-----	-----	-----	-----	-----	-----
	36,741,782	320,252	807,269	1,762,671	22,056	39,654,030
Contributions:						
Employer	1,754,488	-	-	-	-	1,754,488
Participants	1,476,986	401,711	672,749	1,403,810	-	3,955,256
	3,231,474	401,711	672,749	1,403,810	-	5,709,744
	-----	-----	-----	-----	-----	-----
Total additions	39,973,256	721,963	1,480,018	3,166,481	22,056	45,363,774
Deductions from net assets attributed to:						
Administrative expenses	52,984	21,821	39,578	60,659	-	175,042
Withdrawals to participating employees	7,331,325	487,498	340,494	541,038	14,775	8,715,130
	-----	-----	-----	-----	-----	-----
Total deductions	7,384,309	509,319	380,072	601,697	14,775	8,890,172
	-----	-----	-----	-----	-----	-----
	32,588,947	212,644	1,099,946	2,564,784	7,281	36,473,602
	=====	=====	=====	=====	=====	=====

Note 3 Active Funds (Continued)

	Tredegear Corporation Common Stock Fund	Stable Value Fund	Balanced Fund	Equity Fund	Loans to Participants	Total
Intraplan transfers	(1,945,757)	1,205,706	628,575	803,334	252,362	944,220
Net increase for the year	30,643,190	1,418,350	1,728,521	3,368,118	259,643	37,417,822
Net assets available for benefits:						
Beginning of year	58,254,501	4,545,440	3,485,890	4,483,673	156,328	70,925,832
End of year	\$88,897,691	\$5,963,790	\$5,214,411	\$7,851,791	\$415,971	\$108,343,654

For the year ended December 31, 1996, net assets available for benefits changed as follows:

	Short-Term Investment Fund	Government Obligations Fund	Tredegear Corporation Common Stock Fund	Stable Value Fund	Balanced Fund	Equity Fund	Loans to Participants	Total
attributed to:								
Investment income:								
Interest	\$ 18,287	\$ 118,338	\$ 18,039	\$ 129	\$ 2,051	\$ 4,311	\$ 1,960	\$ 163,115
Dividends	-	-	398,346	45	60	132	-	398,583
Net appreciation (depreciation) in the fair value of investments	-	(59,855)	28,867,858	135,034	322,243	488,937	-	29,754,217
	18,287	58,483	29,284,243	135,208	324,354	493,380	1,960	30,315,915
Contributions:								
Employer	-	-	1,681,868	-	-	-	-	1,681,868
Participants	331,990	305,091	1,381,320	299,030	490,983	944,784	-	3,753,198
	331,990	305,091	3,063,188	299,030	490,983	944,784	-	5,435,066
Total additions	350,277	363,574	32,347,431	434,238	815,337	1,438,164	1,960	35,750,981
Deductions from net assets attributed to:								
Administrative expenses	400	14,863	43,607	8,428	14,990	16,863	-	99,151
Withdrawals to participating employees	1,953,531	504,313	9,570,619	427,776	249,975	320,659	-	13,026,873
Total deductions	1,953,931	519,176	9,614,226	436,204	264,965	337,522	-	13,126,024
	(1,603,654)	(155,602)	22,733,205	(1,966)	550,372	1,100,642	1,960	22,624,957
Transfers:								
Intraplan	(718,584)	(5,804,260)	500,331	4,547,406	2,935,518	3,383,031	154,368	4,997,810
To successor plan	-	(7,680)	(70,050)	-	-	-	-	(77,730)
Total transfers	(718,584)	(5,811,940)	430,281	4,547,406	2,935,518	3,383,031	154,368	4,920,080
Net increase (decrease) for the year	(2,322,238)	(5,967,542)	23,163,486	4,545,440	3,485,890	4,483,673	156,328	27,545,037
Net assets available for benefits:								
Beginning of year	2,322,238	5,967,542	35,091,015	-	-	-	-	43,380,795
End of year	\$ -	\$ -	\$58,254,501	\$4,545,440	\$3,485,890	\$4,483,673	\$ 156,328	\$70,925,832

Note 4 Inactive Funds

As of December 31, 1998, the following assets were available for benefits:

	Short-Term Investment Fund	Ethyl Corporation Common Stock Fund	Albemarle Corporation Common Stock Fund	Total
	-----	-----	-----	-----
Assets:				
Investments:				
Money market funds -				
Wachovia Bank Diversified Trust Fund	\$1,371	\$ 10,137	\$ 4,121	\$ 15,629
Common stocks:				
Albemarle Corporation	-	-	1,893,421	1,893,421
Ethyl Corporation	-	941,681	-	941,681
	-----	-----	-----	-----
Total investments	1,371	951,818	1,897,542	2,850,731
Interest and dividends receivable	-	10,451	7,964	18,415
Cash	14	48	23	85
	-----	-----	-----	-----
Net assets available for benefits	\$1,385	\$962,317	\$1,905,529	\$2,869,231
	=====	=====	=====	=====

As of December 31, 1997, the following assets were available for benefits:

	Short-Term Investment Fund	Ethyl Corporation Common Stock Fund	Albemarle Corporation Common Stock Fund	Total
	-----	-----	-----	-----
Assets:				
Investments:				
Money market funds -				
Wachovia Bank Diversified Trust Fund	\$13,607	\$ 16,543	\$ 1,746	\$ 31,896
Common stocks:				
Albemarle Corporation	-	-	2,410,253	2,410,253
Ethyl Corporation	-	1,460,082	-	1,460,082
	-----	-----	-----	-----
Total investments	13,607	1,476,625	2,411,999	3,902,231
Interest and dividends receivable	-	11,870	9,086	20,956
Cash	83	86	10	179
	-----	-----	-----	-----
Net assets available for benefits	\$13,690	\$1,488,581	\$2,421,095	\$3,923,366
	=====	=====	=====	=====

Note 4 Inactive Funds (Continued)

For the year ended December 31, 1998, net assets available for benefits changed as follows:

	Short-Term Investment Fund	Ethyl Corporation Common Stock Fund	Albemarle Corporation Common Stock Fund	Total
	-----	-----	-----	-----
Additions to net assets attributable to:				
Investment income:				
Interest	\$ 271	\$ 1,110	\$ 644	\$ 2,025
Dividends	-	42,943	32,525	75,468
Net depreciation in the fair value of investments	-	(355,476)	(53,367)	(408,843)
Total additions	271	(311,423)	(20,198)	(331,350)
Deductions from net assets attributed to:				
Administrative expenses	183	1,387	2,416	3,986
Withdrawals paid to participating employees	11,355	64,812	128,774	204,941
Total deductions	11,538	66,199	131,190	208,927
	(11,267)	(377,622)	(151,388)	(540,277)
Intraplan transfers	(1,038)	(148,642)	(364,178)	(513,858)
Net decrease for the year	(12,305)	(526,264)	(515,566)	(1,054,135)
Net assets available for benefits:				
Beginning of year	13,690	1,488,581	2,421,095	3,923,366
End of year	\$ 1,385	\$ 962,317	\$1,905,529	\$2,869,231
	=====	=====	=====	=====

For the year ended December 31, 1997, net assets available for benefits changed as follows:

	Short-Term Investment Fund	Ethyl Corporation Common Stock Fund	Colony Corporation Common Stock Fund	Albemarle Corporation Common Stock Fund	Total
	-----	-----	-----	-----	-----
Additions to net assets attributable to:					
Investment income:					
Interest	\$ 2,847	\$ 1,323	\$ 106	\$ 688	\$ 4,964
Dividends	-	90,104	-	34,261	124,365
Net appreciation (depreciation) in the fair value of investments	-	(361,080)	-	632,092	271,012
Total additions	2,847	(269,653)	106	667,041	400,341
Deductions from net assets attributed to:					
Administrative expenses	397	1,549	2	1,750	3,698
Withdrawals paid to participating employees	164,955	123,861	-	162,927	451,743
Total deductions	165,352	125,410	2	164,677	455,441
	(162,505)	(395,063)	104	502,364	(55,100)
Intraplan transfers	(11,147)	(348,010)	(300,259)	(284,804)	(944,220)
Net increase (decrease) for the year	(173,652)	(743,073)	(300,155)	217,560	(999,320)
Net assets available for benefits:					
Beginning of year	187,342	2,231,654	300,155	2,203,535	4,922,686
End of year	\$ 13,690	\$1,488,581	\$ -	\$2,421,095	\$3,923,366
	=====	=====	=====	=====	=====

Note 4 Inactive Funds (Continued)

For the year ended December 31, 1996, net assets available for benefits changed as follows:

	Short-Term Investment Fund	Ethyl Corporation Common Stock Fund	Colony Corporation Common Stock Fund	Albemarle Corporation Common Stock Fund	Total
Additions to net assets attributable to:					
Investment income:					
Interest	\$ 12,802	\$ 2,032	\$ 11,093	\$ 1,300	\$ 27,227
Dividends	-	139,990	31,187	34,947	206,124
Net appreciation (depreciation) in the fair value of investments	-	(982,805)	715,983	(33,352)	(300,174)
Total additions	12,802	(840,783)	758,263	2,895	(66,823)
Deductions from net assets attributed to:					
Administrative expenses	4,817	538	1,312	963	7,630
Withdrawals paid to participating employees	155,333	376,912	317,682	376,650	1,226,577
Total deductions	160,150	377,450	318,994	377,613	1,234,207
	(147,348)	(1,218,233)	439,269	(374,718)	(1,301,030)
Transfers:					
Intraplan	334,722	(1,207,374)	(3,165,898)	(959,260)	(4,997,810)
To successor plan	(32)	(329)	(253)	(355)	(969)
Total transfers	334,690	(1,207,703)	(3,166,151)	(959,615)	(4,998,779)
Net increase (decrease) for the year	187,342	(2,425,936)	(2,726,882)	(1,334,333)	(6,299,809)
Net assets available for benefits:					
Beginning of year	-	4,657,590	3,027,037	3,537,868	11,222,495
End of year	\$187,342	\$2,231,654	\$ 300,155	\$2,203,535	\$ 4,922,686

Note 5 Contributions and Investment Options

As of December 31, 1998 and 1997, there were 1,893 and 1,511 employees, respectively, participating in the Plan. Participation in each fund was as follows:

	Number of Participants	
	December 31, 1998	1997
Short-Term Investment Fund	20	39
Tredegear Corporation Common Stock Fund	1,841	1,424
Albemarle Corporation Common Stock Fund	167	204
Ethyl Corporation Common Stock Fund	160	196
Stable Value Fund	500	511
Balanced Fund	614	601
Equity Fund	948	917

As of December 31, 1998 and 1997, 2,289 and 2,171 employees, respectively, were eligible to participate in the Plan.



Participants may contribute a percentage of his or her base pay (as defined) ranging from a minimum of 1% to a maximum of 15%. The contribution paid on behalf of the participant by Tredegar is generally 50% of each nonrepresented participant's contribution up to 10%. Contributions made by Tredegar are invested in the Tredegar Corporation Common Stock Fund.

Participants in the plan have several investment options available in which to direct their contributions. A general description of the funds in which the Plan participants may allocate their contributions (in increments of 10%) is as follows:

The Stable Value Fund offers some of the traditional features of a bond fund without the attendant market volatility. The investments of this fund consist primarily of guaranteed investment contracts issued by insurance carriers.

The Balanced Fund offers a balanced investment consisting of 50% domestic equities, 10% international equities, and 40% fixed income instruments.

The Equity Fund brings a diversified approach to the management of equities the objective of which is to provide long-term growth of capital and income. Investments of this fund consist primarily of equities and short-term investments.

Tredegar Corporation Common Stock Fund offers the participant the opportunity to invest in Tredegar stock.

No additional contributions may be invested in the Ethyl Corporation Common Stock Fund (Ethyl Fund), the Albemarle Corporation Common Stock Fund (Albemarle Fund), or the Short-Term Investment Fund (STIF). Investments in the Ethyl or Albemarle Funds may continue or the participants may direct the transfer of their investment in these Funds to the Stable Value Fund, Balanced Fund, Equity Fund, or the Tredegar Corporation Common Stock Fund. Investments remaining in the STIF at December 31, 1998, were distributed to the participants in January 1999.

Investments in the Short-Term Investment Fund were selected by Wachovia Bank, N.A. (Trustee), from fund securities maturing within one year or revolving credit arrangements that are completely liquid investments. Investments in the common stock of Ethyl Corporation and Albemarle Corporation are now held until liquidation or distribution under the Plan. The Trustee is permitted under the trust agreement to invest monies held by it until such time as the funds are invested in accordance with participants' directions or disbursed in accordance with the terms of the Plan. These permitted investments include certain commercial paper, variable notes, certificates of deposit and money market funds.

The cost basis assigned to the Albemarle Corporation common stock received from the distribution by Ethyl Corporation was 34.99% of the cost basis of the Ethyl Corporation common stock. The market value of Albemarle Corporation common stock on February 28, 1994, was \$1,889,293 in excess of the cost basis assigned.

Note 6 Investments

The following tables present the fair value of investments as of December 31, 1998 and 1997. Investments that represent five percent or more of the Plan's net assets are separately identified.

FAIR VALUE OF INVESTMENTS

December 31, 1998

Name of issuer and title of each issue	Number of shares or units - principal bonds and notes	Cost	Fair Value (1)
Money market funds - Wachovia Bank Diversified Trust Fund		\$ 237,604	\$ 237,604
Investments at fair value as determined by quoted market price:			
Common stocks:			
Albemarle Corporation	79,723	454,802	1,893,421
Ethyl Corporation	167,410	906,476	941,681
Tredegar Corporation	3,913,991	17,505,074	88,064,798
		-----	-----
		18,866,352	90,899,900
Actively managed commingled funds (2):			
Frank Russell Investment Contract Fund	251,467	4,635,205	5,259,945
Frank Russell Global Balanced Fund	235,506	4,404,207	6,006,568
Frank Russell Equity I Fund	245,834	5,362,754	8,757,333
Frank Russell Equity II Fund	37,872	794,799	978,768
		-----	-----
		15,196,965	21,002,614
Loans to participants	\$450,598	450,598	450,598
		-----	-----
Total investments		\$34,751,519	\$112,590,716
		=====	=====

(1) Investments are carried in the statement of net assets available for benefits at fair value.

(2) Investment values are based on the audited annual report of the Frank Russell Trust Company.

FAIR VALUE OF INVESTMENTS

December 31, 1997

Name of issuer and title of each issue	Number of shares or units - principal bonds and notes	Cost	Fair Value (1)
Money market funds - Wachovia Bank Diversified Trust Fund		\$ 99,158	\$ 99,158
Common stocks:			
Albemarle Corporation	100,953	556,834	2,410,253
Ethyl Corporation	189,917	1,027,436	1,460,082
Tredegar Corporation	1,347,247	15,006,131	88,749,896
		-----	-----
		16,590,401	92,620,231
Actively managed commingled funds (2):			
Frank Russell Investment Contract Fund	303,399	5,542,604	5,958,153
Frank Russell Global Balanced Fund	238,220	4,105,608	5,196,770
Frank Russell Equity I Fund	247,666	5,062,350	7,049,564
Frank Russell Equity II Fund	30,327	586,015	784,621
		-----	-----
		15,296,577	18,989,108
Loans to participants	\$415,971	415,971	415,971
		-----	-----
Total investments		\$32,402,107	\$112,124,468
		=====	=====

(1) Investments are carried in the statement of net assets available for benefits at fair value.

(2) Investment values are based on the audited annual report of the Frank Russell Trust Company.

Note 6 Investments (Continued)

Closing stock prices as of December 31, 1998 and 1997, were as follows:

	1998	1997
Albemarle Corporation common stock	\$23.750	\$23.875
Ethyl Corporation common stock	5.625	7.688
Tredegar Corporation common stock	22.500	21.958 (1)
Frank Russell Investment Contract Fund	20.917	19.638
Frank Russell Global Balanced Fund	25.505	21.815
Frank Russell Equity I Fund	35.623	28.464
Frank Russell Equity II Fund	25.844	25.872

(1) On July 1, 1998, Tredegar effected a 3 for 1 stock split. The 1997 stock price has been adjusted to reflect the split.

During the years ended December 31, 1998, 1997, and 1996, the Plan's investment portfolio (including investments bought, sold and held during the year) appreciated in value by \$5,222,130, \$39,417,632, and \$29,454,043 as follows:

	NET CHANGE IN FAIR VALUE		
	1998	1997	1996
	-----	-----	-----
Investments at fair value as determined by quoted market price:			
United States government obligations	\$ -	\$ -	\$ (59,855)
Tredegar Corporation common stock	2,641,059	36,258,606	28,867,859
Albemarle Corporation common stock	(53,367)	632,092	(33,352)
Ethyl Corporation common stock	(355,476)	(361,080)	(982,804)
First Colony Corporation common stock	-	-	715,983
	-----	-----	-----
	2,232,216	36,529,618	28,507,831
Investments at fair value as determined in the audited annual Report of the Frank Russell Trust Company:			
Frank Russell Investment Contract Fund	350,010	319,389	135,033
Frank Russell Global Balanced Fund	882,670	806,777	322,243
Frank Russell Equity I Fund	1,753,885	1,581,478	455,074
Frank Russell Equity II Fund	3,349	180,370	33,862
	-----	-----	-----
	2,989,914	2,888,014	946,212
	-----	-----	-----
Net change in fair value	\$5,222,130	\$39,417,632	\$29,454,043
	=====	=====	=====

Note 7 Federal Income Taxes

The Internal Revenue Service has determined and informed Tredegar by a letter dated January 22, 1996, that the Plan and related trust are designed in accordance with the applicable sections of the Internal Revenue Code (IRC). The Plan has been amended since receiving the determination letter. However, the Plan administrator and the Plan's tax counsel believe that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC.

Note 8 Administrative Expenses

The Plan is responsible for all trustee and investment management fees. Tredegar pays for all other administrative expenses up to an annual limit of \$75,000. Any expenses in excess of this limit are paid by the Plan.

Note 9 Forfeitures

Employees who leave Tredegar before becoming fully vested in Tredegar contributions forfeit the value of their nonvested account. Forfeitures are applied against Tredegar's contributions throughout the year. Forfeitures were as follows:

1998	\$ 55,581
1997	113,119
1996	100,102

Note 10 Year 2000 Issues

The Plan's management believes that all necessary steps have been taken to address Year 2000 issues. If any problems should occur, the Plan's management is prepared to resolve them as quickly as possible or, if necessary, revert to a manual process. No material adverse effects on the Plan are expected from any Year 2000 issues.

EXHIBIT INDEX

24.1 Consent of Independent Auditors

CONSENT OF INDEPENDENT AUDITORS

We consent to the incorporation by reference in the Registration Statement of Tredegar Corporation on Form S-8 (File Number 33-64647) of our report dated June 4, 1999, appearing in this Annual Report on Form 11-K of the Savings Plan for the Employees of Tredegar Industries, Inc. for the year ended December 31, 1998.

/s/ Poti, Walton & Associates, PC  
POTI, WALTON & ASSOCIATES, PC  
(formerly Plott & Walton, P.C.)

June 21, 1999