

TREDEGAR CORP  
Form 11-K  
June 29, 2009

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

FORM 11-K

FOR ANNUAL REPORTS OF EMPLOYEE STOCK  
PURCHASE, SAVINGS AND SIMILAR PLANS  
PURSUANT TO SECTION 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934

(Mark One):

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934  
For the fiscal year ended December 31, 2008

OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934  
For the transition period from \_\_\_\_\_ to \_\_\_\_\_  
Commission file number 1-10258

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

**TREDEGAR CORPORATION  
RETIREMENT SAVINGS PLAN**

B. Name of 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

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**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.

**TREDEGAR CORPORATION  
RETIREMENT SAVINGS PLAN**

By: /s/ A. Brent King

A. Brent King  
Employee Savings Plan Committee

Date: June 29, 2009

*Tredegear Corporation Retirement Savings Plan*

FINANCIAL REPORT  
DECEMBER 31, 2008 AND 2007

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**REPORT OF INDEPENDENT REGISTERED  
PUBLIC ACCOUNTING FIRM**

To the Plan Administrator  
Tredegar Corporation Retirement Savings Plan  
Richmond, Virginia

We have audited the accompanying statements of net assets available for benefits of the Tredegar Corporation Retirement Savings Plan (Plan) as of December 31, 2008 and 2007, and the related statements of changes in net assets available for benefits for the years then ended. 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 the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Plan is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit also 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, 2008 and 2007, and the changes in net assets available for benefits for the years then ended in conformity with U.S. generally accepted accounting principles.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of assets held at end of year is presented for purposes of additional analysis and is not a required part of the basic financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ Witt Mares, PLC

Richmond, Virginia  
June 17, 2009

**FINANCIAL STATEMENTS**

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**TREDEGAR CORPORATION RETIREMENT SAVINGS PLAN**  
 Statements of Net Assets Available for Benefits  
 December 31, 2008 and 2007

	2008	2007
<b>ASSETS</b>		
Investments:		
Money market fund	\$ 853,100	\$ 599,221
Tredegar Corporation common stock	39,309,923	36,598,900
Actively managed commingled funds	41,757,534	60,376,287
Loans to participants	1,632,502	1,714,472
Total investments	<b>83,553,059</b>	99,288,880
Receivables:		
Accrued interest and dividends	88,267	93,243
Due from broker for securities sold		1,964
Total receivables	<b>88,267</b>	95,207
Total assets	<b>83,641,326</b>	99,384,087
<b>LIABILITIES</b>		
Benefits payable	125,521	
Accrued administrative fees	3,197	2,865
Due to broker for securities purchased	1,580	1,923
Total liabilities	<b>130,298</b>	4,788
Net assets available for benefits	<b>\$ 83,511,028</b>	\$ 99,379,299

See accompanying notes.

**TREDEGAR CORPORATION RETIREMENT SAVINGS PLAN**  
 Statements of Changes in Net Assets Available for Benefits  
 Years Ended December 31, 2008 and 2007

	2008	2007
<b>ADDITIONS TO NET ASSETS ATTRIBUTED TO:</b>		
Investment income (loss):		
Interest	\$ 154,936	\$ 125,102
Dividends	353,278	372,226
Net depreciation in fair value of investments	(13,252,984)	(10,589,368)
Total investment income (loss)	(12,744,770)	(10,092,040)
Contributions:		
Employer	2,805,665	2,828,491
Participant	4,729,439	5,164,212
Rollover	41,725	212,888
Total contributions	7,576,829	8,205,591
Total additions	(5,167,941)	(1,886,449)
<b>DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:</b>		
Administrative expenses	12,934	80,688
Benefits paid to participating employees	10,687,396	11,873,826
Total deductions	10,700,330	11,954,514
<b>NET DECREASE</b>	(15,868,271)	(13,840,963)
<b>NET ASSETS AVAILABLE FOR BENEFITS:</b>		
Beginning of year	99,379,299	113,220,262
End of year	\$ 83,511,028	\$ 99,379,299

See accompanying notes.



**TREDEGAR CORPORATION RETIREMENT SAVINGS PLAN**

Notes to Financial Statements

December 31, 2008 and 2007

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***General***

Tredegear Corporation (Tredegear), which engages directly or through subsidiaries in plastics and aluminum businesses, is a Virginia corporation. The Tredegear Corporation Retirement Savings Plan (Plan) was adopted by the Board of Directors of Tredegear on June 14, 1989 and the Plan was effective as of July 1, 1989.

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, 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 or her account.

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

***Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the plan administrator to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

***Security Valuation***

Investments are stated at fair value determined as follows:

Money market funds - market price which is equivalent to cost

Common stock - 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

(Continued)

**TREDEGAR CORPORATION RETIREMENT SAVINGS PLAN**

Notes to Financial Statements

December 31, 2008 and 2007

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)**

*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.

*Payment of Benefits*

Benefits are recorded when paid.

**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.

**NOTE 3. CONTRIBUTIONS AND INVESTMENT OPTIONS**

A participant may contribute a percentage of his or her base pay (as defined) ranging from a minimum of .1% (one-tenth of one percent) to 75%. With the exception of certain collectively bargained plans, the company match contribution is \$1.00 for every \$1.00 a participant contributes up to 6% each payroll period.

With the exception of Participants covered under certain collective bargaining agreements, Employees hired on or after January 1, 2007 will automatically be enrolled in the retirement savings plan at a three percent contribution level unless they choose to contribute more or less. The default investment fund is the age appropriate target fund.

(Continued)

**TREDEGAR CORPORATION RETIREMENT SAVINGS PLAN**

Notes to Financial Statements

December 31, 2008 and 2007

**NOTE 3. CONTRIBUTIONS AND INVESTMENT OPTIONS (Concluded)**

Participants direct the investment of their contributions into various investment options offered by the Plan. The Plan currently offers a Money Market Fund, Tredegar stock and eleven (11) managed commingled funds as investment options to participants.

All Employer Contributions are invested in the Tredegar Stock Fund. Effective January 1, 2007, if the Participant has at least three years of service, any existing Company matching funds as of December 31, 2006 can be transferred once per month as follows: a maximum of up to 33% of the participant's existing units can be transferred during 2007, up to 66% in 2008, and up to 100% in 2009. If the Participant is age 55 with at least three years of service, the Participant may transfer all or any part of their company matching account on a monthly basis. Company matching contributions made after January 1, 2007 ( Post-2006 Match ) will be invested in company stock, and the Participant may continue to keep their match in Tredegar stock. However, if the Participant has at least three years of service, the Participant will be able to transfer the Post-2006 Match to other funds on a monthly basis after they have three years of employment.

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**TREDEGAR CORPORATION RETIREMENT SAVINGS PLAN**

Notes to Financial Statements

December 31, 2008 and 2007

**NOTE 4. INVESTMENTS**

The following table presents the fair value of investments as of December 31, 2008 and 2007.

	2008 <sup>(1)</sup>	2007 <sup>(1)</sup>
Money market fund - Russell Trust Company Short-Term Investment Fund	\$ 853,100	\$ 599,221
Investments at fair value as determined by quoted market price:		
Common stock:		
Tredegear Corporation	39,309,923	36,598,900
Actively managed commingled funds <sup>(2)</sup> :		
Russell Investment Contract Fund, Class C	8,381,059	5,597,596
Russell Equity I Fund, Class G	6,118,201	11,365,574
Russell Small Capitalization Fund, Class D	2,923,662	6,304,234
Russell Fixed Income I Fund, Class B	4,141,950	3,857,114
Tredegear 2010 Strategy Fund	3,481,223	5,239,808
Tredegear 2020 Strategy Fund	5,445,020	7,388,067
Tredegear 2030 Strategy Fund	2,139,018	3,053,008
Tredegear 2040 Strategy Fund	594,475	938,048
Tredegear 2050 Strategy Fund	482,047	683,131
Russell 1000 Index Fund, Class A	4,455,259	7,959,593
Russell All International Markets Fund, Class B	3,595,620	7,990,114
	<b>41,757,534</b>	<b>60,376,287</b>
Loans to participants	1,632,502	1,714,472