

Quarterly Report for period ending:**December 31, 2009****(in thousands of dollars except for securities and per share amounts)****Financial Highlights**

- The results are based upon the Fair Value and Equity Accounting methods of accounting for its investments.
- **Net Asset Value Per Share** as at December 31, 2009 was **\$2.53 (basic)** as compared to **\$1.33 (basic)** as at December 31, 2008. "NAV Per Share" is a non-GAAP measure defined as shareholders' equity divided by total number of common shares outstanding. The term NAV Per Share does not have any standardized meaning according to GAAP and therefore may not be comparable to similar measures presented by other companies. We believe that the measure provides information useful to our shareholders in understanding our performance, facilitates the comparison of the quarterly and year-end results of our ongoing operations and provides a meaningful measure to evaluate our business relative to that of our peers.
- **Realized gains on disposal of investments** for the quarter ended December 31, 2009 were \$9,661 while **Realized losses on disposal of investments** for the full year ended December 31, 2009 totaled \$22,426.
- **Unrealized gains** on our investment portfolio resulting from write-up to market value and reversal of prior periods unrealized losses totaled \$28,122 for the quarter ended December 31, 2009. **Unrealized gains** on our investment portfolio totaled \$229,344 for the full year ended December 31, 2009.
- **Net investment gains** for the quarter ended December 31, 2009 were \$37,706 while **Net investment gains** for the year ended December 31, 2009 totaled \$207,172.
- **Net income** for the quarter ended December 31, 2009 was \$20,294 or \$0.15 per share (basic) while **Net income** for the year ended December 31, 2009 was \$157,393 or \$1.19 per share (basic).

Investment Highlights

- The fair value of the investments held by the Company as at December 31, 2009 increased by 173.7% to \$366,724 as compared to \$133,969 at the end of last year. The cost base of the Company's portfolio was \$601,582 as at December 31, 2009, as compared to \$599,918 as at December 31, 2008. As such, the cost of investments exceeded fair value by \$234,858 as at December 31, 2009 versus \$465,949 as at December 31, 2008, a 49.6% improvement. The improvement arose primarily from the unrealized gains of \$229,344 recorded during the current year due to an increase in fair value of the Company's investments and reversals of previously recognized unrealized losses.
- The total number of investments held by the Company and the allocation of investments by sector remained relatively constant year-to-year. As at December 31, 2009, 383 out of 429, or 89.3% (2008 – 87.6%), of the investments were in the resource sector. As at December 31, 2009, resource companies represented \$340,311 (92.8%) of the fair value of the investments as compared to \$117,905 (88.0%) as at December 31, 2008.

Financial Summary

For a complete financial report, visit www.pinetrecapital.com

All numbers are in thousands, except for per share amounts.

Operating Results	Three months ended December 31,		Twelve months ended December 31,	
	2009	2008	2009	2008
Gains/(losses) on disposal of investments, net	\$ 9,661	\$ (3,022)	\$ (22,426)	\$ (4,607)
Unrealized gains (losses) on investments, net	28,122	(99,105)	229,344	(417,934)
Gains on disposal of equity accounted investments	-	-	370	-
Losses from equity accounted investments	(77)	(2,247)	(116)	(6,234)
Net investment gains (losses)	37,706	(104,374)	207,172	(428,775)
Net income (loss) for the period	20,294	(93,564)	157,393	(356,048)
Earnings (loss) per common share – basic	0.15	(0.71)	1.19	(2.92)
Earnings (loss) per common share – diluted	0.15	(0.71)	1.18	(2.92)

Consolidated Balance Sheet Highlights	December 31, 2009	December 31, 2008
Investments, at fair value	\$ 366,724	\$ 133,969
Equity accounted investments	1,911	3,567
Total assets	383,562	201,398
Total liabilities	40,870	27,188
Share capital, warrants and broker warrants and contributed surplus	368,872	357,783
Deficit	(26,180)	(183,573)
Net asset value per share – Basic	\$ 2.53	\$ 1.33
Net asset value per share – Diluted	\$ 2.05	\$ 1.09

Investments consist of the following:

Sectors:	2009		2008	
	Cost	Fair Value	Cost	Fair Value
Resources:				
Precious metals	\$ 177,672	\$ 158,027	\$ 186,891	\$ 50,540
Base metals	155,576	71,711	157,577	26,688
Uranium	132,812	49,066	147,117	26,953
Oil & gas	52,668	34,404	40,052	10,066
Potash, lithium and rare earths	30,236	27,103	10,220	3,658
Technology and other	25,308	16,745	28,999	8,205
Biotechnology	10,072	4,478	13,352	5,493
Energy related technology	17,238	5,190	15,710	2,366
Total investments	\$ 601,582	\$ 366,724	\$ 599,918	\$ 133,969

**Pinetree's common shares trade on the Toronto Stock Exchange (TSX)
under the symbol "PNP".**

Outstanding Shares (TSX: "PNP") (as at Dec 31, 2009)	135,229,653 common shares
52 week trading range (ending Dec 31, 2009)	\$0.86 - \$2.85 (closing price)
Outstanding Warrants (TSX: "PNP.WT")	5,000,000 warrants Exercisable at \$15.00 per share expiring April 16, 2012
Outstanding Warrants (TSX: "PNP.WT.A")	6,875,000 warrants Exercisable at \$6.50 per share expiring October 23, 2012
Outstanding Warrants (TSX: "PNP.WT.B")	8,638,650 warrants Exercisable at \$3.50 per share expiring July 11, 2013
Fiscal Year End	December
Financial Information	For detailed financial information, visit www.pinetreecapital.com/financial.asp
Auditors	Ernst & Young, LLP, Toronto, Canada
Legal Counsel	Cassels Brock & Blackwell, LLP
Registrar and Transfer Agent	Equity Transfer & Trust Company, Toronto, Canada
Investor Relations	Larry Goldberg, C.A. Executive Vice President & Chief Financial Officer email: ir@pinetreecapital.com
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Board of Directors	
Marshall Auerback	Independent Businessman, London, United Kingdom
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