

**Quarterly Report for period ending:
March 31, 2003****Financial Highlights**

- The results are based upon the Fair Value method of accounting for its investments.
- Realized Losses on disposal of investments for the first quarter of 2003 were \$42,857 while Realized Gains on disposal of investments for the first quarter of 2003 totaled \$2,787,769.
- Reversal of previously recognized unrealized losses on disposal of investments were \$117,469 for Q1. For the quarter ended March 31, 2002, reversal of previously recognized unrealized gains totaled \$2,525,301.
- Net Unrealized Losses on our investment portfolio resulting from write-downs to market value totaled \$640,476 for Q1. Net Unrealized Losses on our investments from write-downs to market value totaled \$1,331,274 for the quarter ended March 31, 2002.
- Net Investment Losses for the first quarter of fiscal 2003 were \$565,864 while Net Investment Losses for the first quarter of fiscal 2002 totaled \$1,068,806.
- Net Loss for the first quarter of fiscal 2003 was \$477,048 or \$0.05 per share (basic and diluted). Net Loss for the first quarter of 2002 was \$1,419,699 or \$0.15 per share (basic and diluted).
- Net Asset Value Per Share as at March 31, 2003 was \$0.97 per share (basic) and \$0.87 per share (diluted).

Investment Highlights

- During the first quarter of 2003, the Company disposed of its remaining holdings of Lumenon Innovative Lightwave Technology, Inc. for proceeds of \$80,093 and a net realized loss of \$488,119. The Company also sold a small portion of its holdings of Enghouse Systems Limited for a net gain of approximately \$380,000.
- At March 31, 2003, the Company maintained investments in 22 companies in which it either owns more than 5% of the company, or it has invested more than \$200,000 in the company, or the investment's fair value is more than \$200,000. These are outlined in detail in notes to the Company's unaudited financial statements for the period ending March 31, 2003. The Company's investment portfolio is comprised of a diversified mix of technology sectors including telecommunications and fibre optics, application and platform software, biomedical, and alternative energy. Many of these, both private and public, are in the early stages of commercialization.

Financial Summary

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

Operating Results	Three months ended March 31, (unaudited)	
	2003	2002
Realized gains (losses) on disposal of investments, net	\$ (42,857)	\$ 2,787,769
Reversal of previously recognized unrealized losses (gains), net	117,469	(2,525,301)
Unrealized losses on investments, net	(640,476)	(1,331,274)
Net loss after taxes	(477,048)	(1,419,699)
Loss per common share – basic and diluted	(0.05)	(0.15)

Balance Sheet Highlights	March 31, 2003 (unaudited)	December 31, 2002 (audited)
Cash and cash equivalents (bank indebtedness)	\$ (10,988)	\$ 236,106
Investments, at fair value	15,585,789	18,206,529
Total assets	16,056,158	18,917,019
Total liabilities	6,912,516	9,247,371
Share capital	18,395,831	18,444,789
Deficit	9,252,189	8,775,141
Net asset value per share – Basic	0.97	1.05
Net asset value per share – Diluted	0.87	0.94

Investments consist of the following:	March 31, 2003 (unaudited)	December 31, 2002 (audited)
Marketable securities available for sale*	\$ 9,570,759	\$ 11,665,995
Other public investments	2,198,079	2,503,860
Private investments	3,816,951	4,036,674
Total investments, at fair value	\$ 15,585,789	\$ 18,206,529

*Marketable Securities Available For Sale are investments which we can sell without any restrictions.

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

Outstanding Shares	9,066,169 common shares
52 week trading range (ending Mar 31, 2003)	\$0.25 - \$1.00
Fiscal Year End	December
Financial Information	For detailed financial information, visit <u>Investor Relations: Financial Information</u> at www.pinetreecapital.com or www.sedar.com
Auditors	Ernst & Young, LLP, Toronto, Ontario, Canada
Legal Counsel	Aird & Berlis, Toronto, Ontario, Canada
Registrar and Transfer Agent	Equity Transfer Services Inc., Toronto, Canada
Investor Relations	Larry Goldberg, C.A. Executive Vice President & Chief Financial Officer email: ir@pinetreecapital.com
Head Office	The Exchange Tower 130 King Street West Suite 2810, P.O. Box 47 Toronto, Canada M5X 1A9 Telephone: 416.941.9600 Facsimile: 416.941.1090 E-mail: info@pinetreecapital.com Website: www.pinetreecapital.com
Board of Directors	
Sheldon Inwentash, C.A.	Chief Executive Officer, Pinetree Capital Corp., Toronto, Canada
Steven Saviuk, C.A.	Chief Executive Officer, Manitex Capital Inc., Montreal, Canada
Ronald Perry, C.A.	Principal, Briolijor Corporation, Montreal, Canada
Bruno Maruzzo, M.B.A, M.A.Sc, PEO	Prinicpal, Technoventure Inc. Toronto, Canada