

**Quarterly Report for period ending:
September 30, 2003****Financial Highlights**

- Net Asset Value Per Share as at September 30, 2003 was **\$1.63 per share (basic)** and **\$1.44 (diluted)**.
- The results are based upon the Fair Value method of accounting for its investments.
- Realized Losses on disposal of investments for the third quarter of 2003 were \$204,994 while Realized Losses on disposal of investments for the nine months ended September 30, 2003 totaled \$1,018,485.
- Unrealized Gains on our investment portfolio resulting from write-ups to market value totaled \$3,249,549 for Q3. Unrealized Gains on our investments from write-ups to market value totaled \$4,914,780 for the nine months ended September 30, 2003.
- Reversal of previously recognized unrealized losses on disposal of investments were \$255,801 in Q3. For the nine months ended September 30, 2003, reversal of previously recognized unrealized gains totaled \$1,226,566.
- Net Investment Gains for the third quarter of fiscal 2003 were \$3,300,356 while Net Investment Gains for the nine months ended September 30, 2003 totaled \$5,122,861.
- Net Income for the third quarter of fiscal 2003 was \$2,958,528 or \$0.33 per share (basic and diluted). Net Income for the nine months ended September 30, 2003 totaled \$4,938,270 or \$0.54 per share (basic and diluted)

Investment Highlights

- Unrealized Gains on our investment in the third quarter of 2003 was comprised primarily of an increase in the market value of the Company's investment in Enghouse Systems Limited and Genevest Inc. of \$1,446,000 and \$748,321, respectively.
- At September 30, 2003, the Company maintained investments in 24 companies in which it either owns more than 5% of the company, or in which it has invested more than \$200,000, or where the investment's fair value is more than \$200,000 at that date. These are outlined in detail in notes to the Company's unaudited consolidated financial statements for the period ended September 30, 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. In addition to its technology investments, the Company has also made investments in the marketable securities of several mineral resource companies.

Financial Summary

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

Operating Results (Unaudited)	Three months ended September 30,		Nine months ended September 30,	
	2003	2002	2003	2002
Realized gains (losses) on disposal of investments, net	\$ (204,994)	\$ (660,447)	\$ (1,018,485)	\$ 1,182,059
Reversal of previously recognized unrealized losses (gains), net	255,801	301,213	1,226,566	(2,137,560)
Unrealized gains (losses) on investments, net	3,249,549	(2,975,523)	4,914,780	(7,163,262)
Net income (loss) after taxes	2,958,528	(3,808,391)	4,938,270	(9,240,907)
Earnings (loss) per common share – basic and diluted	0.33	(0.41)	0.54	(0.99)

Balance Sheet Highlights	September 30, 2003 (unaudited)	December 31, 2002 (audited)
Investments, at fair value	\$ 22,209,384	\$ 18,206,529
Cash and cash equivalents	120,646	236,106
Total assets	22,764,019	18,917,019
Total liabilities	8,408,785	9,247,371
Share capital	18,192,105	18,444,789
Deficit	3,836,871	8,775,141
Net asset value per share – Basic	1.63	1.05
Net asset value per share – Diluted	1.44	0.94

Investments consist of the following:	September 30, 2003 (unaudited)	December 31, 2002 (audited)
Marketable securities available for sale*	\$ 14,308,439	\$ 11,665,995
Other public investments	4,435,477	2,503,860
Private investments	3,465,468	4,036,674
Total investments, at fair value	\$ 22,209,384	\$ 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 (as at Sept 30, 2003)	8,810,669 common shares
52 week trading range (ending Sep 30, 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
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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