

**Quarterly Report for period ending:  
September 30, 2004**

**Financial Highlights**

- Business combination of Pinetree and Genevest Inc. (“Genevest”) which occurred on June 1, 2004, (the “Amalgamation”) was accounted for as a reverse takeover as the shareholder of Genevest became controlling shareholders of Pinetree after the Amalgamation. Under this form of purchase accounting, Genevest is deemed to have acquired Pinetree and the consolidated financial statements of Pinetree for the nine months ended September 30, 2004, include only Genevest’s operating results prior to the Amalgamation and the results of the amalgamated company thereafter. ALL COMPARATIVE FIGURES AND REFERENCES TO THE PRIOR PERIODS ARE THOSE OF GENEVEST.
- Net Asset Value Per Share as at September 30, 2004 was **\$3.72 per share (basic)** and **\$3.15 (diluted)**.
- The results are based upon the Fair Value method of accounting for its investments.
- Realized Gains on disposal of investments for the third quarter of 2004 were \$81,507 while Realized Gains on disposal of investments for the nine months ended September 30, 2004 totaled \$12,717,429.
- Unrealized Gains on our investment portfolio resulting from write-downs to market value and reversal of prior periods unrealized losses totaled \$1,347,393 for Q2. Unrealized Losses on our investments portfolio totaled \$26,861,926 for the nine months ended September 30, 2004.
- Net Investment Gains for the third quarter of fiscal 2004 were \$1,428,900 while Net Investment Losses for the nine months ended September 30, 2004 totaled \$14,144,497.
- Net gain before extraordinary gain for the third quarter of fiscal 2004 was \$19,963 or \$0.001 per share (basic and diluted). Net loss before extraordinary gain for the nine months ended September 30, 2004 totaled \$11,197,396 or \$0.99 per share (basic and diluted).
- Net loss after extraordinary gain for the third quarter of fiscal 2004 was \$191,161 or \$0.01 per share (basic and diluted). Net loss after extraordinary gain for the nine months ended September 30, 2004 totaled \$10,442,282 or \$0.92 per share (basic and diluted).

**Investment Highlights**

- The fair value of the Company’s investment portfolio stood at \$74,146,077 at September 30, 2004 versus \$80,016,099 at the end of fiscal year 2003. As at September 30, 2004, the Company held marketable securities with a quoted market value of approximately \$56.0 million (Dec 31, 2003 – \$65.7 million), of which approximately \$49.1 million (Dec 31, 2003 – \$60.3 million) represented investments in mineral resource companies.
- The cost base of the Company’s portfolio was \$60,843,739 as at September 30, 2004 (December 31, 2003 - \$49,865,606). As such, the excess of fair value over cost stood at \$13,302,338 as at September 30, 2004 versus an excess of \$30,150,493 as at December 31, 2003, a decrease of 55.9%.

### Financial Summary

For a complete financial report, visit [www.pinetreecapital.com](http://www.pinetreecapital.com)

Operating Results (unaudited)	Three months ended September 30,		Nine months ended September 30,	
	2004	2003	2004	2003
Realized gains on disposal of investments, net	\$ 81,507	\$ 3,075,583	\$ 12,717,429	\$ 5,691,326
Unrealized gains (losses) on investments, net	1,347,393	9,847,895	(26,861,926)	3,966,922
Income (loss) before extraordinary gain	19,963	8,991,225	(11,197,396)	6,113,735
Net income (loss) for the period	191,161	8,991,225	(10,442,282)	6,113,735
<b>Earnings (loss) per common share – basic and diluted</b>	0.01	0.98	(0.92)	0.65

Balance Sheet Highlights (unaudited)	September 30, 2004	December 31, 2003
Investments, at fair value	\$ 74,146,077	\$ 80,016,099
Investments, at cost	60,843,739	49,865,606
Cash and cash equivalents	273,985	31,999
Total assets	75,422,251	84,218,415
Total liabilities	24,262,496	32,800,796
Share capital and contributed surplus	19,765,228	9,580,608
Retained earnings	31,394,527	41,837,011
<b>Net asset value per share – Basic</b>	<b>3.72</b>	<b>5.32</b>
<b>Net asset value per share – Diluted</b>	<b>3.15</b>	<b>4.55</b>

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

Outstanding Shares (as at September 30, 2004)	<b>13,759,622 common shares</b>
52 week trading range (ending September 30, 2004)	<b>\$0.70 - \$2.30</b>
Fiscal Year End	<b>December</b>
Financial Information	<b>For detailed financial information, visit <u>Investor Relations: Financial Information</u> at <a href="http://www.pinetreecapital.com">www.pinetreecapital.com</a> or <a href="http://www.sedar.com">www.sedar.com</a></b>
Auditors	<b>Ernst &amp; Young, LLP, Toronto, Ontario, Canada</b>
Legal Counsel	<b>Goodman &amp; Carr, Toronto, Ontario, Canada</b>
Registrar and Transfer Agent	<b>Equity Transfer Services Inc., Toronto, Canada</b>
Investor Relations	<b>Larry Goldberg, C.A. Executive Vice President &amp; Chief Financial Officer email: <a href="mailto:ir@pinetreecapital.com">ir@pinetreecapital.com</a></b>
Head Office	<b>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: <a href="mailto:info@pinetreecapital.com">info@pinetreecapital.com</a> Website: <a href="http://www.pinetreecapital.com">www.pinetreecapital.com</a></b>
<b>Board of Directors</b>	
Sheldon Inwentash, C.A.	<b>Chief Executive Officer, Pinetree Capital Corp., Toronto, Canada</b>
Steven Saviuk, C.A.	<b>Chief Executive Officer, Manitex Capital Inc., Montreal, Canada</b>
Ronald Perry, C.A.	<b>Principal, Briolijor Corporation, Montreal, Canada</b>
Bruno Maruzzo, M.B.A, M.A.Sc, PEO	<b>Prinicpal, Technoventure Inc., Toronto, Canada</b>
Dr Joseph Greenberg	<b>Physician (private practice), Toronto, Canada</b>
Dr. Kent Moore	<b>Associate Professor, Department of Physics, University of Toronto, Toronto, Canada</b>
Lynn Factor	<b>Independent Business Woman, Toronto, Canada</b>