

**Quarterly Report for period ending:  
December 31, 2004**

**Financial Highlights**

- The reverse takeover of Pinetree by 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 year ended December 31, 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 December 31, 2004 was **\$4.16 per share (basic)** and **\$3.65 (diluted)**.
- The results are based upon the Fair Value method of accounting for its investments.
- Realized Gains on disposal of investments for the fourth quarter of 2004 were \$674,903 while Realized Gains on disposal of investments for the year ended December 31, 2004 totaled \$13,392,332.
- Unrealized Gains on our investment portfolio resulting from net write-ups to market value and reversal of prior periods unrealized losses totaled \$6,119,893 for Q4. Unrealized Losses on our investments portfolio totaled \$19,918,440 for the year ended December 31, 2004.
- Net Investment Gains for the four quarter of fiscal 2004 were \$7,618,389 while Net Investment Losses for the year ended December 31, 2004 totaled \$6,526,108.
- Net income before extraordinary gain for the four quarter of fiscal 2004 was \$6,456,763 or \$0.47 per share (basic and diluted). Net loss before extraordinary gain for the year ended December 31, 2004 totaled \$4,740,633 or \$0.37 per share (basic and diluted).
- Net loss after extraordinary gain for the fourth quarter of fiscal 2004 was \$6,456,763 or \$0.47 per share (basic and diluted). Net loss after extraordinary gain for the year ended December 31, 2004 totaled \$4,740,633 or \$0.31 per share (basic and diluted).

**Investment Highlights**

- The fair value of the Company’s investment portfolio stood at \$82,426,943 at December 31, 2004 versus \$80,016,099 at the end of fiscal year 2003. As at December 31, 2004, the Company held marketable securities with a quoted market value of approximately \$62.0 million (Dec 31, 2003 – \$65.7 million), of which approximately \$54.8 million (Dec 31, 2003 – \$60.3 million) represented investments in gold and mineral resource companies.
- The cost base of the Company’s portfolio was \$63,004,712 as at December 31, 2004 (December 31, 2003 - \$49,865,606). As such, the excess of fair value over cost stood at \$19,422,231 as at December 31, 2004 versus an excess of \$30,150,493 as at December 31, 2003, a decrease of 35.6%.

### Financial Summary

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

Operating Results (unaudited)	Three months ended December 31,		Year ended December 31,	
	2004	2003	2004	2003
Realized gains on disposal of investments, net	\$ 674,903	\$ 4,389,307	\$ 13,392,332	\$ 10,080,633
Unrealized gains (losses) on investments, net	6,119,893	13,549,252	(19,918,440)	17,516,174
Income (loss) before extraordinary gain	6,456,763	10,473,530	(4,740,633)	16,587,265
Net income (loss) for the period	6,456,763	10,473,530	(3,985,721)	16,587,265
<b>Earnings (loss) per common share before extraordinary gain – basic and diluted</b>	0.47	0.86	(0.37)	1.33
<b>Earnings (loss) per common share – basic and diluted</b>	0.47	0.86	(0.31)	1.33

Balance Sheet Highlights (unaudited)	December 31, 2004	December 31, 2003
Investments, at fair value	\$ 82,426,943	\$ 80,016,099
Investments, at cost	63,004,712	49,865,606
Cash and cash equivalents	94,131	31,999
Total assets	83,786,615	84,218,415
Total liabilities	27,465,105	32,800,796
Share capital and contributed surplus	18,470,220	9,580,608
Retained earnings	37,851,290	41,837,011
<b>Net asset value per share – Basic</b>	<b>4.16</b>	<b>4.23</b>
<b>Net asset value per share – Diluted</b>	<b>3.65</b>	<b>3.62</b>

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

Outstanding Shares (as at December 31, 2004)	<b>13,530,136 common shares</b>
52 week trading range (ending December 31, 2004)	<b>\$1.10 - \$2.53</b>
Fiscal Year End	<b>December</b>
Financial Information	<b>For detailed financial information, visit <u><a href="#">Investor Relations: Financial Information</a></u> at <u><a href="http://www.pinetreecapital.com">www.pinetreecapital.com</a></u> or <u><a href="http://www.sedar.com">www.sedar.com</a></u></b>
Auditors	<b>Ernst &amp; Young, LLP, Toronto, Canada</b>
Legal Counsel	<b>Goodman &amp; Carr, Toronto, 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: <u><a href="mailto:ir@pinetreecapital.com">ir@pinetreecapital.com</a></u></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: <u><a href="mailto:info@pinetreecapital.com">info@pinetreecapital.com</a></u> Website: <u><a href="http://www.pinetreecapital.com">www.pinetreecapital.com</a></u></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>