

**Quarterly Report for period ending:
September 30, 2005**

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 periods after June 1, 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 PERIODS PRIOR TO JUNE 1, 2004 ARE THOSE OF GENEVEST ONLY.
- Net Asset Value Per Share as at September 30, 2005 was **\$5.90 (basic)** and **\$5.20 (diluted)** as compared to **\$4.16 per share (basic)** and **\$3.65 (diluted)** as at December 31, 2004.
- 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 2005 were \$3,843,609 while Realized gains on disposal of investments for the nine months ending September 30, 2005 totaled \$11,140,468.
- Unrealized gains on our investment portfolio resulting from the write-up to market value and reversal of prior periods unrealized losses totaled \$25,341,528 for Q3. Unrealized gains on our investment portfolio totaled \$21,813,393 for the nine months ended September 30, 2005.
- Net Investment Gains for the third quarter of fiscal 2005 were \$29,185,137 while Net Investment Gains for the nine months ended September 30, 2005 totaled \$32,953,861.
- Net income for the third quarter of fiscal 2005 was \$22,802,285 or \$1.64 per share (basic) while Net income for the nine months ended September 30, 2005 was \$25,610,717 or \$1.85 per share (basic).

Investment Highlights

- The fair value of the Company’s investment portfolio stood at \$121,178,812 at September 30, 2005 versus \$82,426,943 at the end of fiscal year 2004. As at September 30, 2005, the Company held marketable securities with a quoted market value of approximately \$86.1 million (Dec 31, 2004 – \$62.0 million), of which approximately \$76.7 million (Dec 31, 2004 – \$54.8 million) represented investments in mining and oil & gas companies.
- The cost base of the Company’s portfolio was \$83,484,419 as at September 30, 2005 (December 31, 2004 - \$63,004,712). As such, the excess of fair value over cost stood at \$37,694,393 as at September 30, 2005 versus an excess of \$19,422,231 as at December 31, 2004, an increase of 94.1%.

Financial Summary

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

Operating Results (unaudited)	Three months ended September 30,		Nine months ended September 30,	
	2005	2004	2005	2004
Realized gains on disposal of investments, net	\$ 3,843,609	\$ 81,507	\$ 11,140,468	\$ 12,717,429
Unrealized gains (losses) on investments, net	25,341,528	1,347,393	21,813,393	(26,861,926)
Net investment gains (losses)	29,185,137	1,428,900	32,953,861	(14,144,497)
Income (loss) before extraordinary gain	22,802,285	19,963	25,610,717	(11,197,396)
Net income (loss) for the period	22,802,285	191,161	25,610,717	(10,442,484)
Basic earnings (loss) per common share - before extraordinary gain	1.64	0.00	1.85	(0.99)
Basic earnings (loss) per common share – net income (loss)	1.64	0.01	1.85	(0.92)
Diluted earnings (loss) per common share - before extraordinary gain	1.50	0.00	1.74	(0.99)
Diluted earnings (loss) per common share – net income (loss)	1.50	0.01	1.74	(0.92)

Balance Sheet Highlights (unaudited)	September 30, 2005	December 31, 2004
Investments, at fair value	\$ 121,178,812	\$ 82,426,943
Investments, at cost	83,484,419	63,004,712
Cash and cash equivalents (bank indebtedness)	(862,735)	94,131
Total assets	121,504,768	83,786,615
Total liabilities	39,929,972	27,465,105
Share capital and contributed surplus	18,112,789	18,470,220
Retained earnings	63,462,007	37,851,290
Net asset value per share – Basic	5.90	4.16
Net asset value per share – Diluted	5.20	3.65

Investments consist of the following:

Sectors:	September 30, 2005		December 31, 2004	
	Cost	Fair Value	Cost	Fair Value
Mining and Oil & Gas	\$ 59,634,974	\$ 82,580,199	\$ 42,875,492	\$ 54,772,272
Biotechnology	6,333,527	4,797,913	5,806,497	6,134,458
Technology and Other	17,515,918	33,800,700	14,322,723	21,520,213
Total investments	\$ 83,484,419	\$ 121,178,812	\$ 63,004,712	\$ 82,426,943

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

Outstanding Shares (as at Sept 30, 2005)	13,835,561 common shares
52 week trading range (ending Sept 30, 2005)	\$1.75 - \$3.55
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, Canada
Legal Counsel	Goodman & Carr, LLP, Toronto, 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
Dr Joseph Greenberg	Physician (private practice), Toronto, Canada
Dr. Kent Moore	Associate Professor, Department of Physics, University of Toronto, Toronto, Canada
Lynn Factor	Independent Business Woman, Toronto, Canada