



Sprott INC.

Annual General Meeting

May 7, 2009



Spratt INC.

Jack Lee
Chairman

Agenda



- Introduction
- Scrutineer's Report
- Election of Directors
- Appointment of Auditors
- Other Business
- Management Presentation



Sprott INC.

Eric Sprott
President & CEO

Forward-looking Statements



This presentation contains “forward-looking statements” which reflect the current expectations of the Company. These statements reflect management’s current beliefs with respect to future events and are based on information currently available to management.

Forward-looking statements involve significant known and unknown risks, uncertainties and assumptions. Many factors could cause actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements including, without limitation, those listed under the heading “Risk Factors” in the Company’s prospectus. Should one or more of these risks or uncertainties materialize, or should assumptions underlying the forward-looking statements prove incorrect, actual results, performance or achievements could vary materially from those expressed or implied by the forward-looking statements contained in this presentation.

Although the forward-looking statements contained in this presentation are based upon what the Company and Sprott Asset Management (SAM) believe to be reasonable assumptions, neither the Company nor SAM can assure investors that actual results, performance or achievements will be consistent with these forward-looking statements. These forward-looking statements are made as of the date of this presentation and neither the Company nor SAM assumes any obligation to update or revise them to reflect new events or circumstances except as required by Canadian Securities laws.



Sprott Inc. at a Glance



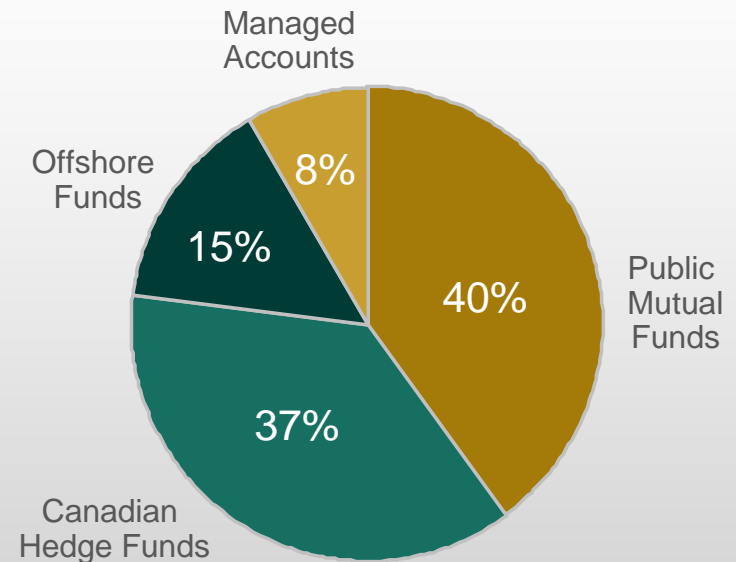
A leading mutual fund manager in Canada

One of the largest hedge fund managers in Canada

\$4.7 billion AUM
(March 31, 2009)

~90,000 client accounts
(retail, high net worth, institutional)

Assets Under Management
March 31, 2009



2008 Highlights

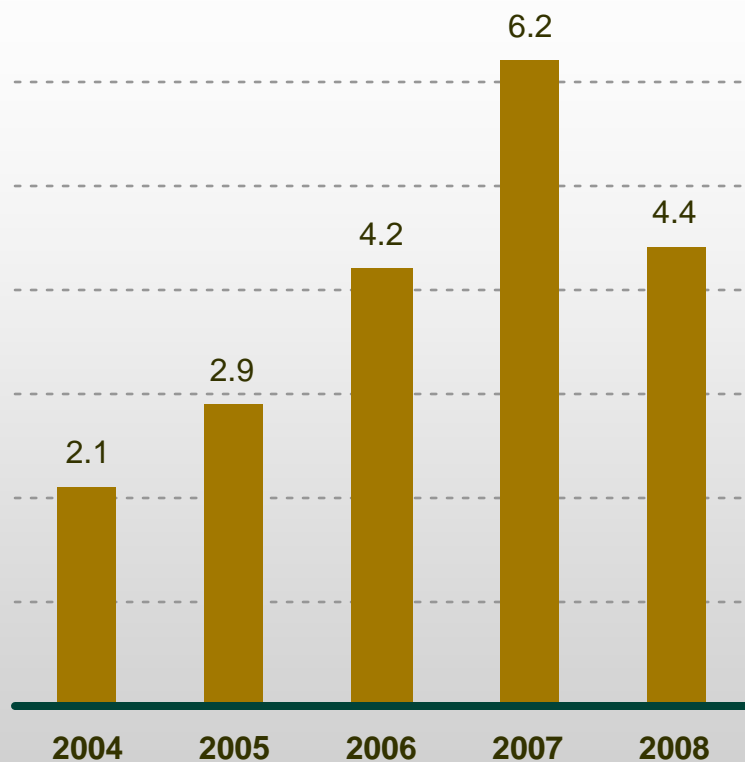


- Listed on the Toronto Stock Exchange on May 15, 2008
- Strengthened investment team with new hirings
- Introduced new products
- Unprecedented market conditions

Assets Under Management



In billions\$, as at December 31



2008

+\$95 million
net sales

-\$1.9 billion
market depreciation

Hedge Fund Leadership



Reasons for success

- Shorting a key feature
- No excessive leverage

Awards & Accolades

- **Barron's 75 Best Hedge Funds:**
Sprott Offshore Fund Ltd.; Sprott Opportunities Hedge Fund L.P.
- **HFM Week Best Long/Short Hedge Fund:** Sprott Offshore Fund Ltd.
- **Absolute Return Nominations:**
Best U.S. Equity Fund –
Sprott Hedge Fund L.P.

Management Firm of the Year –
Sprott Asset Management

Summary Financial Information



<i>\$ millions except per share amounts</i>	Q1-09	Q1-08	2008	2007
Total revenue	26.7	43.1	165.8	227.6
Total expenses	15.8	18.1	86.5	175.2
Base EBITDA*	8.1	16.6	57.1	49.3
Net income	7.4	16.7	52.1	42.3
Earnings per share	0.05	0.12	0.36	0.32
Dividends per share	0.025	-	0.225	-

* Base EBITDA refers to EBITDA excluding performance fees and performance fee-related bonuses, gains and losses on proprietary investments, impairment of long term assets and the dilution loss related to the Sprott Molybdenum IPO, and retroactively accounting for the change in the bonus compensation arrangements that became effective upon completion of the Sprott Inc. IPO.

Variable cost structure



Q1 09 Mutual Fund Performance



<i>Series A, YTD as at March 31, 2009</i>	Actual	Benchmark	
Canadian Equity Fund	11.29%	-2.00%	S&P/TSX Composite Total Return Index
Gold & Precious Minerals Fund	33.55%	8.44%	S&P/TSX Global Gold Index
Energy Fund	4.63%	1.01%	S&P/TSX Capped Energy Total Return Index
Growth Fund	9.01%	-2.00%	S&P/TSX Composite Total Return Index
Global Equity Fund	-16.82%	-8.75%	MSCI World Index (CAD)
Small Cap Equity Fund	12.00%	-3.68%	S&P/TSX Small Cap Total Return Index
All Cap Fund*	-	-	S&P/TSX Composite Total Return Index
Gold Bullion Fund* (launched on 17/03/09)	-	-	N/A

* In accordance with NI 81-102, only Fund returns over a year are published.

Strong recovery in gold and small caps



Q1 09 Hedge Fund Performance



Class A, YTD as at March 31, 2009

Canadian Hedge Funds

Hedge Fund L.P	12.90%
Hedge Fund L.P. II	10.93%
Bull/Bear RSP Fund	10.41%
Opportunities Hedge Fund L.P	0.38%
Opportunities RSP Fund	0.35%
Small Cap Hedge Fund	16.30%
Global Market Neutral Fund	-2.87%

Offshore Funds

Offshore Fund	13.85%
Offshore II Fund	7.69%
Capital, L.P.	13.81%
Capital, L.P. II	7.89%
Opportunities Offshore Fund Ltd.	-0.23%
Opportunities Capital Fund, L.P.	-0.36%

Hedge fund L.P. has a 10% hurdle rate; all other hedge funds have an absolute return hurdle rate.

Scotia Capital
Canadian Hedge Fund
Asset Weighted Index

5.6%

Shorting led to outperformance



Economic & Market Outlook



- Money supply
- Interest rates
- US dollar
- Derivatives
- Gold and gold shares
- Financial stress

Key Growth Initiatives



- Leverage our investment team
- Increase sales and marketing efforts
- Expand private wealth business
- Introduce new products
 - Sprott All Cap Fund (September 2008)
 - Sprott Gold Bullion Fund (March 2009)
 - FNSSC* Multi-Manager Fund (April 2009)
- Sprott Consulting LP
 - Sprott Resource Corp./One Earth Farms Corp.

* Federation of National Specialty Societies of Canada

Build on Sprott brand in Canada and internationally





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