



Sprott INC.

Q3 2009
Financial Results
November 5, 2009

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.

Speakers



Peter Hodson CFA

Director, Sprott Inc.
Portfolio Manager, Sprott Asset Management

Steve Rostowsky CA CFA

Chief Financial Officer, Sprott Inc.

Market Review



- Gold and precious metals continue to shine
- Strong performance from mutual funds
 - Two funds up over 20% YTD
 - Three funds up over 50% YTD
- Several hedge funds still defensively positioned

Mutual Fund Performance



<i>Series A, YTD as at September 30, 2009</i>				<i>Series A, Historical</i>			
	Actual	Benchmark		1 YR	3YR	5YR	Inception
Canadian Equity Fund	20.6%	30.0%	S&P/TSX Composite Total Return Index	-4.1%	-2.7%	7.1%	19.1%
Gold & Precious Minerals Fund	77.1%	7.2%	S&P/TSX Global Gold Index	48.5%	-5.0%	5.9%	20.2%
Energy Fund	49.8%	36.6%	S&P/TSX Capped Energy Total Return Index	-24.1%	-9.4%	3.1%	6.3%
Growth Fund	32.4%	30.0%	S&P/TSX Composite Total Return Index	-3.4%	-8.2%	-	-5.5%
Global Equity Fund	-8.7%	9.9%	MSCI World Index (CAD)	-18.7%	-	-	-20.1%
Small Cap Equity Fund	50.9%	43.8%	S&P/TSX Small Cap Total Return Index	-4.4%	-	-	-11.8%
All Cap Fund	12.0%	30.0%	S&P/TSX Composite Total Return Index	6.3%	-	-	3.2%
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



Hedge Fund Performance



<i>Class A, YTD as at September 30, 2009</i>		<i>Class A, Historical</i>			
		1 YR	3YR	5 YR	Inception
Canadian Hedge Funds					
Hedge Fund L.P	-6.8%	0.1%	7.0%	10.3%	21.3%
Hedge Fund L.P. II	-9.7%	-0.4%	9.3%	10.5%	7.9%
Bull/Bear RSP Fund	-9.7%	3.4%	9.9%	11.6%	11.0%
Opportunities Hedge Fund L.P	2.6%	2.0%	8.2%	17.8%	19.7%
Opportunities RSP Fund	2.5%	1.9%	8.0%	–	10.0%
Small Cap Hedge Fund	52.2%	-0.1%	–	–	-3.2%
Offshore Funds*					
Offshore Fund	8.5%	11.1%	13.0%	16.1%	21.5%
Offshore II Fund	-0.8%	4.7%	–	–	4.7%
Capital, L.P.	8.5%	11.0%	13.0%	16.0%	21.2%
Capital, L.P. II	-1.0%	4.1%	–	–	-1.8%
Opportunities Offshore Fund Ltd.	2.4%	3.2%	9.0%	–	8.2%
Opportunities Capital Fund, L.P.	1.8%	2.5%	8.6%	–	7.9%

*Returns shown are for reference series

**YTD as of September 30, 2009

Scotia Capital Canadian Hedge Fund
Asset Weighted Index 21%**



Q3 2009 Highlights



- **Assets under management**
 - \$4.3 billion as at September 30, 2009
- Introduced “Low Load” option for Series A mutual fund units
- Expanded product offering to Sprott Private Wealth clients
- Increased activity from Sprott Consulting

Assets Under Management



<i>\$ millions</i>	Q3-09	Q3-08	9M-09	9M-08
AUM, beginning of period	4,444	7,726	4,449	6,215
Net sales/(redemptions)	(252)	122	(503)	680
Market value appreciation/(depreciation) of portfolios	146	(2,242)	392	(1,289)
AUM, end of period	4,338	5,606	4,338	5,606

Revenue



<i>\$ millions</i>	Q3-09	Q3-08	9M-09	9M-08
Management fees	20.7	32.9	65.0	102.3
Crystallized performance fees	0.2	1.3	2.4	5.6
Unrealized and realized gain/(loss) on proprietary investments	0.7	(9.7)	3.6	(4.3)
Other income	0.5	1.0	0.9	4.6
Total revenue	22.0	25.4	71.8	108.1

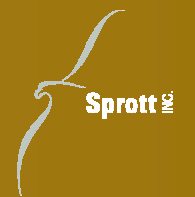
Summary Financial Information



<i>\$ millions except per share amounts</i>	Q3-09	Q3-08	9M-09	9M-08
Total revenue	22.0	25.4	71.8	108.1
Total expenses	14.0	19.8	45.1	60.6
Base EBITDA*	8.0	15.2	23.7	49.0
Net income	5.5	3.7	18.5	31.8
Earnings per share	0.04	0.02	0.12	0.22

* Base EBITDA refers to EBITDA excluding performance fees and performance fee-related bonuses, and gains and losses on proprietary investments.

Variable cost structure ensures expenses are correlated with revenues

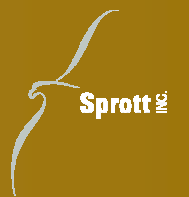


Outlook



- Focused on growing three lines of business
 - Sprott Asset Management LP
 - Sprott Private Wealth LP
 - Sprott Consulting LP
- Evaluating opportunities to diversify product lineup
- Deep and broad investment team
- Proven track record of superior performance

Focused growth strategy





Sprout INC.

Q3 2009

Q&A

November 5, 2009