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**PRESS RELEASE – FOR IMMEDIATE RELEASE**

**SPROTT ASSET MANAGEMENT INC. (SAM) – Sprott Canadian Equity Fund –  
Regulatory Approval To Invest In Silver**

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**Toronto, March 30, 2005** - Sprott Asset Management Inc. ("SAM") is pleased to notify unitholders of the Sprott Canadian Equity Fund (the "Fund") that, effective June 1, 2005 and subject to the receipt of regulatory approval (expected in April 2005), the Fund will be permitted to invest directly in silver (or the equivalent in certificates or specified derivatives of which the underlying interest is silver).

Therefore, and in conjunction with the Fund's current ability to invest directly in gold, the Fund will be able to invest up to 20% of its assets in gold and silver (or the equivalent in certificates or specified derivatives of which the underlying interest is gold or silver).

SAM is well known in Canadian capital markets for its expertise and investment strategies involving gold and silver. SAM does a substantial amount of research in this area and believes that this expertise and research should be available to unitholders of the Sprott Canadian Equity Fund.

If you require further information, please contact your Registered Representative.

Yours truly,

Neal Nenadovic, CA, CFA  
Chief Financial Officer  
Sprott Asset Management Inc.