

# KBWC

As of March 31, 2012

## Fund Description

The PowerShares KBW Capital Markets Portfolio is based on the KBW Capital Markets Index. The Fund will normally invest at least 90% of its total assets in securities that comprise the Underlying Index. The Index is a float adjusted modified-market capitalization-weighted index that seeks to reflect the performance of companies that do business as broker-dealers, asset managers, trust and custody banks or exchanges that are publicly traded. The Index is compiled, maintained and calculated by KBW.

There are risks involved with investing in ETFs, including possible loss of money. Shares are not actively managed and are subject to risks similar to those of stocks. Ordinary brokerage commissions apply. The Fund's return may not match the return of the Underlying Index.

## Fund Data

KBW Capital Markets Portfolio	KBWC
Intraday NAV (IIV)	KBWC.IV
CUSIP	73937B738
Listing Exchange	NYSE Arca
Number of Securities	24
30-Day SEC Yield	1.18%
Expense Ratio	0.35%

## Underlying Index Data

KBW Capital Markets	KSXTR
Index Provider	Keefe, Bruyette & Woods, Inc.

# PowerShares KBW Capital Markets Portfolio

## Fund Performance & Index History (%)

	1 Year	3 Year	5 Year	10 Year	Fund Inception
<b>Underlying Index</b>					
KBW Capital Markets Index	-11.19	11.68	-10.96	-	23.48
<b>Benchmark Indexes</b>					
S&P 500 Financials Index	-1.76	23.19	-13.02	-3.02	24.16
S&P 500 Index	8.51	23.40	2.01	4.12	16.75
<b>Fund</b>					
NAV	-	-	-	-	23.42
After Tax Held	-	-	-	-	22.80
After Tax Sold	-	-	-	-	15.20
Market Price	-	-	-	-	23.49

*This is a new Fund and therefore does not have a full year of performance to report as of the most recent quarter end. Performance data quoted represents past performance. Past performance is not a guarantee of future results; current performance may be higher or lower than performance quoted. Investment returns and principal value will fluctuate and Shares, when redeemed, may be worth more or less than their original cost. See [invescopowershares.com](http://invescopowershares.com) to find the most recent month-end performance numbers. After Tax Held represents total return after taxes on distributions and assumes Shares have not been sold. After Tax Sold represents total return after taxes on distributions and the sale of Fund Shares. After-tax returns reflect the highest federal income tax rate but exclude state and local taxes. Market returns are based on the midpoint between the highest bid and the lowest offer, as of the time that the Fund's NAV is calculated, generally around 4 p.m. ET and do not represent the returns an investor would receive if shares were traded at other times.*

## 5-Year Index Statistics

	Alpha	Beta	Correlation	Sharpe Ratio	Volatility (%)
KBW Capital Markets Index	-	-	-	-0.41	29.30
S&P 500 Financials Index	-0.60	0.80	0.88	-0.43	32.21
S&P 500 Index	-11.55	1.41	0.92	0.05	19.07

Alpha, beta and correlation are relative to underlying index.

## Fund Inception: Nov. 1, 2011

**Index returns do not represent Fund returns. An investor cannot invest directly in an index.**

Neither the underlying Index nor the benchmark indexes charge management fees or brokerage expenses, and no such fees or expenses were deducted from the performance shown; nor do any of the indexes lend securities, and no revenues from securities lending were added to the performance

shown. In addition, the results actual investors might have achieved would have differed from those shown because of differences in the timing, amounts of their investments, and fees and expenses associated with an investment in the Fund.

The S&P 500 Financials Index is an unmanaged index considered representative of the financial market.

The S&P 500® Index is an unmanaged index considered representative of the U.S. stock market.

**Shares are not FDIC insured, may lose value and have no bank guarantee.**

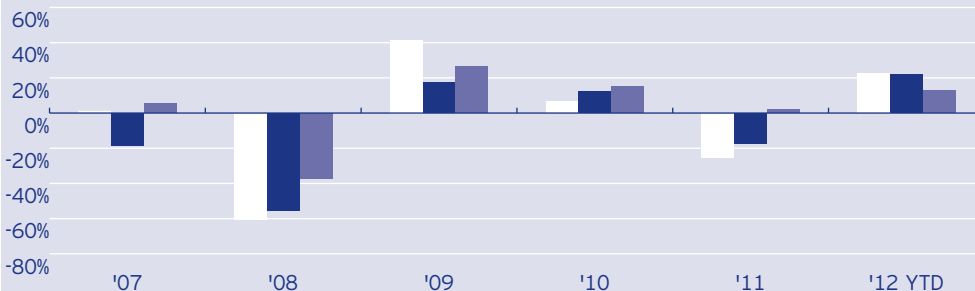
**Shares are not individually redeemable and owners of the Shares may acquire those Shares from the Fund and tender those Shares for redemption to the Fund in Creation Unit aggregations only, typically consisting of 50,000 Shares.**

Top Fund Holdings (%)	
Name	Weight
Morgan Stanley	8.37
Goldman Sachs Group Inc.	8.33
State Street Corp.	8.24
Franklin Resources Inc.	7.51
CME Group Inc.	6.21
TD Ameritrade Holding Corp.	4.44
Raymond James Financial Inc.	4.42
Jefferies Group Inc.	4.22
T. Rowe Price Group Inc.	4.18
Invesco Limited	4.17
Charles Schwab Corp.	3.98
NYSE Euronext	3.91
Lazard Ltd. (CI A)	3.83
IntercontinentalExchange Inc.	3.74
SEI Investments Co.	3.65
Janus Capital Group Inc.	3.38
Stifel Financial Corp.	3.12
Legg Mason Inc.	3.11
NASDAQ OMX Group Inc.	2.96
Knight Cap Group Inc. (CI A)	2.73
Interactive Brokers Group (CI A)	1.75
Investment Technology Group Inc.	1.51
Greenhill & Co. Inc.	1.29
Piper Jaffray Cos.	0.94

Please see the website for complete holdings information. Holdings are subject to change.

### Annual Index Performance

■ KBW Capital Markets Index ■ S&P 500 Financials Index ■ S&P 500



### Fund Details

P/E Ratio	16.03
P/B Ratio	1.26
Return on Equity	11.37%
Weighted Market Cap (\$MM)	17,572

### Fund Subindustry Allocations (%)

Investment Banking & Brokerage	47.18
Asset Management & Custody Banks	34.25
Specialized Finance	18.57

### Fund Market-Cap Allocations (%)

Large-Cap Growth	24.05
Large-Cap Value	22.77
Mid-Cap Growth	24.06
Mid-Cap Value	14.41
Small-Cap Growth	11.45
Small-Cap Value	3.26

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### About risk

The Fund is considered non-diversified and may be subject to greater risks than a diversified fund.

Securities lending involves a risk of loss because the borrower may fail to return the securities in a timely manner or at all. If a Fund is unable to recover the securities loaned, it may sell the collateral and purchase a replacement security in the market. Lending securities entails a risk of loss to the Funds if and to the extent that the market value of the loaned securities increases and the collateral is not increased accordingly.

The Funds may contain securities in the capital market sectors. Companies engaged in this sector are subject to greater risks, and are more greatly impacted by market volatility, than more diversified investments.

The **Intraday NAV** is a symbol representing estimated fair value based on the most recent intraday price of underlying assets. **Volatility** is the annualized standard deviation of index returns. **Beta** is a measure of relative risk and the slope of regression. **Sharpe Ratio** is a risk-adjusted measure calculated using standard deviation and excess

return to determine reward per unit of risk. A higher Sharpe Ratio indicates better risk-adjusted performance. **Correlation** indicates the degree to which two investments have historically moved in the same direction and magnitude. **Alpha** is a measure of performance on a risk-adjusted basis. **Weighted Harmonic Average Stock Price-to-Earnings Ratio (P/E Ratio)** is the share price divided by earnings per share. It is measured on a 12-month trailing basis. **Weighted Harmonic Average Stock Price-to-Book-Value Ratio (P/B Ratio)** is the ratio of a stock's market price to a company's net asset value. **Weighted Harmonic Average** is a method of calculating an average value that lessens the impact of large outliers and increases the impact of small ones. **Weighted Average Return on Equity** is net income divided by net worth. **Weighted Market Capitalization** is the sum of each underlying securities' market value.

The Global Industry Classification Standard was developed by and is the exclusive property and a service mark of MSCI, Inc. and Standard & Poor's.

Security classifications used in calculating allocation tables are as of Feb. 29, 2012.

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**An investor should consider the Fund's investment objective, risks, charges and expenses carefully before investing. The prospectus contains this and other information about the Fund. For this and more complete information about the Fund call 800 983 0903 or visit [invescopowershares.com](http://invescopowershares.com) for a prospectus. Please read the prospectus carefully before investing.**

Note: Not all products available through all firms.