

PBJ

As of March 31, 2012

Fund Description

The PowerShares Dynamic Food & Beverage Portfolio is based on the Dynamic Food & Beverage IntellidexSM. The Fund will normally invest at least 90% of its total assets in common stocks that comprise the Index. The Intellidex thoroughly evaluates companies based on a variety of investment merit criteria, including price momentum, earnings momentum, quality, management action, and value. The Underlying Intellidex is comprised of stocks of 30 U.S. food and beverage companies. These are companies that are principally engaged in the manufacture, sale or distribution of food and beverage products, agricultural products and products related to the development of new food technologies.

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, including those regarding short selling and margin maintenance requirements. Ordinary brokerage commissions apply. The Fund's return may not match the return of the Underlying Index. Concentrated industry investments involve greater risks than more diversified investments.

Fund Data

Dynamic Food & Beverage Portfolio	PBJ
Intraday NAV (IIV)	PBJ.IV
CUSIP	73935X849
Listing Exchange	NYSE Arca
Number of Securities	29
Expense Ratio	0.71%
Net Expense Ratio	0.63%

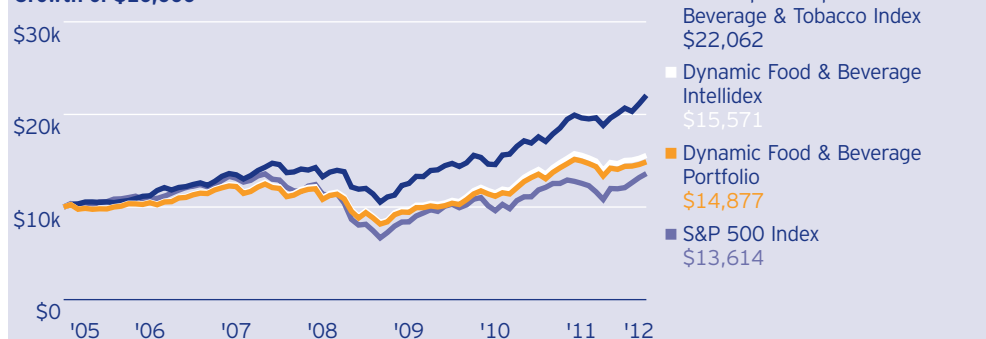
The Adviser has contractually agreed to waive fees and/or pay certain Fund expenses through at least Aug. 31, 2012.

Underlying Index Data

Dynamic Food & Beverage Intellidex	DZF
Index Provider	NYSE Arca

PowerShares Dynamic Food & Beverage Portfolio

Growth of \$10,000



Data beginning June 30, 2005, the month end following Fund inception and ending March 31, 2012.

Fund Performance & Index History (%)

	1 Year	3 Year	5 Year	10 Year	Fund Inception
Underlying Index					
Dynamic Food & Beverage Intellidex	5.25	21.94	5.41	-	6.66
Benchmark Indexes					
S&P SuperComposite Food Beverage & Tobacco Index	19.05	25.78	11.56	9.95	12.10
S&P 500 Index	8.51	23.40	2.01	4.12	4.54
Fund					
NAV	4.50	20.99	4.67	-	5.95
After Tax Held	4.15	20.42	4.04	-	5.39
After Tax Sold	2.92	17.92	3.62	-	4.80
Market Price	4.55	21.11	4.69	-	5.96

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 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 of the bid/ask spread at 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 (%)
Dynamic Food & Beverage Intellidex	-	-	-	0.29	15.16
S&P SuperComposite Food Beverage & Tobacco Index	-4.44	0.92	0.81	0.78	13.52
S&P 500 Index	3.59	0.68	0.85	0.05	19.07

Alpha, beta and correlation are relative to underlying index.

Fund Inception: June 23, 2005

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 SuperComposite Food Beverage & Tobacco Index consists of all food, beverage and tobacco stocks included in the S&P SuperComposite 1500 Index.

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.



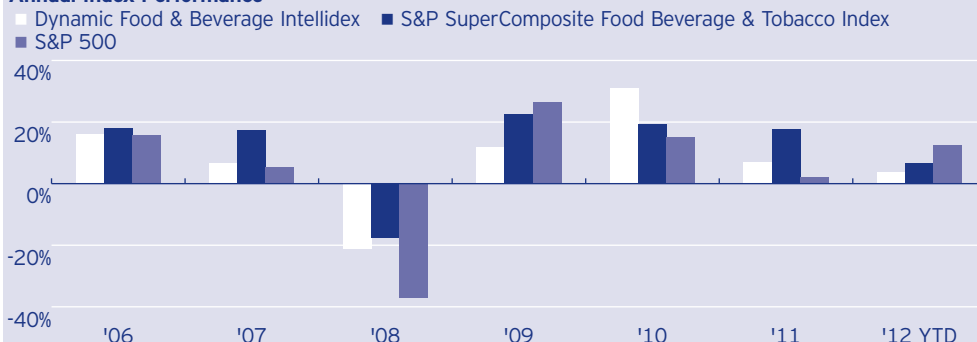
As of March 31, 2012

PowerShares Dynamic Food & Beverage Portfolio

Top Fund Holdings (%)	
Name	Weight
Yum! Brands Inc.	5.50
Mead Johnson Nutrition Company (CI A)	5.35
General Mills Inc.	5.24
Kroger Co.	5.21
Kraft Foods Inc.	5.08
Monsanto Co.	5.08
Archer-Daniels	5.02
McDonald's Corp.	4.95
Monster Beverage Corp.	3.04
Constellation Brands Inc.	3.02
Sara Lee Corp.	2.93
Molson Coors Brewing Co. (CI B)	2.85
Brown-Forman Corp. (CI B)	2.84
Whole Foods Market Inc.	2.83
Papa Johns International Inc.	2.82
Weis Markets Inc.	2.81
AFC Enterprises	2.81
Corn Products	2.80
Tyson Foods Inc. (CI A)	2.78
Bunge Limited	2.78
Campbell Soup Co.	2.77
Spartan Stores Inc.	2.75
Dean Foods Co.	2.72
B&G Foods Inc.	2.70
Conagra Foods Inc.	2.70
Cal-Maine Foods Inc.	2.70
Safeway Inc.	2.67
Calavo Growers Inc.	2.66
Smithfield Foods Inc.	2.58

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

Annual Index Performance



Fund Details

P/E Ratio	15.76
P/B Ratio	2.38
Return on Equity	20.62%
Weighted Market Cap (\$MM)	19,800

Fund Subindustry Allocations (%)

Packaged Foods & Meats	40.23
Restaurants	16.08
Food Retail	13.52
Agricultural Products	10.60
Distillers & Vintners	5.86
Fertilizers & Agricultural Chemicals	5.08
Soft Drinks	3.04
Brewers	2.85
Food Distributors	2.75

Fund Market-Cap Allocations (%)

Large-Cap Growth	18.43
Large-Cap Value	25.83
Mid-Cap Growth	8.41
Mid-Cap Value	25.36
Small-Cap Growth	2.66
Small-Cap Value	19.31

Fund Sector Allocations (%)

Consumer Discretionary	16.08
Consumer Staples	78.84
Energy	-
Financials	-
Health Care	-
Industrials	-
Information Technology	-
Materials	5.08
Telecommunication Services	-
Utilities	-

Leading the Intelligent ETF Revolution®

About risk

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

The Fund contains securities in the food and beverage industry. Companies engaged in this industry are subject to greater risks, and are more greatly impacted by market volatility, than more diversified investments.

Investments focused in a particular industry are subject to greater risk, and are more greatly impacted by market volatility than more diversified investments.

Investing in securities of small and medium-sized companies may involve greater risk than is customarily associated with investing in large companies.

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.

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

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

The Intellidex™ Indexes are trademarks of NYSE Euronext or its affiliates and are licensed for use by Invesco PowerShares Capital Management LLC in

connection with the PowerShares Intellidex investment products. The products are not sponsored or endorsed by NYSE Arca, and NYSE Arca makes no warranty or representation as to the accuracy and/or completeness of the Indexes or results to be obtained by any person from use of the Indexes or the trading of the products.

Invesco Distributors, Inc. is the distributor of the PowerShares Exchange-Traded Fund Trust.

PowerShares® is a registered trademark of Invesco PowerShares Capital Management LLC. Invesco PowerShares Capital Management LLC and Invesco Distributors, Inc. are indirect, wholly owned subsidiaries of Invesco Ltd.

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 for a prospectus. Please read the prospectus carefully before investing.

Note: Not all products available through all firms.