

# PEY

As of December 31, 2011

## Fund Description

The PowerShares High Yield Equity Dividend Achievers<sup>™</sup> Portfolio is based on the Mergent Dividend Achievers<sup>™</sup> 50 Index. The Fund will normally invest at least 90% of its total assets in dividend-paying common stocks that comprise the Index. The Index seeks to deliver high current dividend income and capital appreciation. It is composed of the 50 highest yielding companies with at least 10 fiscal years of consecutive annual dividend increases. The yield-weighted portfolio is rebalanced quarterly and reconstituted annually.

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<sup>3</sup>

High Yield Equity Dividend Achievers Portfolio	PEY
Intraday NAV (IIV)	PEY.IV
30-Day SEC Yield	3.88%

## Underlying Index Data

Mergent Dividend Achievers 50 Index Provider	MERGDYI Mergent Inc.
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## 5-Year Alpha, Beta and Correlation<sup>1,3</sup>

Data shown are that of the underlying Index relative to each respective benchmark Index.

	Alpha	Beta	Correlation
Dow Jones U.S. Select Dividend	-4.26	1.25	0.95
S&P 500 Value	-2.12	1.01	0.81
S&P 500	-4.46	0.98	0.72

## Fund Inception: Dec. 9, 2004

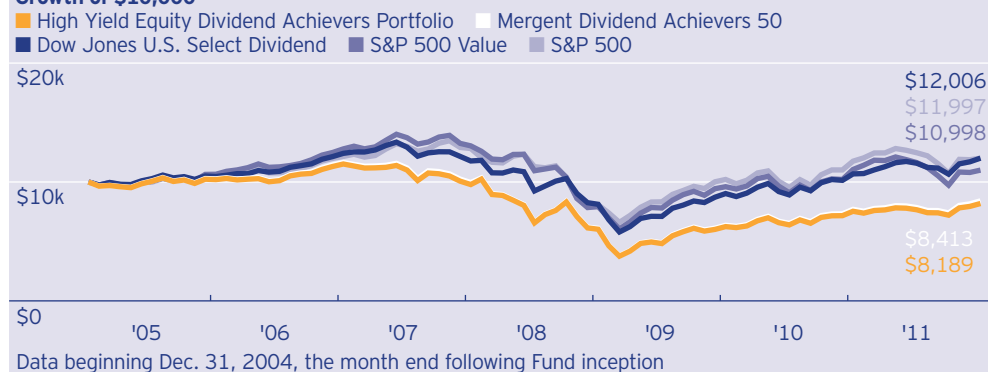
<sup>1</sup> Index returns do not represent Fund returns. An investor cannot invest directly in an index.

<sup>2</sup> Returns for the benchmark indexes are based on the closest month end to the Fund's inception date.

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

# PowerShares High Yield Equity Dividend Achievers<sup>™</sup> Portfolio

## Growth of \$10,000<sup>1</sup>



## Fund Performance & Index History (%)<sup>1</sup>

	1 Year	3 Year	5 Year	10 Year	Fund Inception <sup>2</sup>
<b>Underlying Index</b>					
Mergent Dividend Achievers 50	9.29	11.30	-6.29	-	-1.95
<b>Benchmark Indexes</b>					
Dow Jones U.S. Select Dividend	12.42	13.92	-0.66	-	2.80
S&P 500 Value	-0.48	11.56	-2.96	2.87	1.81
S&P 500	2.11	14.12	-0.25	2.92	3.09
<b>Fund</b>					
NAV	8.71	10.77	-6.58	-	-2.32
After Tax Held	7.23	9.05	-8.10	-	-3.78
After Tax Sold	5.59	8.16	-6.32	-	-2.75
Market Price	8.71	10.86	-6.60	-	-2.29

Performance data quoted represents past performance. As stated in the Fund's prospectus, the total expense ratio is 0.62%. However, the Adviser has contractually agreed to waive fees and/or pay certain Fund expenses which resulted in a net expense ratio of 0.60%. The expenses borne by the Adviser are subject to recapture by the Adviser for up to three years from the date the fee or expense was borne by the Adviser. These waivers and reimbursement contracts extend through at least Aug. 31, 2012. 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. The Shares' performance reflects fee waivers, absent which performance would have been lower. 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<sup>1,3</sup>

	Performance (%)	Volatility (%)	Sharpe Ratio
Mergent Dividend Achievers 50	-6.29	25.84	-0.30
Dow Jones U.S. Select Dividend	-0.66	19.67	-0.10
S&P 500 Value	-2.96	20.62	-0.21
S&P 500	-0.25	18.88	-0.08

shown because of differences in the timing, amounts of their investments, and fees and expenses associated with an investment in the Fund.

The Dow Jones U.S. Select Dividend Index measures 100 leading U.S. dividend-paying companies. The S&P 500 Value Index and the S&P 500<sup>®</sup> Index are unmanaged indexes considered representative of U.S. value stocks and the U.S. stock market, respectively.

**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.**



# PowerShares High Yield Equity Dividend Achievers™ Portfolio

As of December 31, 2011

Top 30 Fund Holdings (%) <sup>4</sup> Name	Weight
CenturyLink Inc.	3.81
Old Republic International Corp.	3.00
Pitney Bowes Inc.	2.97
United Bankshares Inc.	2.85
Mercury General Corp.	2.83
Altria Group Inc.	2.72
Cincinnati Financial Corp.	2.68
Enterprise Products Partners	2.61
AT&T Inc.	2.57
Universal Corp.	2.49
Community Trust Bancorp Inc.	2.43
People's United Financial	2.39
Hudson City Bancorp Inc.	2.35
Leggett & Platt Inc.	2.33
Meridian Bioscience Inc.	2.27
Vectren Corp.	2.20
RPM International Inc.	2.09
SCANA Corp.	2.08
Community Bank System Inc.	2.05
Nucor Corp.	2.02
PPL Corp.	2.02
Black Hills Corp.	1.98
Unisource Energy Corp.	1.85
Sonoco Products Co.	1.85
Middlesex Water Co.	1.85
Nextera Rent Inc.	1.82
Mcgrath Rentcorp	1.80
Sysco Corp.	1.80
Consolidated Edison Inc.	1.80
Piedmont Natural Gas Co.	1.78

Fund Details <sup>3</sup>	
Weighted Harmonic Average Stock Price-to-Earnings Ratio	16.99
Weighted Harmonic Average Stock Price-to-Book-Value Ratio	1.60
Weighted Average Return on Equity	13.89%
Weighted Market Cap (mm)	18,199
Number of Holdings	50
Net Expense Ratio	0.60%
CUSIP	73935X302
Listing Exchange	NYSE Arca

Fund Industry Allocations (%) <sup>5</sup>	
Multi-Utilities	11.16
Gas Utilities	9.81
Insurance	9.52
Commercial Banks	9.07
Electric Utilities	8.81
Commercial Services & Supplies	7.35
Diversified Telecommunication Services	6.38
Tobacco	5.21
Thriffs & Mortgage Finance	4.75
Oil, Gas & Consumable Fuels	4.35

	Annual Index Performance (%)			
	Dividend Achievers 50	DJ US Select Dividend	S&P 500 Value	S&P 500
2005	1.77	3.79	5.82	4.91
2006	14.39	19.54	20.80	15.79
2007	-14.49	-5.16	1.99	5.49
2008	-38.69	-30.97	-39.22	-37.00
2009	4.16	11.13	21.18	26.46
2010	21.09	18.32	15.10	15.06
2011	9.29	12.42	-0.48	2.11

Fund Market-Cap Allocations (%) <sup>5</sup>	
Large-Cap Growth	-
Large-Cap Value	27.68
Mid-Cap Growth	4.72
Mid-Cap Value	28.34
Small-Cap Growth	7.00
Small-Cap Value	32.26

Fund Sector Allocations (%) <sup>5</sup>	
Consumer Discretionary	3.88
Consumer Staples	10.07
Energy	4.35
Financials	23.34
Health Care	5.40
Industrials	7.35
Information Technology	1.65
Materials	5.96
Telecommunication Services	6.38
Utilities	31.62

## Leading the Intelligent ETF Revolution®

Underlying Index performance does not represent Fund performance.

<sup>3</sup> 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.

Stock Price-to-Earnings Ratio is the share price divided by earnings per share. It is measured on a 12-month trailing basis.

Stock Price-to-Book-Value 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.

<sup>4</sup> Please see the website for complete holdings information. Holdings are subject to change.

<sup>5</sup> Security classifications used in calculating allocation tables are as of Nov. 30, 2011.

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

Securities that pay high dividends as a group can fall out of favor with the market, causing such companies to underperform companies that do not pay high dividends.

High-yield securities have additional risks, including interest-rate changes, decreased market liquidity and a larger amount of outstanding debt than investment-grade securities.

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.

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**An investor should consider the Fund's investment objective, risks, charges and expenses carefully before investing. 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.