

PEZ

As of March 31, 2012

Fund Description

The PowerShares Dynamic Consumer Discretionary Sector Portfolio is based on the Dynamic Consumer Discretionary Sector 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 60 U.S. consumer companies. These are companies that are principally engaged in the businesses of providing consumer goods and services that are cyclical in nature, including retail, automotive, leisure and recreation, media and real estate.

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.

Fund Data

Dynamic Consumer Discretionary Sector Portfolio	PEZ
Intraday NAV (IIV)	PEZ.IV
CUSIP	73935X419
Listing Exchange	NYSE Arca
Number of Securities	60
Expense Ratio	1.24%
Net Expense Ratio	0.65%

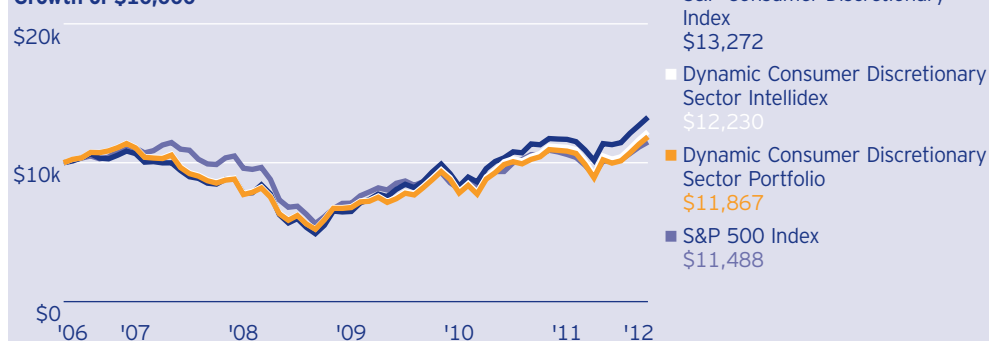
The Adviser has contractually agreed to waive fees and/or pay certain Fund expenses through at least Aug. 31, 2012.

Underlying Index Data

Dynamic Consumer Discretionary Sector Intellidex	EZZ
Index Provider	NYSE Arca

PowerShares Dynamic Consumer Discretionary Sector Portfolio

Growth of \$10,000



Data beginning Oct. 31, 2006, 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 Consumer Discretionary Sector Intellidex	14.65	27.29	2.36	-	4.14
Benchmark Indexes					
S&P Consumer Discretionary Index	17.53	34.17	5.24	5.14	5.56
S&P 500 Index	8.51	23.40	2.01	4.12	2.78
Fund					
NAV	13.79	26.35	1.80	-	3.57
After Tax Held	13.49	26.09	1.57	-	3.31
After Tax Sold	8.93	22.90	1.38	-	2.89
Market Price	13.84	26.27	1.79	-	3.57

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 Consumer Discretionary Sector Intellidex	-	-	-	0.06	22.87
S&P Consumer Discretionary Index	-2.50	0.95	0.96	0.18	23.15
S&P 500 Index	0.88	1.08	0.90	0.05	19.07

Alpha, beta and correlation are relative to underlying index.

Fund Inception: Oct. 12, 2006

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 Consumer Discretionary Index is an unmanaged index considered representative of the consumer discretionary 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.



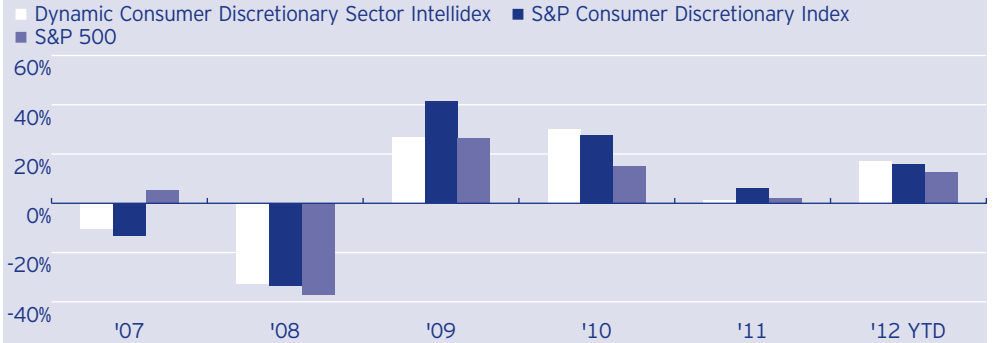
As of March 31, 2012

PowerShares Dynamic Consumer Discretionary Sector Portfolio

Top 30 Fund Holdings (%)	
Name	Weight
Gap Inc.	2.78
Dish Network Corp.	2.74
TJX Cos. Inc.	2.65
Ross Stores Inc.	2.64
Yum! Brands Inc.	2.60
Dollar Tree Inc.	2.58
Macy's Inc.	2.57
Home Depot Inc.	2.57
O'Reilly Automotive Inc.	2.56
McGraw-Hill Cos. Inc.	2.53
AutoZone Inc.	2.47
Coach Inc.	2.46
Genuine Parts Co.	2.42
Garmin Ltd.	2.34
McDonald's Corp.	2.34
Apollo Group Inc.	1.77
Shuffle Master Inc.	1.54
Arctic Cat Inc.	1.54
Ascena Retail Group Inc.	1.53
Leapfrog Enterprises Inc.	1.53
Knology Inc.	1.51
Scholastic Corp.	1.48
Select Comfort Corp.	1.48
Hibbett Sports Inc.	1.47
Sturm Ruger & Co. Inc.	1.47
Pier 1 Imports Inc.	1.44
Dorman Products Inc.	1.44
Tempur-Pedic International Inc.	1.42
Foot Locker Inc.	1.42
GNC Acquisition Holdings Inc.	1.41

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

Annual Index Performance



Fund Details

P/E Ratio	16.94
P/B Ratio	3.83
Return on Equity	31.09%
Weighted Market Cap (\$MM)	11,196

Fund Industry Allocations (%)

Specialty Retail	32.58
Hotels, Restaurants & Leisure	18.57
Media	13.37
Diversified Consumer Services	6.81
Household Durables	6.47
Leisure Equipment & Products	5.93
Multiline Retail	5.15
Textiles, Apparel & Luxury Goods	3.77
Distributors	3.71
Auto Components	3.64

Fund Market-Cap Allocations (%)

Large-Cap Growth	15.40
Large-Cap Value	10.18
Mid-Cap Growth	21.47
Mid-Cap Value	12.13
Small-Cap Growth	16.83
Small-Cap Value	23.99

Leading the Intelligent ETF Revolution®

About risk

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 Fund contains securities in the consumer discretionary sector. 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.

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.