

# PNQI

As of March 31, 2012

## Fund Description

The PowerShares NASDAQ Internet Portfolio is based on the NASDAQ Internet Index<sup>SM</sup>, which is designed to track the performance of the largest and most liquid U.S.-listed companies that are engaged in Internet-related businesses and that are listed on one of the three major U.S. stock exchanges. The Fund will normally invest at least 90% of its total assets in common stocks that comprise the Index.

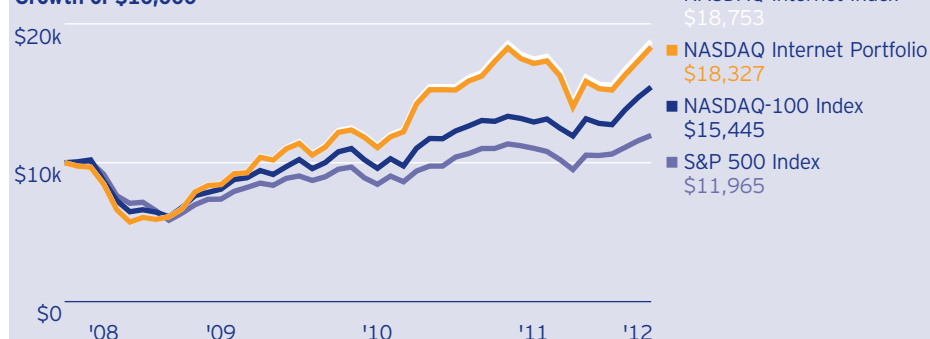
There are risks involved with investing in ETFs, including possible loss of money. Shares are not actively managed and are subject to risks similar to those of stocks, including those regarding short selling and margin maintenance requirements. Ordinary brokerage commissions apply. The Fund's return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

Fund Data	
NASDAQ Internet Portfolio	PNQI
Intraday NAV (IIV)	PNQI.IV
CUSIP	73935X146
Listing Exchange	NASDAQ
Number of Securities	69
Expense Ratio	0.60%

Underlying Index Data	
NASDAQ Internet	NETX
Index Provider	NASDAQ

## PowerShares NASDAQ Internet Portfolio

### Growth of \$10,000



Data beginning June 30, 2008, 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
<b>Underlying Index</b>					
NASDAQ Internet Index	6.61	41.04	-	-	16.23
<b>Benchmark Indexes</b>					
NASDAQ-100 Index	18.99	31.65	10.00	7.15	10.75
S&P 500 Index	8.51	23.40	2.01	4.12	3.59
<b>Fund</b>					
NAV	5.95	40.15	-	-	15.56
After Tax Held	5.95	40.15	-	-	15.55
After Tax Sold	3.86	35.54	-	-	13.58
Market Price	5.99	40.34	-	-	15.13

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 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.

### 3-Year Index Statistics

	Alpha	Beta	Correlation	Sharpe Ratio	Volatility (%)
NASDAQ Internet Index	-	-	-	1.73	23.60
NASDAQ-100 Index	4.46	1.13	0.89	1.70	18.58
S&P 500 Index	10.11	1.24	0.85	1.44	16.22

Alpha, beta and correlation are relative to underlying index.

### Fund Inception: June 12, 2008

**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 NASDAQ-100 Index includes 100 of the largest domestic and international nonfinancial securities listed on The Nasdaq Stock Market based on market capitalization.

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.**

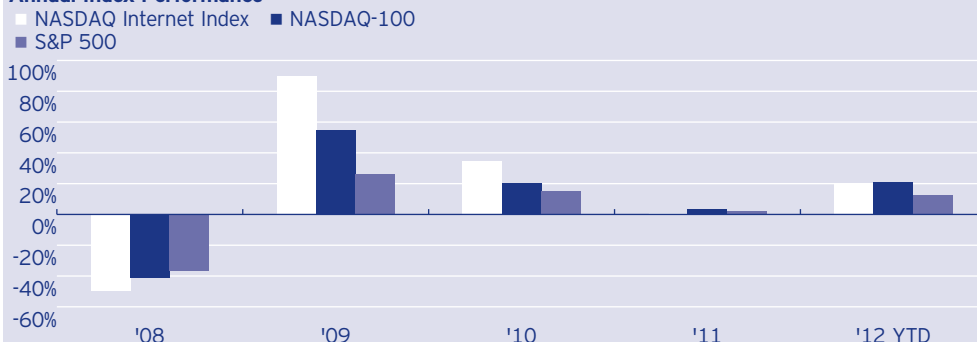
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## PowerShares NASDAQ Internet Portfolio

Top 30 Fund Holdings (%)	
Name	Weight
Priceline.com Inc.	8.67
Amazon.com Inc.	8.53
Baidu.com	8.07
Google Inc. (CI A)	7.85
eBay Inc.	7.82
Yahoo! Inc.	3.89
Rackspace Hosting Inc.	3.85
Equinix Inc.	3.71
Groupon Inc.	3.53
Akamai Technologies Inc.	3.29
Netflix Inc.	3.22
VeriSign Inc.	3.09
YANDEX N.V.	2.20
NetEase.com Inc. ADR	2.20
Mercadolibre Inc.	2.18
SINA Corp.	2.16
Expedia Inc.	2.04
LAC/InterActive Corp.	1.87
Open Text Corp.	1.79
Sohu.com Inc.	1.06
HomeAway Inc.	1.03
AOL Inc.	0.91
Qihoo360 Technology Co. ADR	0.88
Valueclick Inc.	0.80
Webmd Health Corp. (CI A)	0.73
Vistaprint N.V.	0.72
J2 Global Inc.	0.70
Liquidity Services Inc.	0.69
Dealertrack Holdings Inc.	0.64
Monster Worldwide Inc.	0.60

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

### Annual Index Performance



### Fund Details

P/E Ratio	29.85
P/B Ratio	3.68
Return on Equity	18.75%
Weighted Market Cap (\$MM)	38,404

### Fund Industry Allocations (%)

Internet Software & Services	70.91
Internet & Catalog Retail	28.25
Diversified Telecommunication Services	0.65
Real Estate Management & Development	0.19

### Fund Market-Cap Allocations (%)

Large-Cap Growth	54.92
Large-Cap Value	-
Mid-Cap Growth	24.92
Mid-Cap Value	2.04
Small-Cap Growth	16.78
Small-Cap Value	1.34

### Fund Sector Allocations (%)

Consumer Discretionary	28.25
Consumer Staples	-
Energy	-
Financials	0.19
Health Care	-
Industrials	-
Information Technology	70.91
Materials	-
Telecommunication Services	0.65
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.

Returns on investments in securities of large U.S. companies could trail the returns on investments in stocks of smaller companies.

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.

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

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

The Fund contains securities in the internet software and services 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.

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.