

SPHQ PowerShares S&P 500 High Quality Portfolio



As of Dec. 31, 2014

Fund Description

The PowerShares S&P 500® High Quality Portfolio is based on the S&P 500® High Quality Rankings Index. The Fund will normally invest at least 90% of its total assets in securities that comprise the Index. The Index is designed to provide exposure to the constituents of the S&P 500 Index that are identified as stocks reflecting long-term growth and stability of a company's earnings and dividends. The Fund and the Index are rebalanced and reconstituted quarterly.

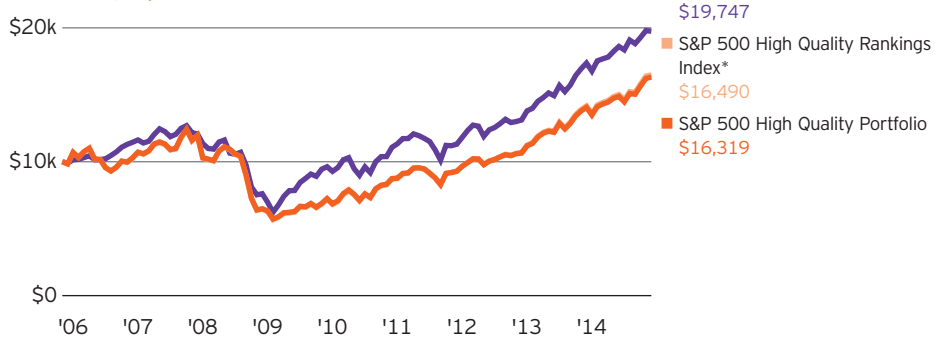
There are risks involved with investing in ETFs, including possible loss of money. Shares are not actively managed and are subject to risks similar to those of stocks, including those regarding short selling and margin maintenance requirements. Ordinary brokerage commissions apply. The Fund's return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

Fund Data	
S&P 500 High Quality Portfolio	SPHQ
Intraday NAV (IIV)	SPHQIV
CUSIP	73935X682
Listing Exchange	NYSE Arca
Number of Securities	130
30-Day SEC Yield	1.77%
30-Day SEC Unsubsidized Yield	1.70%
Total Expense Ratio	0.39%
Net Expense Ratio	0.29%

The Adviser has contractually agreed to waive fees and/or pay certain Fund expenses through at least Aug. 31, 2015.

Underlying Index Data	
S&P 500 High Quality Rankings Index Provider	SPXQRUT S&P Dow Jones Indices, LLC

Growth of \$10,000



Data beginning Fund inception and ending Dec. 31, 2014. Fund performance shown at NAV.

Fund Performance & Index History (%)

	1 year	3 year	5 year	10 year	Fund Inception
Underlying Index S&P 500 High Quality Rankings Index	16.40	21.09	-	-	-
Benchmark Index S&P 500 Index	13.69	20.41	15.45	7.67	7.79
Fund NAV	16.09	20.67	17.62	-	5.55
After Tax Held	15.21	20.07	17.18	-	5.32
After Tax Sold	9.07	16.22	14.22	-	4.37
Market Price	16.29	20.66	17.65	-	5.51

Returns less than one year are cumulative. 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. Fund performance reflects fee waivers, absent which, performance data quoted would have been lower.

3-Year Index Statistics

	Alpha	Beta	Correlation	Sharpe Ratio	Volatility (%)
S&P 500 High Quality Rankings Index	-	-	-	2.46	8.56
S&P 500 Index	2.59	0.89	0.95	2.24	9.10

Alpha, beta and correlation are that of the underlying index.

A Smart Beta Portfolio

Fund Inception: Dec. 6, 2005

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

S&P 500 High Quality Rankings Index* performance prior to June 30, 2010 reflects that of the original Underlying Index Value Line Timeliness Select Index. From June 30, 2010, forward, the Index performance reflects that of the Underlying Index S&P 500 High Quality Rankings Index AND IS NOT INTENDED FOR ANY THIRD PARTY USE.

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 Value Line Timeliness Select Index seeks to identify a group of companies that have the potential

to outperform the US equity market. The Index utilizes three core Value Line Ranking Systems: Timeliness, Safety and Technicals.

The S&P 500® Index is an unmanaged index considered representative of the US 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 Dec. 31, 2014

Top Fund Holdings (%)	
Name	Weight
3M Company	1.32
Ross Stores	1.31
Danaher	1.29
Omnicom	1.28
UnitedHealth	1.28
Union Pacific	1.27
CVS Caremark	1.26
CH Robinson Worldwide	1.25
United Technologies	1.24
Raytheon	1.22
TJX	1.20
Nike 'B'	1.19
Walt Disney	1.19
McCormick	1.19
Lockheed Martin	1.19
Wal-Mart Stores	1.19
L-3 Communications	1.18
Kellogg	1.17
Procter & Gamble	1.16
Praxair	1.16
Colgate-Palmolive	1.14
W.W. Grainger	1.14
Yum Brands	1.13
Lorillard	1.12
Emerson Electric	1.12
Johnson & Johnson	1.11
Family Dollar Stores	1.10
Sigma-Aldrich	1.09
Hormel Foods	1.09
Ecolab	1.03

Annual Index Performance (%)

	S&P 500 High Quality Rankings Index	S&P 500 Index
2011	6.59	2.11
2012	15.18	16.00
2013	32.44	32.39
2014	16.40	13.69

Fund Details

P/B Ratio	3.97
P/E Ratio	19.37
Return on Equity	28.61%
Weighted Market Cap (\$MM)	57,164

Fund Industry Allocations (%)

Aerospace & Defense	8.13
Chemicals	7.40
Specialty Retail	5.94
Food Products	5.73
Machinery	5.59
Health Care Equipment & Supplies	5.18
Food & Staples Retailing	4.50
Household Products	3.88
Industrial Conglomerates	3.78
Health Care Providers & Services	3.30

Fund Market-Cap Allocations (%)

Large-Cap Blend	23.38
Large-Cap Growth	24.16
Large-Cap Value	20.33
Mid-Cap Blend	18.43
Mid-Cap Growth	5.96
Mid-Cap Value	7.74
Small-Cap Blend	-
Small-Cap Growth	-
Small-Cap Value	-

Fund Sector Allocations (%)

Consumer Discretionary	19.53
Consumer Staples	18.84
Energy	1.76
Financials	5.58
Health Care	10.00
Industrials	27.51
Information Technology	4.95
Materials	8.18
Telecommunication Services	-
Utilities	3.64

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

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.

Equity risk states that the value of equity securities, including common stocks, may fall due to both changes in general economic and political conditions that impact the market as a whole, as well as factors that directly relate to a specific company or industry.

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.

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 **30-Day SEC Yield** is based on a 30-day period and is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period. The **30-Day SEC Unsubsidized Yield** reflects the 30-day yield if the investment adviser were not waiving all or part of its fee or reimbursing the fund for part of its expenses. Total return would have also been lower in the absence of these temporary reimbursements or waivers. **Beta** is a measure of risk representing how a security is expected to respond to general market movements. **Smart Beta** represents an alternative and selection index based methodology that seeks to outperform a benchmark or reduce portfolio risk, or both. Smart beta funds may underperform cap-weighted benchmarks and increase portfolio risk.

Typically, security classifications used in calculating allocation tables are as of the last trading day of the previous month.

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

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Before investing, investors should carefully read the prospectus/summary prospectus and carefully consider the investment objectives, risks, charges and expenses. For this and more complete information about the Fund call 800 983 0903 or visit invescopowershares.com for the prospectus/summary prospectus.

Note: Not all products available through all firms or in all jurisdictions.