

PGF PowerShares Financial Preferred Portfolio

As of Dec. 31, 2014

Fund Description

The PowerShares Financial Preferred Portfolio is based on the Wells Fargo® Hybrid and Preferred Securities Financial Index (WHPSF). The Fund will normally invest at least 90% of its total assets in preferred securities that comprise the Index. The Index tracks the performance of US-listed securities issued by financial institutions. The Index is composed of preferred securities with either fixed or floating rate dividends issued by financial institutions that have received an industrial sector classification of "financial" from the Bloomberg Professional Service. The Fund and the Index are rebalanced and reconstituted monthly.

Effective March 31, 2014, the methodology of the Wells Fargo® Hybrid & Preferred Securities Financial Index, the underlying index of the PowerShares Financial Preferred Portfolio, changed. Please see the prospectus for further details.

Fund Data

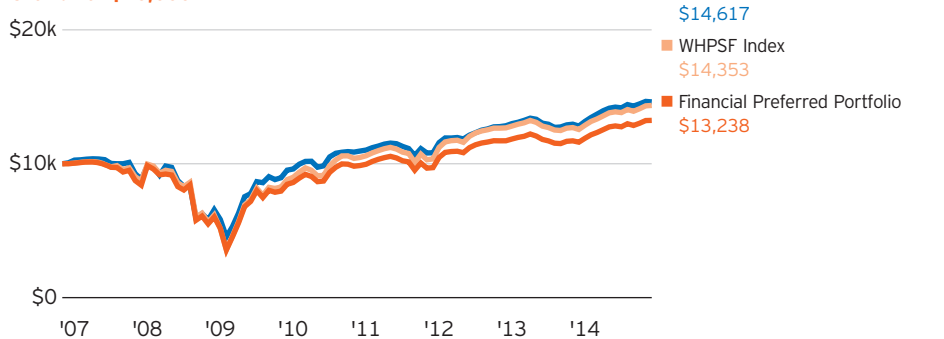
Financial Preferred Portfolio	PGF
Intraday NAV (IIV)	PGFIV
CUSIP	73935X229
Listing Exchange	NYSE Arca
Options	Yes
Number of Securities	86
30-Day SEC Yield	5.90%
30-Day SEC Unsubsidized Yield	5.90%
Total Expense Ratio	0.63%

As of Dec. 31, 2013, the source of the calculation for these Fund characteristics was changed from Bloomberg to Aladdin (BRS).

Underlying Index Data

Wells Fargo Hybrid and Preferred Securities Financial	WHPSF
Index Provider	Wells Fargo
Number of Securities	90

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					
WHPSF Index	14.30	11.47	10.25	-	4.57
Benchmark Index					
S&P U.S. Preferred Stock Index	14.07	10.55	8.96	-	4.81
Fund					
NAV	14.03	10.90	9.36	-	3.53
After Tax Held	11.08	9.01	7.78	-	2.11
After Tax Sold	7.86	8.10	7.29	-	2.71
Market Price	14.48	10.98	9.30	-	3.45

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.

5-Year Index Statistics

	Alpha	Beta	Correlation	Sharpe Ratio	Volatility (%)
WHPSF Index	-	-	-	1.18	8.61
S&P U.S. Preferred Stock Index	-0.32	1.18	0.97	1.27	7.02

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

Fund Inception: Dec. 1, 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 U.S. Preferred Stock Index is an unmanaged index consisting of US-listed preferred stocks.

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 10 Fund Holdings

Name	Coupon	S&P/Moody's Rating	Weight (%)
HSBC Holdings PLC	8.000	BBB-/Baa2	7.55
Barclays Bank PLC	8.125	BB/Ba2	4.19
ING Groep NV	7.375	BB/Ba1	4.08
Wells Fargo & Co	8.000	BBB-/Baa3	3.48
PNC Financial Services Group Inc	6.125	BBB-/Baa3	3.04
BB&T Corp	5.625	BBB-/Baa2	2.84
HSBC Holdings PLC	8.125	BBB-/Baa2	2.80
ING Groep NV	6.375	BB/Ba1	2.32
Wells Fargo & Co	5.850	BBB-/Baa3	2.32
Royal Bank of Scotland Group PLC	7.250	B+/B2	2.31

Annual Index Performance (%)

	WHPSF	S&P U.S. Preferred Stock Index
2007	-12.69	-12.17
2008	-29.33	-25.76
2009	42.75	45.01
2010	18.80	14.99
2011	-1.03	-1.15
2012	22.35	18.64
2013	-0.95	-0.17
2014	14.30	14.07

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

Credit Ratings (%)

	S&P	Moody's
AA/Aa	-	-
A/A	2.30	-
BBB/Baa	51.55	47.44
BB/Ba	38.23	42.11
B/B	7.13	8.43
CCC/Caa	-	1.52
Not Rated/Not Rated	0.79	0.51

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About risk

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.

Certain of the companies that comprise the Underlying Index, while traded on US exchanges, may be issued by foreign financial institutions. Therefore, the Fund may be subject to the risks of investing in securities issued by foreign companies.

Preferred securities may be less liquid than many other securities, and in certain circumstances, an issuer of preferred securities may redeem the securities prior to a specified date.

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 or sector, such as the financial services sector are subject to greater risk, and are more greatly impacted by market volatility, than more diversified investments.

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

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

The Fund's use of a representative sampling approach will result in its holding a smaller number of securities than are in the underlying Index, and may be subject to greater volatility.

Variable and floating-rate securities may be subject to liquidity risk, meaning that there may be limitations on the Fund's ability to sell the securities at any given time. Due to these securities' variable- or floating-rate features, there can be no guarantee that they will pay a certain level of a dividend, and such securities generally will pay lower levels of income in a falling interest rate environment.

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. **Credit ratings** are assigned by Nationally Recognized Statistical Rating Organizations based on assessment of the credit worthiness of the underlying bond issuers. The ratings range from AAA (highest) to D (lowest) and are subject to change. Not rated indicates the debtor was not rated, and should not be interpreted as indicating low quality. Futures and other derivatives are not eligible for assigned credit ratings by any NRSRO and are excluded from quality allocations. For more information on rating methodologies, please visit the following NRSRO websites: standardandpoors.com and select "Understanding Ratings" under Rating Resources and moody.com and select "Rating Methodologies" under Research and Ratings. 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.

The Fund is not sponsored, issued or advised by Wells Fargo. Wells Fargo makes no representation or warranty, express or implied, to Fund investors or any member of the public regarding the performance of the Fund's Index or this Fund or the ability of any data supplied by Wells Fargo to track the performance of the securities referenced by the Fund's Index. Wells Fargo's only relationship to the Adviser is the licensing of certain trademarks and trade names of Wells Fargo and of the data supplied by Wells Fargo that is determined, composed and calculated by Wells Fargo without regard to this Fund or its common shares. Wells Fargo has no obligation to take the needs of the Fund into consideration when determining, composing or calculating the data. Wells Fargo has no obligation or liability in connection with the administration, marketing or trading of this Fund

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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.