

PCEF PowerShares CEF Income Composite Portfolio

As of Dec. 31, 2014

Fund Description

The PowerShares CEF Income Composite Portfolio is based on the S-Network Composite Closed-End Fund IndexSM. The Fund will normally invest at least 90% of its total assets in securities of funds included in the Index. The Fund is a "fund of funds," as it invests its assets in the common shares of funds included in the Index rather than in individual securities. The Index currently includes closed-end funds that invest in taxable investment grade fixed-income securities, taxable high yield fixed-income securities and others utilize an equity option writing (selling) strategy. 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.

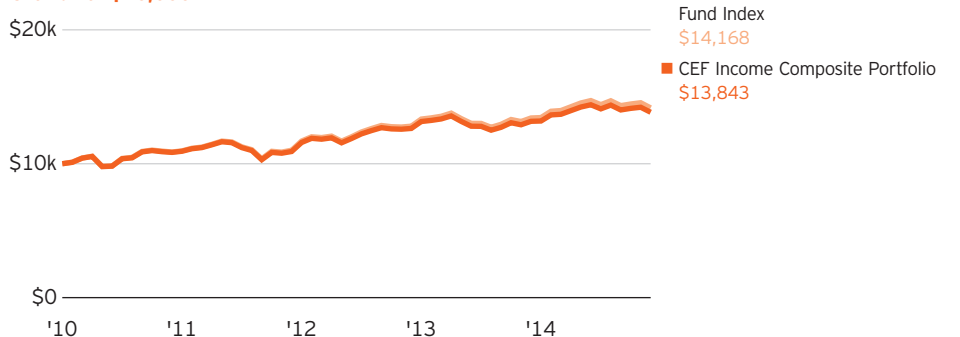
Fund Data

CEF Income Composite Portfolio	PCEF
Intraday NAV (IIV)	PCEFIV
CUSIP	73936Q843
Listing Exchange	NYSE Arca
Options	Yes
Number of Securities	145
30-Day SEC Yield	7.64%
30-Day SEC Unsubsidized Yield	7.63%
Total Expense Ratio	1.77%

Underlying Index Data

S-Network Composite Closed-End Fund	CEFSTR
Index Provider	S-Network Global Indexes, 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-Network Composite Closed-End Fund Index	5.59	8.77	7.50	–	7.43
Fund					
NAV	5.13	8.25	–	–	6.91
After Tax Held	1.67	5.37	–	–	4.29
After Tax Sold	2.90	5.20	–	–	4.33
Market Price	4.83	8.23	–	–	6.88

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 (%)
S-Network Composite Closed-End Fund Index	–	–	–	0.84	8.86

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

Fund Inception: Feb. 19, 2010

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.

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
Pimco Dynamic Credit Income Fund	3.86
Eaton Vance Tax-Mgd GI Div Equity Inc Fund	2.91
AllianceBernstein Income Fund	2.39
DoubleLine Income Solutions Fund	2.39
Eaton Vance Limited Duration Income Fund	2.21
Aberdeen Asia-Pacific Income Fund	2.17
DNP Select Income Fund	2.12
BlackRock Credit Allocation Income Trust	2.03
BlackRock Corporate High Yield Fund VI	1.96
BlackRock Enhanced Equity Dividend Trust	1.91
First Trust Int Duration Pref & Inc Fund	1.82
Nuveen Credit Strategies Income Fund	1.78
Eaton Vance Tax-Mgd Div EI Fund	1.73
BlackRock Build America Bond Trust	1.64
AllianceBernstein Global High Income Fund	1.44
Allianz GI NFJ Div Int & Prem Strategy Fund	1.39
Nuveen Quality Preferred Income Fund II	1.38
Nuveen Preferred Income Opportunities Fund	1.33
Nuveen Equity Premium Income Fund	1.31
Templeton Global Income Fund	1.26
BlackRock Global Opportunities Equity Trust	1.22
Wstrn Asset/Claymore Infl-Lkd Opp Inc Fund	1.11
Invesco Senior Income Trust	1.07
Blackstone / GSO Strategic Credit Fund	1.07
Eaton Vance Tax Mgd GI Buy Write Opps Fund	1.06
BlackRock Debt Strategies Fund	1.03
Voya Prime Rate Trust	1.02
John Hancock Premium Dividend Fund	1.00
Putnam Premier Income Trust	0.97
BlackRock International G&I Trust	0.96

Annual Index Performance (%)	
	S-Network Composite Closed-End Fund Index
2010	10.22
2011	1.22
2012	16.33
2013	4.77
2014	5.59

Fund Category Allocation (%)	
Bond	42.87
High Yield Bond	28.32
Option Income	28.82

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

Leading the Intelligent ETF Revolution®

About risk

The Fund pursues its investment objective by investing its assets in the Underlying Funds. The Fund's investment performance, because it is a fund of funds, depends on the investment performance of the Underlying Funds in which it invests. An investment in the Fund is subject to the risks associated with the Underlying Funds that comprise the Underlying Index. The Fund will indirectly pay a proportional share of the fees of the Underlying Funds in which it invests. At times, certain of the segments of the market represented by constituent Underlying Funds in the Underlying Index may be out of favor and underperform other segments.

The market value of the shares of closed-end investment companies may differ from their NAV. In addition, the shares of closed-end investment companies frequently trade at a discount to their NAV. As an investor in closed-end investment companies, the Fund would bear its ratable share of those closed-end investment companies' fees and expenses, including its investment advisory and administration fees, while continuing to pay its own advisory and administration fees and other expenses. As a result, shareholders will be absorbing duplicate levels of fees with respect to investments in closed-end investment companies.

The securities of closed-end investment companies in which the Fund may invest may be leveraged. As a result, the Fund may be indirectly exposed to leverage through an investment in such securities.

An investment in securities of closed-end investment companies that use leverage may expose the Fund to higher volatility in the market value of such securities and the possibility that the Fund's long-term returns on such securities (and, indirectly, the long-term returns of the Shares) will be diminished.

Investment in the Underlying Funds may subject the Fund to the following risks: Interest Rate Risk; Credit Risk; Options Risk; Senior Loans Risk; Foreign and Emerging Market Securities Risk; Liquidity Risk; Industry Concentration Risk; Inflation Risk; Deflation Risk; Derivatives Risk; Leverage Risk; Counterparty Risk; Mortgage- and Asset-Backed Securities Risk; Small and Medium Capitalization Company Risk; Developments in Financial Markets; Anti-Takeover Provisions Risk; Non-investment grade securities risk. See the prospectus for additional risk information.

The Fund's investments in stock index futures contracts will cause it to be deemed to be a commodity pool, thereby subjecting the Fund to regulation under the Commodity Exchange Act and Commodity Futures Trading Commission (CFTC) rules. The Adviser is registered as a Commodity Pool Operator (CPO), and the Fund will be operated in accordance with CFTC rules. Registration as a CPO subjects the registrant to additional laws, regulations and enforcement policies, all of which could increase compliance costs and may affect the operations and financial performance of funds whose adviser is required to register as a CPO. Registration as a commodity pool may have negative effects on the ability of the Fund to engage in its planned investment program.

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.

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.

S-Network Global Indexes, LLCSM and S-Network Composite Closed-End Fund IndexSM are service marks of S-Network Global Indexes LLC and have been licensed for use by Invesco PowerShares Capital Management LLC. The PowerShares CEF Income Composite Portfolio is not sponsored, endorsed, sold or promoted by S-Network Global Indexes LLC and S-Network Global Indexes LLC makes no representation regarding the advisability of investing in the PowerShares CEF Income Composite Portfolio. Invesco PowerShares Capital Management LLC is not affiliated with S-Network Global Indexes LLC.

Invesco Distributors, Inc. is the distributor of the PowerShares Exchange-Traded Fund Trust II.

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.

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.