





PowerShares S&P SmallCap Low Volatility Portfolio

P

As of June 30, 2014

Fund Description

The PowerShares S&P SmallCap Low Volatility Portfolio is based on the S&P SmallCap 600 Low Volatility Index™. The Fund generally will invest at least 90% of its total assets in common stocks that comprise the Index. The Index is compiled, maintained and calculated by Standard & Poor's, consisting of 120 out of 600 small-capitalization range securities from the S&P SmallCap 600 Index® with the lowest realized volatility over the past 12 months. Volatility is a statistical measurement of the magnitude of up and down asset price fluctuations over time. 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.

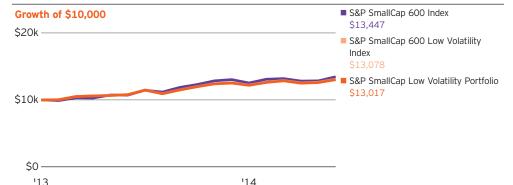
Fund Data

S&P SmallCap Low Volatility Portfolio	XSLV
Intraday NAV (IIV)	XSLVIV
CUSIP	73937B639
Listing Exchange	NYSE Arca
Number of Securities	120
30-Day SEC Yield	2.25%
30-Day SEC Unsubsidized Yield	N/A
Total Expense Ratio	0.34%

N/A indicates that during the 30-day period shown, Fund costs did not exceed the expense cap as outlined in the prospectus and the Adviser did not waive any fees in accordance with the Fee Waiver and Expense Assumption Agreement. Please see current prospectus for more information.

Underlying Index Data

S&P SmallCap 600 Low Volatility SP6LVIT Index Provider S&P Dow Jones Indices, LLC



Data beginning Fund inception and ending June 30, 2014. Fund performance shown at NAV.

Fund Performance & Index History (%)						Fund
	YTD	1 year	3 year	5 year	10 year	Inception
Underlying Index S&P SmallCap 600 Low Volatility Index	4.24	21.16	-	_	-	21.60
Benchmark Index S&P SmallCap 600 Index	3.22	25.54	16.81	21.98	9.95	24.09
Fund NAV After Tax Held After Tax Sold Market Price	4.06 3.64 2.30 4.06	20.77 19.97 11.99 20.44	- - -	- - - -	- - - -	21.22 20.51 16.10 21.04

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.

1-Year Index Statistics					
	Alpha	Beta	Correlation	Sharpe Ratio	Volatility (%)
S&P SmallCap 600 Low Volatility Index	-	-	-	1.73	12.08
S&P SmallCap 600 Index	0.49	0.82	0.95	1.80	14.06

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



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 SmallCap 600 Index is a market-value weighted index that consists of 600 small-cap US

stocks chosen for market size, liquidity and industry group representation.

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.



PowerShares S&P SmallCap Low Volatility Portfolio

As of June 30, 2014

T.	
Top 30 Fund Holdings (%) Name	Weight
Northwest Natural Gas	1.24
NorthWestern	1.16
Piedmont Natural Gas	1.15
Laclede	1.10
ALLETE	1.08
Ensign	1.05
Oritani Financial	1.03
South Jersey	1.03
Avista	1.03
Proassurance	1.01
Kaiser Aluminum	1.00
Comtech Telecommunications	0.99
Southwest Gas	0.98
Brookline Bancorp	0.95
UIL	0.94
Acadia Realty Trust	0.94
Navigators	0.93
Wintrust Financial	0.93
New Jersey Resources	0.92
El Paso Electric	0.92
Magellan Health Services	0.92
Post Properties	0.91
Teledyne Technologies	0.91
First Financial Bancorp	0.90
United Bankshares	0.90
Northwest Bancshares MD	0.90
RLI	0.89
Capstead Mortgage	0.89
Urstadt Biddle Properties	0.88
CACI International 'A'	0.87

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

Annual Index Performance (%)			
		S&P SmallCap 600 Low Volatility Index	S&P SmallCap 600 Index
2013		34.32	41.31
2014 YTD		4.24	3.22
Fund Details		Fund Market-Cap Alloca	tions (%)
P/B Ratio	1.73	Large-Cap Blend	-
P/E Ratio	20.74	Large-Cap Growth	-
Return on Equity Weighted Market Cap (\$MM)	10.05% 1.634	Large-Cap Value Mid-Cap Blend	_
Weighted Market Cap (\$MM)	1,034	Mid-Cap Growth	0.80
		Mid-Cap Value	_
		Small-Cap Blend	41.44
		Small-Cap Growth	10.21
		Small-Cap Value	47.54
		Fund Sector Allocations	*
		Consumer Discretionary	7.64 3.07
		Consumer Staples Energy	1.61
		Financials	46.17
		Health Care	7.09
		Industrials	12.00
		Information Technology	5.89
		Materials	4.99
		Telecommunication Servi	
		Utilities	11.55

Leading the Intelligent ETF Revolution®

About risk

The Fund is considered non-diversified and may be subject to greater risks than a diversified fund. Investing in securities of small-capitalization companies may involve greater risk than is customarily associated with investing in large companies.

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.

Investments focused in a particular industry are subject to greater risk, 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. 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

The Global Industry Classification Standard was developed by and is the exclusive property and a service mark of MSCI, Inc. and Standard & Poor's. S&P® is a registered trademark of Standard & Poor's Financial Services LLC (S&P) and Dow Jones® is a

registered trademark of Dow Jones Trademark

Holdings LLC (Dow Jones). These trademarks have Holdings LLC (Dow Jones). These trademarks have been licensed for use by S&P Dow Jones Indices LLC. S&P® and Standard & Poor's® are trademarks of S&P and Dow Jones® is a trademark of Dow Jones. These trademarks have been sublicensed for certain purposes by Invesco PowerShares Capital Management LLC (Invesco PowerShares). The Index is a product of S&P Dow Jones Indices LLC and/or its affiliates and has been licensed for use by Invesco PowerShares. The Fund is not sponsored, endorsed, sold or promoted by S&P Dow Jones Indices LLC, Dow Jones, S&P or their respective affiliates and neither S&P Dow Jones Indices LLC, Dow Jones Indices LLC, Dow Jones, S&P or their respective affiliates make any representation regarding the advisability of investing in such product(s).

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.