

# DSUM PowerShares Chinese Yuan Dim Sum Bond Portfolio

As of Dec. 31, 2014

## Fund Description

The PowerShares Chinese Yuan Dim Sum Bond Portfolio seeks investment results that generally correspond (before fees and expenses) to the price and yield performance of the Citi Custom Dim Sum (Offshore CNY) Bond Index (the "Underlying Index"). The Fund normally will invest at least 80% of its total assets in Chinese Renminbi (RMB)-denominated bonds that comprise the Underlying Index. To qualify for the Underlying Index, a security must have an outstanding principal amount of RMB 1 billion, a minimum of one year to maturity to enter the Index and one month to maturity to remain in the Index. The Underlying Index is composed of RMB-denominated bonds issued by governments, agencies, supranationals and corporations, excluding synthetics, convertible bonds, retail bonds and CDs. The Fund and the Index are rebalanced and reconstituted monthly.

## Fund Data

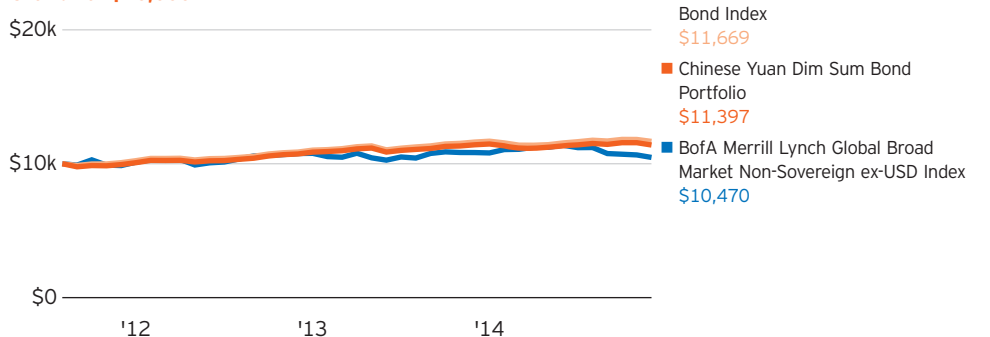
Chinese Yuan Dim Sum Bond Portfolio	DSUM
Intraday NAV (IIV)	DSUMIV
CUSIP	73937B753
Listing Exchange	NYSE Arca
Number of Securities	92
30-Day SEC Yield	3.94%
30-Day SEC Unsubsidized Yield	3.93%
Years To Maturity	2.36
Effective Duration	2.15 Yrs
Total Expense Ratio	0.45%

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

## Underlying Index Data

Citi Custom Dim Sum (Offshore CNY) Bond	CCDSBIU
Index Provider	Citigroup Index, LLC
Effective Duration	2.87 Yrs
Years To Maturity	3.29
Average Yield to Worst	3.67%
Number of Securities	97

## 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
<b>Underlying Index</b>					
Citi Custom Dim Sum (Offshore CNY) Bond Index	0.43	5.00	-	-	4.83
<b>Benchmark Index</b>					
BofA Merrill Lynch Global Broad Market Non-Sovereign ex-USD Index	-3.36	2.02	2.37	3.38	1.41
<b>Fund</b>					
NAV	-0.15	4.68	-	-	4.08
After Tax Held	-1.54	3.32	-	-	2.75
After Tax Sold	-0.08	3.01	-	-	2.57
Market Price	-1.38	4.33	-	-	2.64

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](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. Fund performance reflects fee waivers, absent which, performance data quoted would have been lower.

## 3-Year Index Statistics

	Alpha	Beta	Correlation	Sharpe Ratio	Volatility (%)
Citi Custom Dim Sum (Offshore CNY) Bond Index	-	-	-	1.51	3.28
BofA Merrill Lynch Global Broad Market Non-Sovereign ex-USD Index	4.46	0.24	0.45	0.31	6.27

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

## Fund Inception: Sept. 23, 2011

**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 BofA Merrill Lynch Global Broad Market Non-Sovereign ex-USD Index tracks the performance of investment-grade non-sovereign debt publicly issued in

the major domestic and Eurobond markets.

**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	Maturity	S&P/Moody's Rating	Weight (%)
China Government Bond	3.090	11/22/2018	AA-/NR	3.24
China Government Bond	2.560	6/29/2017	AA-/Aa3	3.19
China Government Bond	2.600	11/22/2016	AA-/NR	2.67
Banco BTG Pactual SA/Cayman Islands	4.100	3/26/2016	NR/Baa3	2.58
America Movil SAB de CV	3.500	2/8/2015	A-/A2	2.18
China Development Bank Corp	3.600	11/13/2018	AA-/NR	2.17
AVIC International Finance & Investment Ltd	4.800	7/9/2015	NR/NR	2.15
Bestgain Real Estate Lyra Ltd	4.500	12/4/2018	BBB/Baa3	2.15
China Government Bond	2.870	6/27/2016	AA-/Aa3	2.15
China Government Bond	3.090	6/29/2020	AA-/Aa3	2.14

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

Credit Ratings (%)			Maturity (years)	
	S&P	Moody's		Weight (%)
AAA/Aaa	1.07	1.07	0-1	26.64
AA/Aa	30.88	20.58	1-5	62.37
A/A	16.10	14.28	5-10	8.98
BBB/Baa	7.78	8.88	10-15	2.01
BB/Ba	2.20	6.66	15-20	-
B/B	5.32	2.93	20-25	-
Not Rated/Not Rated	36.66	45.61	25+	-

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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.

The Fund invests at least 80% of its assets in Chinese RMB-denominated bonds issued and settled outside of mainland China. Because the Fund's net asset value (NAV) is determined in US dollars, the NAV could decline if the currency of the non-US market in which the Fund invests depreciates against the US dollar, even if the value of the Fund's holdings increases, as measured in the foreign currency, including securities denominated in the Chinese RMB. In addition, if the Chinese currencies, the RMB, which is traded in mainland China and the Yuan, which is traded offshore (traded as "CNH" in Hong Kong), diverge in value, that divergence could negatively impact the Fund.

Unlike most ETFs, the Fund currently intends to effect redemptions principally for cash and partially in-kind, rather than primarily in-kind redemptions because of the nature of the Fund's investments. As such, investments in Shares may be less tax efficient than investments in conventional ETFs.

Adverse economic conditions, such as unfavorable or volatile currency exchange rates and interest rates, political events or other conditions may cause the Chinese government to intervene and impose "capital controls," including the prohibition of, or restrictions on, the ability to transfer currency, securities or other assets.

There are special risks associated with investing in securities designed to provide exposure to Chinese RMB, such as RMB-denominated bonds in which the Fund will invest. The Chinese government maintains strict currency controls and regularly intervenes in the currency market. As a result, the value of the RMB, and the value of RMB-denominated securities, may change quickly and arbitrarily, potentially impacting the availability, liquidity, and pricing of securities designed to provide offshore investors with exposure to Chinese markets.

Sovereign debt securities are subject to the additional risk that – under some political, diplomatic, social or economic circumstances – some developing countries that issue lower quality debt securities may be unable or unwilling to make principal or interest payments as

they come due. The fund may have limited legal recourse against the issuer and/or guarantor of sovereign debt when default occurs. As a holder of government debt, the Fund may be requested to participate in the rescheduling of such debt and to extend further loans to government debtors.

Investments in fixed-income securities, such as notes and bonds, carry interest rate and credit risk. Interest rate risk refers to the risk that bond prices generally fall as interest rates rise and vice versa. Credit risk is the risk of loss on an investment due to the deterioration of an issuer's financial health. Due to anticipated Federal Reserve Board policy changes, there is a risk that interest rates will rise in the near future.

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

Global bonds are subject to the same risks as other debt issues, notably credit risk, market risk, interest rate risk and liquidity risk. Investments in the securities of non-US issuers involve risks beyond those associated with investments in US securities, including greater market volatility, the availability of less reliable financial information, higher transactional costs, taxation by foreign governments, decreased market liquidity and political instability.

The Fund's underlying securities may be subject to call risk, which may result in the Fund having to reinvest the proceeds at lower interest rates, resulting in a decline in the Fund's income.

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 bonds than are in the underlying Index, and may be subject to greater volatility.

The Fund may hold illiquid securities that it may be unable to sell at the preferred time or price and could lose its entire investment in such securities.

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

Annual Index Performance (%)		
	Citi Custom Dim Sum (Offshore CNY) Bond Index	BofA Merrill Lynch Global Broad Market Non-Sovereign ex-USD Index
2012	7.87	9.12
2013	6.85	0.68
2014	0.43	-3.36

Fund Issuer Type Allocation (%)	
Corporate	67.63
Domestic Sovereign	22.62
Agency	8.68
Supranational	1.07

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 moodys.com and select "Rating Methodologies" under Research and Ratings. **Average Yield to Worst** is the lowest of all yield to calls or the yield to maturity. **Effective Duration** is a measure of a bond's sensitivity to interest rate changes that reflects the change in a bond's price given a change in yield. This duration measure is appropriate for bonds with embedded options. 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.

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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](http://invescopowershares.com) for the prospectus/summary prospectus.**

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