Form **8937**
(December 2011)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-2224

Part I Reporting Issuer

1 Issuer's name PowerShares S&P SmallCap Energy Portfolio		2 Issuer's employer identification number (EIN) 27-1805359
3 Name of contact for additional information POWERSHARES CLIENT SERVICES	4 Telephone No. of contact 800-983-0903	5 Email address of contact INFO@POWERSHARES.COM
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 3500 LACEY ROAD, SUITE 700		7 City, town, or post office, state, and Zip code of contact DOWNERS GROVE, IL 60515
8 Date of action See Attachment	9 Classification and description COMMON STOCK	

10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
See Attachment		See Attachment	

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ The Fund paid distributions to shareholders during 2014.
A portion of the distribution constitutes a non-taxable return of capital. - See attachment.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ The portion of each distribution that constitutes a non-taxable return of capital will decrease a U.S. taxpayer's basis in the shares of the issuer. For non-taxable return of capital see attachment.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ The Fund's current and accumulated earnings were compared to the distributions paid during the period ended October 2014. The non-taxable return of capital represents the amount of distributions paid during the taxable period ended October 31, 2014 in excess of the Fund's current and accumulated earnings and profits under IRC Section 316.

PowerShares S&P SmallCap Energy Portfolio

EIN: 27-1805359

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶

Internal Revenue Code Sections 301, 316, 852.

18 Can any resulting loss be recognized? ▶ No

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶

This organizational action is reportable with respect to calender year 2014.

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ S/ STEVEN M. HILL Date ▶ 02/11/2015

Print your name ▶ A signed copy is maintained by the issuer. Title ▶ TREASURER

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	Firm's name ▶			Firm's EIN ▶	
	Firm's address ▶			Phone no.	

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

PowerShares S&P SmallCap Energy Portfolio
EIN: 27-1805359

ATTACHMENT

CUSIP	Ticker Symbol	Payable Date	Per Share: Distribution Per Share	Per Share: Income Dividends	Per Share: Short-term Capital Gains	Per Share: Total Ordinary Dividends	Per Share: Long-Term Capital Gains	Per Share: Nondividend Distribution
73937B704	PSCE	06/30/2014	0.019440	0.015222	0.000000	0.015222	0.000000	0.004218
73937B704	PSCE	12/31/2014	0.065830	0.065830	0.000000	0.065830	0.000000	0.000000
Total			0.085270	0.081052	0.000000	0.081052	0.000000	0.004218