

**Report of Organizational Actions  
 Affecting Basis of Securities**

▶ See separate instructions.

**Part I Reporting Issuer**

1 Issuer's name <b>PowerShares VRDO Tax-Free Weekly Portfolio</b>		2 Issuer's employer identification number (EIN) <b>37-1548899</b>	
3 Name of contact for additional information <b>POWERSHARES CLIENT SERVICES</b>	4 Telephone No. of contact <b>800-983-0903</b>	5 Email address of contact <b>INFO@POWERSHARES.COM</b>	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact <b>3500 LACEY ROAD, SUITE 700</b>		7 City, town, or post office, state, and ZIP code of contact <b>DOWNERS GROVE, IL 60515</b>	
8 Date of action <b>See Attachment</b>		9 Classification and description <b>COMMON STOCK</b>	
10 CUSIP number <b>See Attachment</b>	11 Serial number(s)	12 Ticker symbol <b>See Attachment</b>	13 Account number(s)

**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 a monthly distribution to shareholders during 2017. A portion of each 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 2017. The non-taxable return of capital represents the amount of distributions paid during the taxable period ended October 31, 2017 in excess of the Fund's current and accumulated earnings and profits under IRC Section 316.**

**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 calendar year 2017.

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.

**Sign Here**

Signature ▶ S/ STEVEN M. HILL Date ▶ 01/16/2018

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 <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶			Firm's EIN ▶	
Firm's address ▶			Phone no.	

CUSIP	Ticker Symbol	Payable Date	Per Share						
			Distribution Per Share	Income Dividends	Short-term Capital Gains	Total Ordinary Dividends	Long-Term Capital Gains	Nondividend Distribution	Exempt Interest Dividends
73936T433	PVI	1/31/2017	0.010840000	0.000000000	0.000000000	0.000000000	0.000000000	0.000013458	0.010826542
73936T433	PVI	2/28/2017	0.008580000	0.000000000	0.000000000	0.000000000	0.000000000	0.000010653	0.008569347
73936T433	PVI	3/31/2017	0.007840000	0.000000000	0.000000000	0.000000000	0.000000000	0.000009734	0.007830266
73936T433	PVI	4/28/2017	0.013740000	0.000000000	0.000000000	0.000000000	0.000000000	0.000017059	0.013722941
73936T433	PVI	5/31/2017	0.013800000	0.000000000	0.000000000	0.000000000	0.000000000	0.000017133	0.013782867
73936T433	PVI	6/30/2017	0.010030000	0.000000000	0.000000000	0.000000000	0.000000000	0.000012453	0.010017547
73936T433	PVI	7/31/2017	0.013180000	0.000000000	0.000000000	0.000000000	0.000000000	0.000016364	0.013163636
73936T433	PVI	8/31/2017	0.010980000	0.000000000	0.000000000	0.000000000	0.000000000	0.000013632	0.010966368
73936T433	PVI	9/29/2017	0.009660000	0.000000000	0.000000000	0.000000000	0.000000000	0.000011993	0.009648007
73936T433	PVI	10/31/2017	0.012820000	0.000000000	0.000000000	0.000000000	0.000000000	0.000015917	0.012804083
73936T433	PVI	11/30/2017	0.013980000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.013980000
73936T433	PVI	12/29/2017	0.014250000	0.000000000	0.000000000	0.000000000	0.000000000	0.000000000	0.014250000
Total			0.139700000	0.000000000	0.000000000	0.000000000	0.000000000	0.000138396	0.139561604