

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

▶ See separate instructions.

**Part I Reporting Issuer**

1 Issuer's name <b>POWERSHARES KBW BANK PORTFOLIO</b>		2 Issuer's employer identification number (EIN) <b>45-3552700</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>301 WEST ROOSEVELT ROAD</b>		7 City, town, or post office, state, and Zip code of contact <b>WHEATON, IL 60187</b>	
8 Date of action <b>PAID 03/30/2012 (DETERMINED 06/30/2012)</b>	9 Classification and description <b>COMMON STOCK</b>		
10 CUSIP number <b>73937B746</b>	11 Serial number(s)	12 Ticker symbol <b>KBWB</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 ▶ **POWERSHARES KBW BANK PORTFOLIO DISTRIBUTES QUARTERLY TO ITS COMMON SHAREHOLDERS. A PORTION OF THE DISTRIBUTION PAID 03/30/2012 REPRESENTS A NON-DIVIDEND DISTRIBUTION.**

PAID DATE:	TOTAL PER SHARE DISTRIBUTION:	NON-DIVIDEND PER SHARE DISTRIBUTION:
<b>03/30/2012</b>	<b>\$0.16801</b>	<b>\$0.00967</b>

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 BASIS OF THE SECURITY SHOULD BE REDUCED BY 5.76% OF THE TOTAL DISTRIBUTION PAID 03/30/2012.**

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 NON-DIVIDEND DISTRIBUTION REPRESENTS DISTRIBUTIONS ASSOCIATED WITH 2012 TAX YEAR WHICH ARE IN EXCESS OF THE CURRENT YEAR AND ACCUMULATED EARNINGS AND PROFITS.**

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ I.R.C. SECTION 301(c)(2)

Blank lines for listing applicable Internal Revenue Code sections.

18 Can any resulting loss be recognized? ▶ N/A

Blank lines for providing information regarding loss recognition.

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

Blank lines for providing other necessary information.

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/SHERI MORRIS Date ▶ 8/14/2012

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

Paid Preparer Use Only section with fields for name, signature, date, firm name, address, EIN, and phone number.