

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
PowerShares Convertible Securities Portfolio		45-1759320	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
PowerShares Client Services	800-983-0903	info@powershares.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and Zip code of contact	
301 West Roosevelt Road		Wheaton, IL 60187	
8 Date of action		9 Classification and description	
See Attachment		Distribution in excess of current and accumulated E&P	
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 a monthly distribution to shareholders from January 2012 to October 2012.
A portion of each distribution constitutes a non-taxable return of capital.

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 2012. The non-taxable return of capital represents the amount of distributions paid during the taxable period ended October 31, 2012 in excess of the Fund's current and accumulated earnings and profits under IRC Section 316.

<u>CUSIP</u>	<u>Ticker Symbol</u>	<u>Payable Date</u>	<u>Per Share</u>				
			<u>Distribution Per Share</u>	<u>Income Dividends</u>	<u>Capital Gains</u>	<u>Return of capital</u>	<u>Exempt Interest Dividends</u>
73936Q751	CVRT	01/31/2012	0.055560	0.055528	0.000000	0.000032	0.000000
73936Q751	CVRT	02/29/2012	0.057790	0.057757	0.000000	0.000033	0.000000
73936Q751	CVRT	03/30/2012	0.054860	0.054829	0.000000	0.000031	0.000000
73936Q751	CVRT	04/30/2012	0.055620	0.055588	0.000000	0.000032	0.000000
73936Q751	CVRT	05/31/2012	0.057030	0.056998	0.000000	0.000032	0.000000
73936Q751	CVRT	06/29/2012	0.059150	0.059116	0.000000	0.000034	0.000000
73936Q751	CVRT	07/31/2012	0.056140	0.056108	0.000000	0.000032	0.000000
73936Q751	CVRT	08/31/2012	0.055660	0.055628	0.000000	0.000032	0.000000
73936Q751	CVRT	09/28/2012	0.070200	0.070160	0.000000	0.000040	0.000000
73936Q751	CVRT	10/31/2012	0.040530	0.040507	0.000000	0.000023	0.000000
Total			0.562540	0.562219	0.000000	0.000321	0.000000