

CVRT

As of June 30, 2011

Fund Description

The PowerShares Convertible Securities Portfolio is based on The BofA Merrill Lynch All U.S. Convertibles Index. The Fund will normally invest at least 80% of its total assets in the component securities that comprise the Index. The Index is designed to track the performance of U.S. dollar-denominated investment grade and non-investment grade convertible securities sold into the U.S. market and publicly traded in the United States (including the over-the-counter market).

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. Ordinary brokerage commissions apply.

PowerShares Convertible Securities Portfolio

Fund Performance & Index History (%) ¹					
	1 Year	3 Year	5 Year	10 Year	Fund Inception ²
Underlying Index					
The BofA Merrill Lynch All U.S. Convertibles	22.54	6.85	5.69	5.62	-1.02
Benchmark Index					
Barclays Capital U.S. Aggregate	3.90	6.46	6.52	5.74	-0.29
S&P 500	30.68	3.34	2.95	2.72	-1.67
Fund					
NAV	-	-	-	-	-0.88
After Tax Held	-	-	-	-	-0.88
After Tax Sold	-	-	-	-	-0.57
Market Price	-	-	-	-	-1.15

This is a new Fund and therefore has no full-year of Fund performance to report as of the most recent quarter end. Performance data quoted represents past performance. As stated in the Fund's prospectus, the expense ratio of 0.35% is expressed as a unitary fee to cover expenses incurred in connection with managing the portfolio. 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 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 Data³

PowerShares Convertible Securities Portfolio	CVRT
Intraday NAV (IIV)	CVRT.IV
# of Holdings	58
CUSIP	73936Q751
Listing Exchange	NYSE Arca
Expense Ratio	0.35%

Underlying Index Data³

The BofA Merrill Lynch All U.S. Convertibles	VXA0
Years to Maturity	9.60
Average Coupon	3.83%
# of Holdings	566

Fund Inception: May 26, 2011

¹ Index returns do not represent Fund returns. An investor cannot invest directly in an index.

² Returns for the benchmark indexes are based on the closest month end to the Fund's inception date. 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 S&P 500[®] Index and Barclays Capital U.S. Aggregate Index are unmanaged indexes considered representative of the U.S. stock market and U.S. investment-grade, fixed-rate bond market, respectively.

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 June 30, 2011

Top 10 Fund Holdings ⁴				
Name	Coupon	Maturity	S&P/Moody's Rating	Weight (%)
Amgen Inc.	0.375	2/1/2013	A+/A3	4.07
General Motors Co. pfd.	4.750	-	NR/NR	3.94
United Continental Hldgs.	6.000	10/15/2029	CCC+/NR	2.79
Microchip Technology Inc.	2.125	12/15/2037	NR/NR	2.76
Wells Fargo & Company pfd.	7.500	-	A-/Baa3	2.68
EMC Corp.	1.750	12/1/2013	A-/NR	2.66
Netapp Inc.	1.750	6/1/2013	NR/NR	2.59
Ingersoll-Rand GI Hld Co.	4.500	4/15/2012	BBB+/Baa1	2.58
Alcoa Inc.	5.250	3/15/2014	BBB-/Baa3	2.57
PPL Corporation pfd.	8.750	-	NR/NR	2.51

Credit Ratings (%) ³	S&P		Moody's	
	S&P	Moody's	S&P	Moody's
AAA/Aaa	-	-	-	-
AA/Aa	1.56	-	-	-
A/A	20.24	8.10	23.17	13.80
BBB/Baa	23.17	13.80	12.59	3.28
BB/Ba	12.59	3.28	10.68	3.02
B/B	10.68	3.02	31.77	71.80
Not Rated	31.77	71.80	-	-

Maturity (years)	Weight (%)
0-1	6.81
1-5	57.35
5-10	6.08
10-15	1.14
15-20	5.71
20-25	2.08
25+	20.82

Leading the Intelligent ETF Revolution®

Underlying Index performance does not represent Fund performance.

³ The Intraday NAV is a symbol representing estimated fair value based on the most recent intraday price of underlying assets.

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. 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.

Conversion Premium is the amount by which the convertible price exceeds the value of the stock into which it can be converted.

Delta ranges from zero to one and a measure of a convertible's price sensitivity to movements in the price of its underlying stock.

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.

Implied Volatility is a measure of the expensiveness/cheapness of the option embedded in the convertible bond.

Modified 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 option-free bonds.

⁴ Please see the website for complete holdings information. Holdings are subject to change.

The value of convertible securities tends to vary with fluctuations in the market value of the underlying securities. Convertible securities are subject to the risk of default by the issuer.

The Fund may invest in fixed-income securities, such as notes and bonds, which 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.

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.

Non-investment grade securities have additional risks, including higher default risk and decreased market liquidity.

The Fund's use of a representative sampling approach will result in its holding a smaller number of securities than are in the underlying Index, and may be subject to greater volatility.

The Fund is considered non-diversified and may be subject to greater risks than a diversified fund.

Foreign securities have additional risks, including exchange-rate changes, decreased market liquidity, political instability and taxation by foreign governments.

"BofA Merrill Lynch" and "The BofA Merrill Lynch All U.S. Convertibles IndexSM" are reprinted with permission. ©Copyright 2011 Merrill Lynch, Pierce, Fenner & Smith Incorporated ("BofA Merrill Lynch"). All rights reserved. The Fund is not issued, sponsored, endorsed or promoted by

BofA Merrill Lynch, any affiliate of BofA Merrill Lynch or any other party involved in, or related to, making or compiling the BofA Merrill Lynch All U.S. Convertibles IndexSM (the "BofA Merrill Lynch Index"). The BofA Merrill Lynch Index is the exclusive property of BofA Merrill Lynch and/or its affiliates. "The BofA Merrill Lynch All U.S. Convertibles IndexSM" is a service mark of BofA Merrill Lynch and/or its affiliates and has been licensed for use for certain purposes by the Adviser on behalf of the Fund.

Invesco Distributors, Inc. is the distributor of the PowerShares Exchange-Traded Fund Trust II.

PowerShares® is a registered trademark of Invesco PowerShares Capital Management LLC. Invesco PowerShares Capital Management LLC and Invesco Distributors, Inc. are indirect, wholly owned subsidiaries of Invesco Ltd.

An investor should consider the Fund's investment objective, risks, charges and expenses carefully before investing. For this and more complete information about the Fund call 800 983 0903 or visit invescopowershares.com for a prospectus. Please read the prospectus carefully before investing.

Note: Not all products available through all firms.