

PNQI

As of June 30, 2011

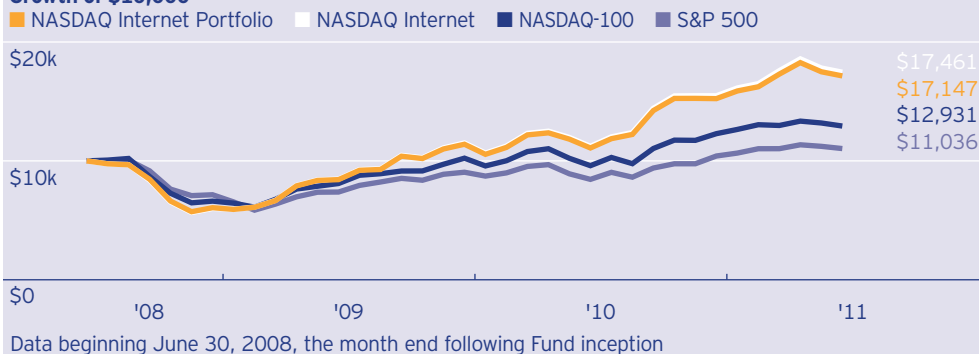
Fund Description

The PowerShares NASDAQ Internet Portfolio is based on the NASDAQ Internet IndexSM, which is designed to track the performance of the largest and most liquid U.S.-listed companies that are engaged in Internet-related businesses and that are listed on one of the three major U.S. stock exchanges. The Fund will normally invest at least 90% of its total assets in common stocks that comprise the Index.

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, including those regarding short selling and margin maintenance requirements. Ordinary brokerage commissions apply.

PowerShares NASDAQ Internet Portfolio

Growth of \$10,000¹



Fund Performance & Index History (%)¹

	1 Year	3 Year	5 Year	10 Year	Fund Inception ²
Underlying Index					
NASDAQ Internet	55.61	20.42	-	-	17.84
Benchmark Indexes					
NASDAQ-100	34.74	8.95	-	-	5.19
S&P 500	30.68	3.34	-	-	0.35
Fund					
NAV	54.68	19.69	-	-	17.17
After Tax Held	54.68	19.68	-	-	17.16
After Tax Sold	35.54	17.14	-	-	14.91
Market Price	54.66	19.70	-	-	16.58

Performance data quoted represents past performance. As stated in the Fund's prospectus, the expense ratio of 0.60% 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. The Shares' performance reflects fee waivers, absent which performance would have been lower. 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

NASDAQ Internet Portfolio	PNQI
Intraday NAV (IIV)	PNQI.IV

Underlying Index Data

NASDAQ Internet	NETX
Index Provider	NASDAQ

3-Year Alpha, Beta and Correlation^{1,3}

Data shown are that of the underlying Index relative to each respective benchmark index.

	Alpha	Beta	Correlation
NASDAQ-100	10.89	1.08	0.91
S&P 500	17.94	1.09	0.83

3-Year Index Statistics^{1,3}

	Performance (%)	Volatility (%)	Sharpe Ratio
NASDAQ Internet	20.42	28.05	0.72
NASDAQ-100	8.95	23.82	0.36
S&P 500	3.34	21.19	0.15

Fund Inception: June 12, 2008

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 NASDAQ-100 Index includes 100 of the largest domestic and international nonfinancial securities listed on The Nasdaq Stock Market based on market capitalization. The S&P 500[®] Index is an unmanaged index considered representative of the U.S. stock market.

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 30 Fund Holdings (%) ⁴ Name	Weight
Amazon.com Inc.	8.49
eBay Inc.	8.45
Baidu Inc. ADS	8.43
priceline.com Inc.	8.11
Google Inc. Cl A	7.82
Netflix Inc.	3.96
Expedia Inc.	3.89
Yahoo! Inc.	3.71
SINA Corp.	3.58
Akamai Technologies Inc.	3.18
VeriSign Inc.	3.05
Rackspace Hosting Inc.	2.99
Equinix Inc.	2.56
Open Text Corp.	1.98
MercadoLibre Inc.	1.90
Netease.com Inc. ADS	1.83
IAC/InterActiveCorp.	1.77
Sohu.com Inc.	1.50
WebMD Health Corp.	1.46
SAVVIS Inc.	1.23
AOL Inc.	1.15
Vistaprint N.V.	1.11
OpenTable Inc.	1.06
Shutterfly Inc.	1.05
Ancestry.com Inc.	1.03
Monster Worldwide Inc.	1.03
ValueClick Inc.	0.71
j2 Global Communications Inc.	0.70
Digital River Inc.	0.69
RightNow Technologies Inc.	0.58

Fund Details ³	
Weighted Harmonic Average	
Stock Price-to-Earnings Ratio	27.97
Weighted Harmonic Average	
Stock Price-to-Book-Value Ratio	3.76
Weighted Average Return on Equity	19.21
Weighted Market Cap (mm)	32,531
Number of Holdings	67
Expense Ratio	0.60%
CUSIP	73935X146
Listing Exchange	NASDAQ

Fund Industry Allocations (%)	
Internet Software & Services	71.82
Internet & Catalog Retail	27.06
Wireless Telecommunication Services	0.50
Diversified Telecommunication Services	0.42
Software	0.19

	Annual Index Performance (%)	
	NASDAQ Internet	NASDAQ- 100
2008	-49.96	-41.57
2009	91.82	54.61
2010	34.49	20.14
2011 YTD	12.83	5.23

Fund Market-Cap Allocations (%)	
Large-Cap Growth	46.93
Large-Cap Value	-
Mid-Cap Growth	30.58
Mid-Cap Value	1.15
Small-Cap Growth	20.38
Small-Cap Value	0.95

Fund Sector Allocations (%)	
Consumer Discretionary	27.06
Consumer Staples	-
Energy	-
Financials	-
Health Care	-
Industrials	-
Information Technology	72.01
Materials	-
Telecommunication Services	0.93
Utilities	-

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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.

Volatility is the annualized standard deviation of index returns.

Beta is a measure of relative risk and the slope of regression.

Sharpe Ratio is a risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. A higher Sharpe Ratio indicates better risk-adjusted performance.

Correlation indicates the degree to which two investments have historically moved in the same direction and magnitude.

Alpha is a measure of performance on a risk-adjusted basis.

Stock Price-to-Earnings Ratio is the share price divided by earnings per share. It is measured on a 12-month trailing basis.

Stock Price-to-Book-Value Ratio is the ratio of a stock's market price to a company's net asset value.

Weighted Harmonic Average is a method of calculating an average value that lessens the impact of large outliers and increases the impact of small ones.

Weighted Average Return on Equity is net income divided by net worth.

Weighted Market Capitalization is the sum of each underlying securities' market value.

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

The Global Industry Classification Standard was developed by and is the exclusive property and a service mark of MSCI, Inc. and Standard & Poor's.

Investing in securities of small and medium-sized companies may involve greater risk than is customarily associated with investing in large companies.

The Fund contains securities in the internet software and services sector. Companies engaged in this sector are subject to greater risks, and are more greatly impacted by market volatility, than more diversified investments.

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

Returns on investments in securities of large U.S. companies could trail the returns on investments in stocks of smaller companies.

The PowerShares NASDAQ Internet Portfolio is not sponsored, endorsed, sold or promoted by the NASDAQ OMX Group, Inc. or its affiliates (NASDAQ

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An investor should consider the Fund's investment objectives, 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.