

PowerShares Emerging Markets USD Bond UCITS ETF

Investment objective

The PowerShares Emerging Markets USD Bond UCITS ETF aims to deliver the performance of the Bloomberg Barclays Emerging Markets USD Sovereign Bond Index ("Index"), less fees and expenses.

Source ETF structure

The ETF uses optimized physical sampling to achieve the target index performance. For more information, please contact your Powershares representative or visit our website.

About the benchmark

The index tracks the performance of fixed and floating-rate US dollar-denominated debt issued by EM governments. Country eligibility and classification as Emerging Markets is rules-based and reviewed annually using World Bank income group and International Monetary Fund (IMF) country classifications. Index constituents are capitalisation-weighted. Investment grade, high yield and unrated securities are permitted. Unrated bonds may use an implied issuer rating when not rated by a credit rating agency (Moody's, S&P, and Fitch). The Fund and the Index are rebalanced and reconstituted on a monthly basis.

Investment risks

- The investments of the fund are subject to normal market fluctuations and other risks inherent in investing in securities
- The value of an investment in the fund can go down as well as up and an investor may not get back the amount invested
- The value of most bond funds and fixed income securities is impacted by changes in interest rates, changes in issuer credit conditions and the risk that the manager's investment decisions might not produce the desired results

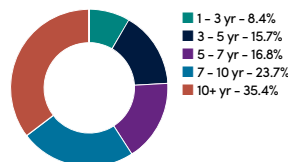
Top 10 ETF holdings

Company	Weighting
ARGENTINA BONAR BONDS 07/05/2024	2.99%
ARGENTINE REPUBLIC GOVERNMENT 7.5% 22/04/2026	1.15%
ARGENTINE REPUBLIC GOVERNMENT 8.28% 31/12/2033	1.03%
SAUDI GOVERNMENT INTERNATIONAL 4.5% 26/10/2046	0.81%
SAUDI GOVERNMENT INTERNATIONAL 3.25% 26/10/2026	0.79%
RUSSIAN FOREIGN BOND - EUROBOND 12.75% 24/06/2028	0.72%
RUSSIAN FEDERATION	0.70%
ARGENTINE REPUBLIC GOVERNMENT 6.88% 22/04/2021	0.66%
SAUDI GOVERNMENT INTERNATIONAL 4.63% 04/10/2047	0.62%
MEXICO GOVT INTERNAT'L BOND 4.75% 08/03/2044	0.62%

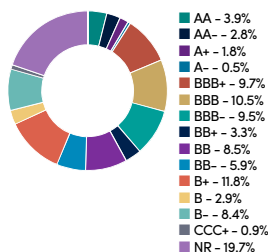
Bloomberg Barclays Emerging Markets USD Sovereign Index

(Data as of 30 November 2017)

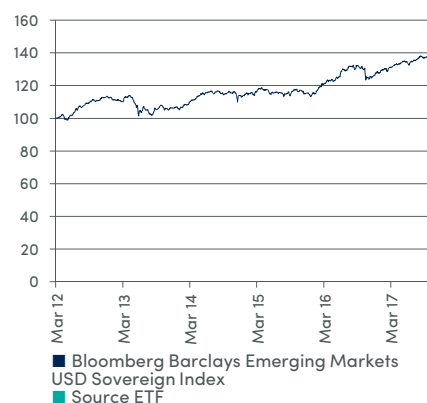
Maturity breakdown



Rating breakdown¹



5 year performance



Risk/return profile

Year	Index performance	Volatility ²	Sharpe ratio ³
2017 YTD	8.66%	3.29%	-
2016	9.34%	5.85%	1.49
2015	1.49%	3.87%	0.33
2014	7.15%	4.24%	1.66

Source: Bloomberg

Past performance is not a reliable indicator of future returns.

Index portfolio characteristics⁴

Yield to maturity	4.98%
Effective duration	7.24
OAS (bps)	254
Average rating	BBB-

Trading activity

PowerShares ETFs have multiple dealers and market makers, encouraging tight bid offer spreads and enhanced liquidity.

Trading information

Exchange listing: LSE
 Trading currency: USD
 Trading times: 08:00 - 16:30
 London time
 ISIN: IE00BF51K132
 Bloomberg: PEMD LN
 Bloomberg (iNAV): PEMDIN
 Reuters: PEMD.L
 Reuters (iNAV): 0Q5RINAV.DE

Index information

Index: Bloomberg Barclays Emerging Markets USD Sovereign Index
 Currency: USD
 No. constituents: 376
 Bloomberg: BSSUTRUU
 Reuters: .BCEMSOV

ETF information

Replication method: Physical
 Issuer: Source Markets II plc
 Manager: Source Investment Management Limited
 Investment manager: Invesco PowerShares Capital Management LLC
 Depository: BNY Mellon Trust Company (Ireland) Limited
 Fund inception: 16 Nov 2017
 Ongoing charge⁵: 0.35% p.a.
 Dividends: Distributing
 Open-ended: Yes
 UCITS: Yes
 Domicile: Ireland
 Base currency: USD
 Minimum investment: 1 unit

For more information

Call us on +44 (0)20 3370 1154
 Email us at invest@powersharestf.com

Available at powersharestf.com

Assets under Management
 NAV & iNAV
 Prospectus & KiID

¹ Data: PIMCO. Ratings are the highest of S&P, Moody's or Fitch. Short-term rating is used when long-term rating is not available.

² Annualised volatility based on daily log returns

³ Sharpe ratio is adjusted for risk free rate, taken as the yield on 12 month US Treasuries

⁴ As an Irish domiciled fund, the PowerShares Preferred Shares UCITS ETF will be subject to a 15% withholding tax on all US source dividends.

⁵ Includes management fee, custody and administration costs but excludes transaction costs such as swap costs

About PowerShares

We are a forward-thinking fund provider that wants you to get more from your portfolio. We offer over 80 exchange traded funds (ETFs) in Europe, from simple funds tracking well-known indices to "smart beta" strategies that could improve performance. We focus only on ETFs, so we have the market knowledge to help you trade them efficiently too. Because we are part of Invesco, you also benefit from the ideas and expertise of one of the world's largest independent asset managers. Whatever your investment objective, we can help you meet it.

Buying and selling PowerShares ETFs

PowerShares ETFs can be traded both on exchange and over the counter. The ETFs have multiple dealers and market makers, encouraging tight bid offer spreads and high liquidity. For guidance and intelligence concerning trading in PowerShares products, please contact our Capital Markets group on +44 (0) 20 3370 1154 or capitalmarkets@powersharesETF.com.

Key features

Liquidity

PowerShares's multi broker/dealer platform enhances daily liquidity and provides robust bid-offer spreads both OTC and on exchange. PowerShares ETFs have similar liquidity characteristics to their underlying traded securities.

Flexibility

By using PowerShares ETFs on a number of indices, an investor can build or customise a range of exposures and with intraday liquidity can adjust these exposures dynamically. PowerShares ETFs can be lent and borrowed, allowing investors to go long and short indices.

Transparency

PowerShares ETFs aim to replicate the performance of the underlying index. Additionally, they benefit from a transparent fund and cost-structure. Benchmark constituents and weightings are published daily.

Simplicity

PowerShares ETFs help investors to gain exposure to a wide range of indices while executing only one trade.

Accessibility

PowerShares ETFs are traded and settled on regulated stock exchanges and can be purchased and held in ordinary brokerage or custodial accounts.

Cost-effectiveness

PowerShares ETFs have significantly lower management fees or total expense ratios (TERs) than many actively managed funds.

Key Disclaimer Information:

Investors in PowerShares products should note that the price of your investment may go down as well as up. As a result you may not get back the amount of capital you invest.

This factsheet which contains a summary description of the above mentioned ETF is for discussion purposes only and is intended for professional investors pursuant to Directive 2004/39/EC (MIFID) Annex II Section I. A complete description of the shares is set out in the prospectus of the above mentioned ETF. This factsheet is not for distribution to, or for the attention of, US or Canadian persons. The prospectus documenting the issue of Source and PowerShares ETFs can be downloadable from www.powersharesef.com.

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German investors may obtain the offering documents in paper or electronic form free of charge from the German information and paying agent: (Marcard, Stein & Co AG, Ballindamm 36, 20095 Hamburg, Germany).

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