

IMPORTANT NOTICE

National Securities Clearing Corporation



A#6119

P&S#5689

DATE: SEPTEMBER 30, 2005

TO: ALL PARTICIPANTS

ATTENTION: MANAGING PARTNER/OFFICER; OPERATIONS PARTNER/OFFICER; MANAGER P&S DEPARTMENT; MANAGER DATA PROCESSING DEPARTMENT

FROM: PRODUCT MARKETING & DEVELOPMENT

SUBJECT: NSCC BEGINS PROCESSING NEW DOMESTIC INDEX SECURITIES

National Securities Clearing Corporation will include additional domestic index securities in its domestic index security file on or about Wednesday, October 21, 2005. The Index Receipt Agent for the new index security is Bank of New York. Clearing and trading information pertinent to the new funds follows:

Description	Trading Symbol	CUSIP	First Trading Date ^{11}
PowerShares Dynamic Building & Construction	PKB	73935X666	October 26, 2005
PowerShares Dynamic Energy Exploration & Production	PXE	73935X658	October 26, 2005
PowerShares Dynamic Insurance	PIC	73935X641	October 26, 2005
PowerShares Dynamic Oil & Gas Services	PXJ	73935X625	October 26, 2005
PowerShares Dynamic Retail	PMR	73935X617	October 26, 2005
PowerShares Dynamic Utilities	PUI	73935X591	October 26, 2005
PowerShares Dynamic Aerospace & Defense Portfolio	PPA	73935X690	October 26, 2005
PowerShares Dynamic Lux Nanotech	PXN	73935X633	October 26, 2005
PowerShares Dynamic Hardware	PHW	73935X831	October 26, 2005
PowerShares Dynamic Telecom & Wireless	PYE	73935X765	October 26, 2005

The existing creation and redemption procedures, reporting structures, files, and reports that were used for the current domestic index products will also be used for the new funds.

NOTE: In preparation for creation and redemption activity, NSCC is scheduled to add the new portfolio to its Domestic Portfolio Composition File (PCF) on or about Wednesday, October 21, 2005. This file also contains all other domestic index security portfolios.

¹ For an exact first trade date call the AMEX at 1-800-THEAMEX

Useful Information:

- PowerShares Dynamic Portfolios general information: 1-718-315-4412
- To place creation/redemption orders, or to become an PowerShares Dynamic Portfolios Authorized Participant: 1-718-315-4512

If you have additional questions, please contact your Relationship Manager or email the undersigned at ryodice@dtcc.com.

Robert M. Yodice

Director, Product Marketing and Development
