

# PowerShares Tradable European Price Momentum Factor UCITS ETF

## Investment objective

The PowerShares Tradable European Price Momentum Factor UCITS ETF aims to provide the performance of the Solactive Tradable European Price Momentum Factor Total Return (Net) Index, after fees.

## Source ETF structure

The Fund achieves its performance through Invesco PowerShares' swap-enhanced ETF structure. This innovative investment technique combines full investment in physical equities with a multicounterparty swap overlay to minimise tracking error. Source's approach allows counterparty risk to be substantially reduced compared to typical swap-enhanced ETFs.

## About the benchmark

The Solactive Tradable European Price Momentum Factor Total Return (Net) Index provides exposure to European-listed companies with a lower than average sensitivity to movements in the broad European equity market, as measured by the beta to a broad market benchmark. The index comprises 50 companies, each of which is given a weight in the index of 1.5%, 2.0% or 2.5% at each rebalance depending on its liquidity. The index is rebalanced monthly.

## Investment risks

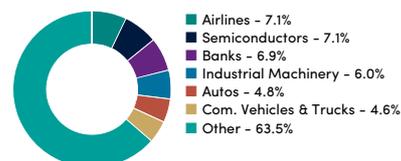
- No capital protection; you may not get back the amount you invested
- No guarantee that the ETF will track the index exactly
- Swaps are used to achieve the investment objective: this introduces counterparty risk

## Top 10 index holdings

Company	Weighting
WIRE CARD	2.75%
Deutsche Lufthansa	2.72%
Commerzbank	2.70%
Unione di Banche Italiane SpA	2.66%
AMS	2.59%
AIR France - KLM	2.58%
AB Volvo	2.47%
Fiat Chrysler Automobiles	2.45%
ASML Hldg	2.44%
Kering Act	2.43%

## Solactive Tradable European Price Momentum Factor Net Total Return Index (Data as of 30 November 2017)

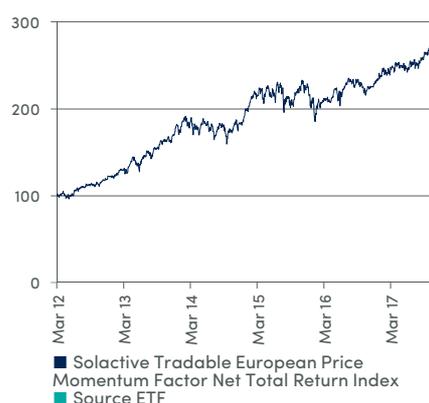
### Sector exposure



### Geographic exposure



## 5 year performance



## Risk/return profile

Year	Index performance	Volatility <sup>1</sup>	Sharpe ratio <sup>2</sup>
2017 YTD	14.76%	13.43%	-
2016	0.01%	19.00%	-0.03
2015	24.62%	20.61%	1.18
2014	7.75%	19.90%	0.38

Source: Bloomberg. Past performance (actual or simulated) is not a reliable indicator of future performance.

Performance of the Solactive Tradable European Price Momentum Factor Total Return (Net) Index prior to 25/09/2017 has been simulated by the index provider. Simulated performance is calculated using the index rules, published at [www.PowerShareseff.com](http://www.PowerShareseff.com).

## Trading information

Exchange listing: Xetra  
Trading currency: EUR  
Trading times: 09:00 - 17:30  
Frankfurt time  
ISIN: IE00BDFB5B42  
Bloomberg: PFTP GY  
Bloomberg (iNAV): PFTPIN  
Reuters: PFTP.DE  
Reuters (iNAV): 0K8BINAV.DE

## Index information

Index: Solactive Tradable European Price Momentum Factor Net Total Return Index  
Currency: EUR  
No. constituents: 50  
Bloomberg: STEFPMNT  
Reuters: .STEFPMNT

## ETF information

Replication method: Physical with swap overlay  
Issuer: Source Markets plc  
Manager: Source Investment Management Limited  
Investment manager: Assenagon Asset Management S.A.  
Depository: Northern Trust Fiduciary Services (Ireland) Limited  
Fund inception: 22 Nov 2017  
Ongoing charge<sup>3</sup>: 0.30% p.a.  
Dividends: Accumulating  
Open-ended: Yes  
UCITS: Yes  
Domicile: Ireland  
Base currency: EUR  
Minimum investment: 1 unit

## For more information

Call us on +44 (0)20 3370 1154  
Email us at [invest@powershareseff.com](mailto:invest@powershareseff.com)

## Available at powershareseff.com

Assets under Management  
NAV & iNAV  
Prospectus & KIID

<sup>1</sup> Annualised volatility based on daily log returns

<sup>2</sup> Sharpe ratio is adjusted for risk free rate, taken as the yield on 12 month US Treasuries

<sup>3</sup> 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](mailto: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.

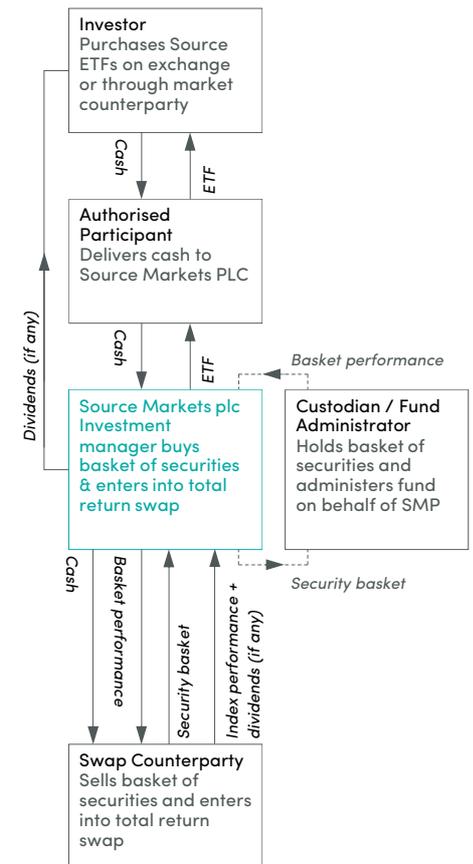
## Accessibility

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.

## Source swap enhanced ETF structure



## 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 in [enter list of target countries please]. The ETFs may only be offered and the Key Investor Information Document (KIID) and prospectus (the “offering documents”) and marketing materials may only be distributed in other jurisdictions in compliance with private placement rules and local regulations. This factsheet is not for distribution to, or for the attention of, US or Canadian persons.

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Investors should consult their own business, tax, legal and accounting advisors with respect to this proposed transaction and they should refrain from entering into a transaction with us unless they have fully understood the associated risks and have independently determined that the transaction is appropriate for them. In no way should we be deemed to be holding itself out as a financial adviser or a fiduciary of the recipient hereof.

The fund is not sponsored, promoted, sold or supported in any other manner by Solactive AG nor

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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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