

NOTICE TO SHAREHOLDERS

31 October 2017

**Source Markets II plc (the "Company")
PowerShares Preferred Shares UCITS ETF (the "Fund")
ISIN: IE00BDVJF675**

Dear Shareholder

This notification is to update you on a change to the BofA Merrill Lynch Diversified Core Plus Fixed Rate Preferred Securities Net Total Return Index, the reference index of the Fund (the "**Reference Index**").

Change to the name of the Reference Index

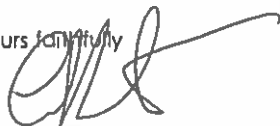
As a consequence of the acquisition of the BofA Merrill Lynch Global Research FICC index platform by Intercontinental Exchange (ICE) on 20 October 2017, the name of the Reference Index has changed from "BofA Merrill Lynch Diversified Core Plus Fixed Rate Preferred Securities Net Total Return Index" to "ICE BofAML Diversified Core Plus Fixed Rate Preferred Securities Net Total Return Index".

The new name of the Reference Index will be reflected in the supplement and key investor information document for the Fund in due course.

This change does not require shareholder approval and therefore no action is required by you.

If you have any queries arising from this notice, please contact us at invest@powersharesetf.com.

Yours faithfully



Director