**DBC Fund Description**

The PowerShares DB Commodity Index Tracking Fund tracks an index of 14 commodities. It uses futures contracts to maintain exposure and selects them based on the shape of the futures curve to minimize contango.

**DBC FactSet Analytics Insight**

```
DBC mitigates roll costs but sacrifices responsiveness to price movements
```

DBC thoughtfully addresses the two thorniest problems in commodities: weighting and roll costs. The most market-like approach, production weighting, allocates heavily to consumables like oil at the expense of storables like gold. DBC threads the needle by capping energy’s economic dominance at 60%, yet allowing for a diversified portfolio. DBC aims to turn short-term contracts into a long-term investment carefully, by picking the cheapest of the tenors available for each of its contracts. This mitigates roll costs, but in cases where DBC selects long-term contracts, it can sacrifice responsiveness to short-term price movements. Note that DBC’s approach tends to trail our vanilla benchmark with its steep expense ratio creating a high hurdle to break-even. DBC’s awesome liquidity, however, helps it win Analyst Pick. Expect a K-1 at tax time.

**DBC Index Data**

**Index Tracked**

- DBIQ Optimum Yield Diversified Commodity Index Total Return

**Index Weighting Methodology**

- Fixed

**Index Selection Methodology**

- Fixed

**Segment Benchmark**

- S&P GSCI

**Related ETFs to DBC**

- Top Competing ETFs: USCI, GSC, BCM, SBV

**DBC Portfolio Data**

**Exposure Type**

- Futures

**Rolling Strategy**

- Optimized

**Rebalancing Frequency**

- Annually

**Number of Commodities**

- 14

**DBC Tax Exposures**

- Max LT/ST Capital Gains Rate: 27.84% / 27.84%
- Capital Gains Distributions (3 Year): --
- Distributes K1: Yes

**DBC Fund Structure**

**Legal Structure**

- Commodities Pool

**OTC Derivative Use**

- No

**Securities Lending Active**

- N/A

**ETN Counterparty**

- N/A

**ETN Counterparty Risk**

- N/A

**Fund Closure Risk**

- Low

**Portfolio Disclosure**

- Daily

**Overall Rating**

- D

**DBC Summary Data**

**Issuer**

- Invesco PowerShares

**Inception Date**

- 02/03/06

**Legal Structure**

- Commodities Pool

**Expense Ratio**

- 0.89%

**Assets Under Management**

- $1.83 B

**Average Daily $ Volume**

- $20.37 M

**Average Spread (60-Day)**

- 0.07%

**DBC Portfolio Management**

**Expense Ratio**

- 0.89%

**Median Tracking Difference (12 Mo)**

- -1.30%

**Max. Upside Tracking Difference (12 Mo)**

- -0.75%

**Max. Downside Tracking Difference (12 Mo)**

- -2.46%

**DBC Total Returns**

- 1 Year: 10.0%

**DBC (NAV)**

- 1 Year: 10.0%

**DBC (NAV) Total Returns**

- 1 Year: 10.0%

**DBC (NAV) Total Returns**

- 1 Year: 10.0%

**DBIQ Optimum Yield Diversified Commodity Index Total Return**

- 1 Year: 10.0%

**S&P GSCI**

- 1 Year: 10.0%

All returns over 1 year are annualized. All returns are total returns unless otherwise stated.
DBC FactSet Analytics Block Liquidity

This measurement shows how easy it is to trade 25,000 shares of DBC. DBC is rated a 5 out of 5.

DBC Tradability

Avg. Daily Share Volume 1,401,606
Average Daily $ Volume $20.37 M
Median Daily Share Volume 1,115,167
Median Daily Volume ($) $16.49 M
Average Spread (%) 0.07%
Average Spread ($) $0.01
Median Premium / Discount (12 Mo) -0.03%
Max. Premium / Discount (12 Mo) 0.66% / -0.54%
Impediment to Creations None
Market Hours Overlap 100.00%
Creation Unit Size (Shares) 200,000
Creation Unit/Day (45 Day Average) 5.58
Creation Unit Cost (%) 0.02%
Underlying Volume / Unit --
Open Interest on ETF Options 31,942
Net Asset Value (Yesterday) $14.82
ETF.com Implied Liquidity 5

DBC Top 10 Targeted Commodity Weights

United States Treasury Bills 0.0% 24-AUG-2017 32.79%
United States Treasury Bills 0.0% 31-AUG-2017 18.25%
United States Treasury Bills 0.0% 04-JAN-2018 17.82%
PowerShares Treasury Collateral Portfolio 13.12%
FUTURES 7.62%
AIM Treasurers Series Funds Inc Premier US Government Money Portfolio Institutional 4.83%
United States Treasury Bills 0.0% 14-SEP-2017 4.08%
United States Treasury Bills 0.0% 26-OCT-2017 1.25%
U.S. Dollar 0.25%
Total Top 10 Weighting 100.00%

DBC Roll Strategy

DBC rolls contracts between the 2nd and 6th business days each month.

DBC Performance Statistics

Goodness of Fit (R2) 0.93
Beta 0.80
Up Beta 0.78
Down Beta 0.80
Downside Standard Deviation 0.00%

DBC Sector Breakdown

<table>
<thead>
<tr>
<th>Sector</th>
<th>DBC</th>
<th>Benchmark</th>
</tr>
</thead>
<tbody>
<tr>
<td>Energy</td>
<td>55.00%</td>
<td>72.35%</td>
</tr>
<tr>
<td>Agriculture</td>
<td>22.50%</td>
<td>11.42%</td>
</tr>
<tr>
<td>Industrial Metals</td>
<td>12.50%</td>
<td>7.06%</td>
</tr>
<tr>
<td>Precious Metals</td>
<td>10.00%</td>
<td>2.74%</td>
</tr>
<tr>
<td>Livestock</td>
<td>0.00%</td>
<td>6.43%</td>
</tr>
</tbody>
</table>

DBC Tenor Strategy

DBC’s optimized tenor selection uses a rules-based strategy for choosing contracts over the next 13 months that will give the best possible implied roll yield.

© 2017, ETF.com
Analyst Pick: This ETF was selected by our analysts as best available choice for the average investor seeking exposure to this segment.