

POWERSHARES DB AGRICULTURE FUND
Form 10-Q
August 08, 2013
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2013

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission File Number: 001-33238

POWERSHARES DB AGRICULTURE FUND

(A Series of PowerShares DB Multi-Sector Commodity Trust)

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(Exact name of Registrant as specified in its charter)

Delaware (State or Other Jurisdiction of Incorporation or Organization)	87-0778078 (I.R.S. Employer Identification No.)
c/o DB Commodity Services LLC 60 Wall Street New York, New York (Address of Principal Executive Offices)	10005 (Zip Code)

Registrant's telephone number, including area code: (212) 250-5883

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the Registrant has submitted electronically and posted on its corporate Web site, if any, an Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the Registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definition of "accelerated filer," "large accelerated filer," and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated Filer Accelerated Filer

Non-Accelerated Filer (Do not check if a smaller reporting company) Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

Indicate the number of outstanding Shares as of June 30, 2013: 61,400,000 Shares.

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POWERSHARES DB AGRICULTURE FUND

(A SERIES OF POWERSHARES DB MULTI-SECTOR COMMODITY TRUST)

QUARTER ENDED JUNE 30, 2013

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Table of Contents**PART I. FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS.***PowerShares DB Agriculture Fund**Unaudited Statements of Financial Condition**June 30, 2013 and December 31, 2012*

	June 30, 2013	December 31, 2012
Assets		
Equity in broker trading accounts:		
United States Treasury Obligations, at fair value (cost \$1,516,935,484 and \$1,465,881,153 respectively)	\$ 1,516,975,127	\$ 1,465,964,764
Cash held by broker	98,702,362	219,761,621
Net unrealized appreciation (depreciation) on futures contracts	(86,510,705)	(23,198,185)
Deposits with broker	1,529,166,784	1,662,528,200
Deposits with Transfer Agent for shares redeemed		5,621,014
Total assets	\$ 1,529,166,784	\$ 1,668,149,214
Liabilities		
Payable for shares redeemed	\$	\$ 5,621,014
Management fee payable	1,109,645	1,244,355
Brokerage fee payable	4,711	204
Total liabilities	1,114,356	6,865,573
Commitments and Contingencies (Note 9)		
Equity		
Shareholders' equity - General Shares	996	1,119
Shareholders' equity - Shares	1,528,051,432	1,661,282,522
Total shareholders' equity	1,528,052,428	1,661,283,641
Total liabilities and equity	\$ 1,529,166,784	\$ 1,668,149,214
General Shares outstanding	40	40
Shares outstanding	61,400,000	59,400,000
Net asset value per share		
General Shares	\$ 24.90	\$ 27.98
Shares	\$ 24.89	\$ 27.97

See accompanying notes to unaudited financial statements.

Table of Contents*PowerShares DB Agriculture Fund**Unaudited Schedule of Investments**June 30, 2013*

Description	Percentage of Net Assets	Fair Value	Face Value
United States Treasury Obligations			
U.S. Treasury Bills, 0.04% due July 5, 2013	22.77%	\$ 347,999,652	\$ 348,000,000
U.S. Treasury Bills, 0.04% due July 11, 2013	0.92	13,999,944	14,000,000
U.S. Treasury Bills, 0.045% due July 18, 2013	9.36	142,998,856	143,000,000
U.S. Treasury Bills, 0.03% due July 25, 2013	15.64	238,997,610	239,000,000
U.S. Treasury Bills, 0.05% due August 1, 2013	17.08	260,996,607	261,000,000
U.S. Treasury Bills, 0.04% due August 8, 2013	4.91	74,998,425	75,000,000
U.S. Treasury Bills, 0.045% due August 15, 2013	2.03	30,999,225	31,000,000
U.S. Treasury Bills, 0.045% due August 22, 2013	3.14	47,998,272	48,000,000
U.S. Treasury Bills, 0.045% due September 5, 2013	15.38	234,992,480	235,000,000
U.S. Treasury Bills, 0.045% due September 12, 2013	5.04	76,997,690	77,000,000
U.S. Treasury Bills, 0.06% due September 26, 2013	3.01	45,996,366	46,000,000
Total United States Treasury Obligations (cost \$1,516,935,484)	99.28%	\$ 1,516,975,127	

A portion of the above United States Treasury Obligations are held as initial margin against open futures contracts, as described in Note 4(e).

Description	Percentage of Net Assets	Unrealized Appreciation/ (Depreciation)	Notional Value
Futures Contracts			
Cocoa (8,357 contracts, settlement date September 13, 2013)	(0.96)%	\$ (14,712,320)	\$ 180,845,480
Coffee (3,179 contracts, settlement date September 18, 2013)	(0.75)	(11,507,794)	143,531,850
Corn (6,992 contracts, settlement date December 13, 2013)	(2.67)	(40,762,425)	178,645,600
Cotton (1,358 contracts, settlement date December 06, 2013)	(0.06)	(914,270)	57,042,790
Feeder Cattle (917 contracts, settlement date August 29, 2013)	(0.09)	(1,388,075)	68,522,825
Lean Hogs (3,723 contracts, settlement date August 14, 2013)	0.27	4,162,420	145,122,540
Live Cattle (4,332 contracts, settlement date August 30, 2013)	0.05	807,900	211,444,920
Soybeans (3,325 contracts, settlement date November 14, 2013)	(0.79)	(12,071,275)	208,145,000
Sugar (10,228 contracts, settlement date September 30, 2013)	0.13	2,038,434	193,824,691
Wheat (2,305 contracts, settlement date July 14, 2014)	(0.41)	(6,364,875)	80,444,500
Wheat KCB (2,216 contracts, settlement date July 14, 2014)	(0.38)	(5,798,425)	81,659,600
Total Futures Contracts	(5.66)%	\$ (86,510,705)	\$ 1,549,229,796

Net unrealized appreciation is comprised of unrealized losses of \$94,101,679 and unrealized gains of \$7,590,974.

See accompanying notes to unaudited financial statements.

Table of Contents*PowerShares DB Agriculture Fund**Unaudited Schedule of Investments**December 31, 2012*

Description	Percentage of Net Assets	Fair Value	Face Value
United States Treasury Obligations			
U.S. Treasury Bills, 0.06% due January 3, 2013	26.36%	\$ 438,000,000	\$ 438,000,000
U.S. Treasury Bills, 0.05% due January 10, 2013	1.14	18,999,886	19,000,000
U.S. Treasury Bills, 0.045% due January 24, 2013	12.94	214,997,635	215,000,000
U.S. Treasury Bills, 0.075% due January 31, 2013	14.33	237,995,240	238,000,000
U.S. Treasury Bills, 0.105% due February 7, 2013	3.19	52,998,516	53,000,000
U.S. Treasury Bills, 0.105% due February 14, 2013	2.23	36,998,779	37,000,000
U.S. Treasury Bills, 0.09% due February 21, 2013	6.92	114,995,630	115,000,000
U.S. Treasury Bills, 0.09% due March 7, 2013	12.76	211,988,764	212,000,000
U.S. Treasury Bills, 0.09% due March 14, 2013	3.67	60,996,096	61,000,000
U.S. Treasury Bills, 0.04% due March 21, 2013	1.93	31,997,760	32,000,000
U.S. Treasury Bills, 0.085% due March 28, 2013	2.77	45,996,458	46,000,000
Total United States Treasury Obligations (cost \$1,465,881,153)	88.24%	\$ 1,465,964,764	

A portion of the above United States Treasury Obligations are held as initial margin against open futures contracts, as described in Note 4(e).

Description	Percentage of Net Assets	Unrealized Appreciation/ (Depreciation)	Notional Value
Futures Contracts			
Cocoa (8,174 contracts, settlement date March 13, 2013)	(0.88)%	\$ (14,570,550)	\$ 197,341,190
Coffee (3,252 contracts, settlement date March 18, 2013)	(0.94)	(15,696,525)	191,060,625
Corn (6,764 contracts, settlement date December 13, 2013)	(0.76)	(12,678,313)	215,513,763
Cotton (1,360 contracts, settlement date March 6, 2013)	0.17	2,864,120	48,231,080
Feeder Cattle (967 contracts, settlement date March 28, 2013)	0.11	1,895,813	72,696,150
Lean Hogs (4,149 contracts, settlement date February 14, 2013)	0.20	3,235,270	139,033,940
Lean Hogs (20 contracts, settlement date April 12, 2013)	(0.00)	(15,800)	725,600
Live Cattle (4,159 contracts, settlement date February 28, 2013)	0.31	5,227,750	214,866,530
Soybeans (3,217 contracts, settlement date November 14, 2013)	(0.27)	(4,490,350)	214,037,688
Sugar (10,096 contracts, settlement date June 28, 2013)	(0.53)	(8,732,338)	231,942,782
Wheat (2,403 contracts, settlement date July 12, 2013)	0.47	7,730,988	87,638,075
Wheat KCB (2,293 contracts, settlement date July 12, 2013)	0.72	12,031,750	85,134,125
Total Futures Contracts	(1.40)%	\$ (23,198,185)	\$ 1,698,221,548

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