



## Blue Diamond Capital Advisors, LLC

### Client Relationship Summary- February 1, 2025

Blue Diamond Capital Advisors, LLC is registered with the U.S. Securities and Exchange Commission as an investment adviser. Brokerage and investment advisory services and fees differ and it is important for you to understand the differences. Free and simple tools are available to research firms and financial professionals at [Investor.gov/CRS](https://www.investor.gov/CRS), which also provides educational materials about broker-dealers, investment advisers, and investing.

#### ***What investment services and advice can you provide me?***

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We offer investment advisory services to private funds, as well as to individuals, high net worth individuals and families, trusts, and entities. We will meet with you to identify and discuss your financial goals, financial needs, and the level of investment risk that you are willing to bear.

We provide non-discretionary investment advice to private funds sponsored/managed by our affiliate(s). We make recommendations to private funds regarding prospective investments and conduct due diligence regarding those investments. However, the ultimate decision to invest is left to the fund's managers. We may also provide advice regarding sales of the fund's investments, and provide other advice on an as-requested basis.

We also provide advisory services to individuals, trusts, and non-fund entities, often (but not always) regarding alternative investments, including equity and debt securities, options, and other instruments that pass our due diligence tests. Our recommendations will align with the investment plan we formulate with you, based on your investment objectives, financial circumstances and goals, liquidity needs, risk tolerance, time horizons, and other relevant factors.

We generally provide our services on a non-discretionary basis, meaning you will have sole authority in determining to make an investment and you will execute all relevant investment documents. Where we provide discretionary advice, we may make an investment and effect transactions on the client's behalf. We generally only monitor investments made pursuant to our discretionary authority. We do not provide ongoing reports; any such reports are provided by the issuer, if at all. There is no minimum account value to be eligible for advisory services.

**For more detailed information about our services, see our Form ADV, Part 2A (specifically Items 4 and 7).**

#### **Conversation Starter**

- *Given my financial situation, should I choose an investment advisory service? Why or why not?*
- *How will you choose investments to recommend to me?*
- *What is your relevant experience, including your licenses, education, and other qualifications? What do these qualifications mean?*

#### ***What fees will I pay?***

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***Our Fees.*** We charge an hourly fee for services provided to clients. Fees are payable quarterly in arrears upon receipt of an invoice from us describing the fees owed. As fees are charged hourly, we may have an incentive to spend more time providing services than if we charged a fee based on assets under our advisement.

We may charge our private fund clients a fee calculated as a percentage of assets held by the fund, in lieu of an hourly fee. Our annual fee for this structure is generally up to 1% of a fund's assets under advisement. Fees are payable quarterly in arrears, based on the prior quarter-end value of the fund's assets advised by us. Because this fee is based on a percentage of the assets we advise, funds and their investors will pay more in fees when the fund is larger or grows. Therefore, we have an incentive to encourage a private to raise more money and accept additional investors.

***Description of Other Fees and Costs.*** You may be charged additional fees and/or expenses by third parties, including brokerage commissions, transfer taxes, wire transfer and electronic fund fees, and transaction fees, as well as all other fees and taxes regarding securities transactions accounts. Alternative investments (including investments in private



funds) charge their own management and performance fees, which are additional to the fees you pay to us. However, we will waive the hourly fee incurred in recommending an investment in a fund sponsored/advised by our affiliate.

**You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce any amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying. For more detailed information about our fees and costs, please see our Form ADV, Part 2A brochure (specifically Item 5), and your agreement(s) with our firm.**

#### **Conversation Starter**

- *Help me understand how these fees and costs might affect my investments. If I give you \$10,000 to invest, how much will go to fees and costs, and how much will be invested for me?*

***What are your legal obligations to me when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?***

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*When we act as your investment adviser, we have to act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the investment advice we provide to you. Here are some examples to help you understand what that means.*

- We have an incentive to spend more time than necessary in formulating recommendations when paid an hourly fee. To address this conflict, we monitor and review the time spent formulating recommendations to clients.
- Our financial professionals may have a conflict in allocating investment opportunities to our clients. To address this conflict, we have procedures in place to govern how we allocate opportunities among our clients.
- We may recommend investments in affiliated private funds whose managers will receive a carried interest payable from the fund's profits. Our supervised persons may own/control those managers and therefore receive a portion of the carried interest. To address this conflict, we will not charge you for recommendations to invest in such funds. We also have internal review/approval procedures in place governing our affiliate relationships.

**You can find more information about these conflicts of interest in our Form ADV, Part 2A (specifically Items 5, 11, 12 and 14).**

#### **Conversation Starter**

- *How might your conflicts of interest affect me, and how will you address them?*

***How do your financial professionals make money?***

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Our financial professionals are compensated through a percentage of the revenue received from advisory fees, and/or through their ownership interest in our firm and the right to receive a share of our profits. As disclosed above, certain financial professionals may also have an interest in the managers of the private funds we advise.

***Do you or your financial professionals have legal or disciplinary history?***

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No. Please visit [Investor.gov/CRS](http://Investor.gov/CRS) for a free and simple search tool to research our firm and our financial professionals.

#### **Conversation Starter**

- *As a financial professional, do you have any disciplinary history? For what type of conduct?*

***Additional Information***

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You may find additional information about us and our services at <http://www.bdc-ia.com>. Your investment adviser representative is your primary contact. Please contact us at [michaelm@bdc-ia.com](mailto:michaelm@bdc-ia.com) or 801-932-0311 for up-to-date information about our investment advisory services or to request a copy of this relationship summary.

#### **Conversation Starter**

- *Who is my primary contact person? Is he or she a representative of an investment adviser or a broker-dealer? Who can I talk to if I have concerns about how this person is treating me?*