

Form ADV Part 2A: Firm “*Brochure*”

Item 1: Cover Page

Precision Capital Advisors, LLC

520 Madison Avenue, 32nd Floor
New York, NY 10022

www.precisioncapital.com

February 14, 2012

This Brochure provides information about the qualifications and business practices of Precision Capital Advisors, LLC and its affiliates (collectively, “Precision” or the “Firm”). Specifically, this Brochure provides a description of Precision’s business line that involves valuation and due diligence services. If you have any questions about the contents of this Brochure, please contact us at (212) 476-9300. The information in this Brochure has not been approved or verified by the United States Securities and Exchange Commission (“SEC”) or by any state securities authority.

Registration with the SEC as an investment adviser does not imply that Precision or any principals or employees of Precision possess a particular level of skill or training in the investment advisory or any other business.

Additional information about Precision is also available on the SEC’s website at: www.adviserinfo.sec.gov.

Item 2: Material Changes

This Brochure is Precision's first Form ADV Part 2A prepared in accordance with Precision's initial application to register as an investment adviser with the SEC. In the future, this Item will discuss specific material changes that are made to the Brochure and provide clients with a summary of such changes. It will also reference the date of the last annual update of its Brochure.

Item 3: Table of Contents

Item 1: Cover Page.....	1
Item 2: Material Changes.....	2
Item 3: Table of Contents	3
Item 4: Advisory Business	4
Item 5: Fees and Compensation.....	4
Item 6: Performance-Based Fees and Side-By-Side Management	4
Item 7: Types of Clients.....	5
Item 8: Methods of Analysis, Investment Strategies and Risk of Loss	5
Item 9: Disciplinary Information	5
Item 10: Other Financial Industry Activities and Affiliations	5
Item 11: Code of Ethics, Participation or Interest in Client Transactions and Personal Trading ...	6
Item 12: Brokerage Practices	6
Item 13: Review of Accounts	7
Item 14: Client Referrals and Other Compensation.....	7
Item 15: Custody.....	7
Item 16: Investment Discretion.....	7
Item 17: Voting Client Securities	7
Item 18: Financial Information	7
Item 19: Requirements for State Registered Advisers	7

Item 4: Advisory Business

Precision provides due diligence, monitoring and valuation services to institutional investors (each a “Client”). Specifically, in regard to valuation services, Precision provides independent valuations of securities for structured credit and alternative investment portfolios, with a particular focus on collateralized debt obligation (“CDO”) securities and related credit products. Precision’s due diligence services include, but are not limited to, analysis of potential investment opportunities, assistance in the structuring of alternative investments, advising on the diversification of credit portfolios and ongoing monitoring of portfolio performance. In its monitoring of Client portfolios, Precision may provide analytical reports, including the issuance of valuations. Services provided in the context of the valuation and due diligence engagements do not include the buying or selling of securities on behalf of its Clients. Precision’s due diligence and valuation services are separate and in addition to the discretionary investment advisory services provided to private pooled investment vehicles, as described in a separate Brochure (the “Private Fund Brochure”).

Typically, when Precision is engaged to provide valuation or due diligence services, the terms of the engagement are tailored to the Client’s risk and return objectives, pursuant to a written agreement that generally sets forth the objectives and limitations specific to such Client.

Precision was formed in March 2004, and its owners are Todd Kesselman and Gina LaVersa.

Item 5: Fees and Compensation

Advisory fees for valuation and due diligence services are established in each Client’s written agreement with the Firm based on a number of factors, including the nature of services that are to be provided. Fees are typically paid in arrears upon the completion of service.

Neither Precision nor any of its supervised persons accepts compensation for the sale of securities or other investment products. However, certain of Precision’s employees are registered representatives of an affiliated broker-dealer, Halyard Securities, LLC (“Halyard”). Compensation by Halyard to such registered representatives is not contingent on the sale of securities or other investment products by the registered representatives as there is no direct compensation to registered representatives by Halyard.

Item 6: Performance-Based Fees and Side-By-Side Management

Precision does not receive a performance-based fee for providing valuation or due diligence services.

Item 7: Types of Clients

Precision provides due diligence and valuation services to institutional investors, including managers of securities and alternative investment portfolios.

Item 8: Methods of Analysis, Investment Strategies and Risk of Loss

Generally, before an engagement begins, Precision will meet or speak with a prospective Client to assess and formulate the Client's goals and objectives. Once an engagement has been agreed upon, Precision employs various forms of fundamental analysis, considering both quantitative and qualitative factors, to provide valuation and due diligence services to its Clients. Such methods of analysis include, but are not limited to, a review of legal and structural factors, cash flow analysis, a review of market comparables and analysis of underlying assumptions in comparison to the current overall market.

In providing valuation and due diligence services, Precision must rely on information provided to it by third parties. If the information provided to Precision is inaccurate or incomplete, Precision's analysis based on such information may not accurately reflect the true value or other characteristics of the underlying securities. Although Precision will not base an analysis on information it believes to be untrue, it is not able to independently verify all information provided to it by third parties. Additionally, when a valuation is established for a security, there is no guarantee that a willing purchaser could be found for such securities.

Item 9: Disciplinary Information

There are no legal or disciplinary events that are material to a Client's or prospective Client's evaluation of Precision's business.

Item 10: Other Financial Industry Activities and Affiliations

Precision's related person, Halyard, is a FINRA-registered broker dealer. Halyard is not material to Precision's valuation and due diligence business. Halyard is not used to execute transactions on behalf of Precision's Clients. It is used solely for the private placement of securities and it does not have custody of any Client assets. As noted in Item 5, some employees of the Firm are registered representatives of and perform services for Halyard. In some instances, Precision may be engaged to provide valuation services with respect to securities that have been privately placed by Halyard in the past. Halyard's compensation for the placement of such securities is not impacted by Precision's valuations.

Item 11: Code of Ethics, Participation or Interest in Client Transactions and Personal Trading

Precision has adopted a Code of Ethics (the “Code”) that contains provisions designed to: (i) prevent, among other things, improper trading by the Firm’s employees; (ii) identify conflicts of interest; and (iii) provide a means to resolve any actual or potential conflicts of interest in favor of the Clients. The Code endeavors to accomplish these objectives by, among other things, (i) requiring pre-clearance of certain personal securities transactions, (ii) restricting trading in certain securities that may cause a conflict of interest, (iii) reporting all securities transactions on at least a quarterly basis and providing the Firm with a summary of securities holdings on at least an annual basis. The Code contains sections including, but not limited to, the following key areas: (i) restrictions on personal investing activities; (ii) gifts and business entertainment; (iii) management of outside business activities; (iv) conflicts of interest; (v) confidential information; and (vi) political contributions.

Precision will provide a copy of the Code to any Client or prospective Client upon request.

Generally, neither Precision nor any related person recommends to Clients, or buys or sells for Clients, securities in which Precision or a related person has a material financial interest. Similarly, in the normal course of business, neither Precision nor any of the Firm’s related persons invests in the same securities held by Client portfolios for which valuation or due diligence services are provided. On occasion, however, Precision may provide valuation or due diligence services with respect to securities issued by private investment funds or managers of private investment funds in which Precision and its related persons, including the private pooled investment vehicles managed by Precision and its related persons, have invested or will invest.

On occasion, Precision may provide valuation or due diligence services with respect to securities of issuers that are themselves clients of Precision or Halyard, which may create an incentive for Precision to assign a higher valuation or provide a more positive due diligence review that it would if such issuer was not a client of Precision or Halyard. All valuation services performed and due diligence reports prepared by Precision are provided on a confidential basis, therefore the Firm is not influenced by any other client of Precision or Halyard in establishing valuations or preparing due diligence reports.

Item 12: Brokerage Practices

Due to the nature of the Firm’s due diligence and valuation business line, Precision is not in a position to select or recommend broker-dealers to its Clients in such business line. As described above under Item 10, Precision’s affiliated broker dealer does not execute trades for Clients.

Item 13: Review of Accounts

As part of a due diligence or valuation services engagement, Precision monitors and reports on the performance of its Clients' portfolios on an ongoing basis. In addition, Precision may be engaged to provide a report in connection with a specific project. With respect to the valuation of securities, written reports are typically provided to Clients on a quarterly basis.

Item 14: Client Referrals and Other Compensation

Not Applicable.

Item 15: Custody

Precision does not maintain custody of assets for those Clients to which the Firm provides due diligence, monitoring or valuation services.

Item 16: Investment Discretion

Precision does not have discretionary authority to manage securities accounts on behalf of Clients to which Precision provides due diligence, monitoring or valuation services.

Item 17: Voting Client Securities

Precision does not have authority to vote Client securities on behalf of Clients to which Precision provides due diligence, monitoring or valuation services.

Item 18: Financial Information

Not Applicable.

Item 19: Requirements for State Registered Advisers

Not Applicable.