

Watts Capital Partners, LLC

Form CRS - Customer Relationship Summary

Introduction

Watts Capital Partners, LLC is registered with the Securities and Exchange Commission as an investment advisor. We provide investment advisory services to businesses and high net worth individuals and families. This document summarizes the types of services that we provide and how you pay.

The investment advisory services that we provide are different from services provided by brokerage firms, and the fees that we charge differ from those charged by brokerage firms. It is important that you understand the difference.

Please ask us for more information about any aspect of our services and our relationship with you. Also, free and simple tools are available to research firms and financial professionals at www.investor.gov/CRS, which also provides educational materials about broker-dealers, investment advisors, and investing.

What types of investment services and advice can you provide me?

We offer investment advisory services to retail investors. Many of our clients are business owners or high net worth individuals and families. We aim to offer services that meet the special needs of these clients.

If you open an account with us, we'll meet with you to understand your current financial situation, goals, and risk tolerance.

Based on what we learn, we'll recommend types of investment accounts and plans to meet your needs. These may include individual or joint accounts for you, accounts for your children, retirement accounts such as IRAs, or retirement plans such as 401(k) or profit sharing plans. We will also recommend an investment strategy for you and establish guidelines for each account in your investment portfolio.

Your portfolio is monitored on a continuous basis. We will conduct an internal review of your account on at least a quarterly basis. As appropriate, we periodically rebalance your portfolio, to address changing market conditions, and to manage your portfolio's risk level. We also can carry out certain actions, such as tax loss harvesting, to increase the tax efficiency of your portfolio. For retirement accounts, we can identify required minimum distributions that you should make, and process those distributions for you. We ask that you keep us up to date on changes in your life situation and goals, so that we may adapt your portfolio to those changes.

Our clients' accounts are generally managed on a discretionary basis which means we don't need to call you when buying or selling in your account.

Questions you might ask us about our services include:

- Given my financial situation, should I choose an investment advisor? Why or why not?
- How will you choose investments for my portfolio?
- Can I include or exclude specific types of investments in my portfolio?
- What is your relevant experience, including your licenses, education, and other qualifications? What do these qualifications mean?

Additional information about our advisory services is located in our Firm Brochure which is available upon request or online at <https://adviserinfo.sec.gov/>.

What fees will I pay?

You will pay an on-going, mutually-agreed-upon fee at the beginning of each quarter for our services (as agreed in your contract), based on the value of the cash and investments in your advisory account. This fee will be paid out of your investment accounts. As the assets in your account grow, you generally will pay more in fees.

Our firm may have an incentive to grow the assets in your account through appreciation of your investments and through encouraging you to increase the assets in your account.

Our standard fees are outlined in the table below, based on (AUM) assets-under-management per year. We routinely negotiate alternative fee arrangements for clients at our sole discretion.

Total Household Assets Under Management	Annual Fee Rate
\$0 - \$2,000,000	1.00%
\$2,000,001 - \$5,000,000	0.85%
\$5,000,001 - \$10,000,000	0.70%
Over \$10,000,000	0.60%

Charge for Assets Under Advisory (AUA): 0.50%

Incremental charge for Proprietary Strategies: 1.50%

- Watts Preston Disruptive Stock Strategy
- Watts Tactical Growth Strategies

Information on our fees can be found in our Form ADV Part 2A Brochure, Item 5.A.B.C.D.

In addition to our fees, you may also incur fees from the company that custodies your assets. These can include annual custody fees, fees for sending wires, and fees for other services. You also may incur fees that are embedded in the investments in your portfolio such as ETFs or mutual funds, or fees that are paid by submanagers for investment strategies in your portfolio. In evaluating the performance of your portfolio and your individual investments, our focus is the investment performance after the payment of all fees.

Questions you might ask us about our fees include:

- What is an estimate of the dollar fees that will be charged to my portfolio?
- Do my fees vary, based on the performance of the investments in my portfolio?
- How much are the fees of the underlying investments in my portfolio.
- Would choosing ETFs or mutual funds with lower fees improve the performance of my portfolio?

What are your legal obligations to me when acting as my investment adviser and what conflicts of interest exist?

When we act as your investment adviser, we act in your best interest and do 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 you.

As the amount of assets in your account increases, the more you will pay in fees. We may therefore have an incentive to increase the value of your assets through investment performance or encourage you to increase the assets in your account.

From time to time, we enter into solicitation agreements with other firms for us to introduce clients to them, or for them to introduce clients to us. These arrangements do not represent a conflict of interest to clients as no additional client charges are incurred.

We may offer to you investments in which our firm or our advisors have invested their own funds or in which they have an economic interest. This could provide incentive to recommend these investments. Our policy is to disclose potential conflicts of interest to you prior to investing. Our obligation continues to be to act in your best interest and not put our interest ahead of yours.

Our financial professionals are not compensated through a salary, but receive their compensation based on revenue generated for our firm. Revenue generated for the firm is tied to the amount of client assets that the professional manages and services. Bonuses are discretionary and reflect the overall success of the firm and the individual. Our financial professionals receive no product sales commissions.

Questions you might ask us about our potential conflicts of interest include:

- What are the benefits and how will my fees change if I transfer additional assets to your firm?
- If I am leaving employment at a firm where I have a 401(k), what are the alternatives for what I do with my 401(k) balance? What are the costs and benefits of rolling those assets to an IRA managed by your firm, relative to the other options I have?
- Does your firm or your advisors have any financial interest in the investments proposed for my portfolio?
- Does the compensation that your firm or advisors receive vary based on the types of investments in my portfolio?

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

No. We have no legal or disciplinary history to report. Free and simple search tools are available to retail investors who visit www.investor.gov/CRS to research our firm and financial professionals.

Questions you might ask us about our disciplinary history include:

- As a financial professional, have you received any disciplinary actions from the agencies that regulate you?
- Does your firm have a disciplinary history?

Who will be my primary contacts at your company?

You will be assigned a team of individuals at the firm to maintain communications with you and serve your needs. Your relationship manager will develop an understanding of your situation, maintain ongoing communications with you, and coordinate making the firm's resources available to you. You also may work with individual portfolio managers for your investment strategies. Individuals in our operations team will be in touch with you for day-to-day and administrative activities such as completing forms, transferring funds, or arranging on-line access to your accounts for you. At any time, feel free to contact any members of your team. If you have any concerns or wish to communicate with someone outside your team, please contact our Chief Operating Officer Ty Buckelew at 917-239-4533 or at tbuckelew@wattscapital.com.