## (December 2017 Department of the Treasury

## **Report of Organizational Actions Affecting Basis of Securities**

► See separate instructions.

OMB No. 1545-0123

Internal Revenue Service Reporting Issuer Part I 2 Issuer's employer identification number (EIN) Issuer's name LIGHTSTONE VALUE PLUS REAL ESTATE INVESTMENT TRUST III INC 46-1140492 3 Name of contact for additional information 4 Telephone No. of contact 5 Email address of contact 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 7 City, town, or post office, state, and ZIP code of contact 1985 CEDAR BRIDGE AVENUE, SUITE 1 LAKEWOOD, NJ 08701 8 Date of action 9 Classification and description DISTRIBUTIONS ON COMMON STOCK SEE ATTACHED 10 CUSIP number 11 Serial number(s) 12 Ticker symbol 13 Account number(s) Part II Organizational Action Attach additional statements if needed. See back of form for additional guestions. Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ► NONDIVIDEND CASH DISTRIBUTIONS WERE PAID TO COMMON SHAREHOLDERS. SEE ATTACHED SCHEDULE FOR ADDITIONAL DETAIL. Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ THE AMOUNT OF THE NONDIVIDEND DISTRIBUTIONS ARE INCLUDED IN THE ATTACHED SCHEDULE. THE AMOUNT OF NONDIVIDEND DISTRIBUTIONS SHOULD REDUCE THE TAX BASIS OF EACH COMMON SHARE, BUT NOT BELOW ZERO. Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ► THE NONTAXABLE DISTRIBUTIONS WERE CALCULATED AS THE AMOUNT OF CASH DISTRIBUTIONS IN EXCESS OF LIGHTSTONE VALUE PLUS REAL ESTATE INVESTMENT TRUST III INC'S EARNINGS AND PROFITS.

Part		Organizational Action (continued)	
		e applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is b	ased ► THE NONDIVIDEND
DISTE	RIBU	TIONS ARE DETERMINED PURSUANT TO IRC SECTION 301 (c).	
<b>18</b> C	an an	ny resulting loss be recognized? ► NO.	
-			
<b>19</b> P	rovide	e any other information necessary to implement the adjustment, such as the reportable tax year ▶	THE DEDODTING TAY VEAD
IS 20			THE REPORTING TAX TEAR
10 20	<u>, , , , , , , , , , , , , , , , , , , </u>		
-			
	Unde	ler penalties of perjury, I declare that I have examined this return, including accompanying schedules and state	ements, and to the best of my knowledge an
	belie	ef, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of whice	th preparer has any knowledge.
Sign			
Here	Signa	nature ▶ Date ▶	
	Print	t your name ► DONNA BRANDIN Title ► CF	0
Paid		Print/Type preparer's name Preparer's signature Date	Check if PTIN
Prepa	arer	KENNETH WEISSENBERG	self-employed P00738677
Use (		Firm's name ►EISNERAMPER LLP	Firm's EIN ▶13-1639826
		Firm's address ► 750 THIRD AVENUE, NEW YORK, NY 10017-2703	Phone no 212-949-8700

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

Lightstone Value Plus Real Estate Income Trust III, Inc. 46-1140492 Year Ended December 31, 2017

Supplement Attachment to Form 8937

Total

Record Date	Payable Date	Per Share Distribution		Nondividend Distributions	
				100.0000%	
Daily	1/16/2017	\$	0.05000	\$	0.05000
Daily	2/15/2017	\$	0.05000	\$	0.05000
Daily	3/15/2017	\$	0.05000	\$	0.05000
Daily	4/17/2017	\$	0.05000	\$	0.05000
Daily	5/15/2017	\$	0.05000	\$	0.05000
Daily	6/15/2017	\$	0.05000	\$	0.05000
Daily	7/17/2017	\$	0.05000	\$	0.05000
Daily	8/15/2017	\$	0.05000	\$	0.05000
Daily	9/15/2017	\$	0.05000	\$	0.05000
Daily	10/16/2017	\$	0.05000	\$	0.05000
Daily	11/15/2017	\$	0.05000	\$	0.05000
Daily	12/15/2017	\$	0.05000	\$	0.05000
		\$	0.60000	\$	0.60000