(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 OF 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)		
17 Li		applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is bas	sed ►	THE NONDIVIDEND
		TIONS ARE DETERMINED PURSUANT TO IRC SECTIONS 301(C).	,00	
	1220	110110 11110 21111111111111111111111111		
18 C	an any	resulting loss be recognized?► NO.		
	•			
-				
-				
19 P	rovide	any other information necessary to implement the adjustment, such as the reportable tax year \blacktriangleright $\underline{\mathtt{I}}$	HE I	REPORTING TAX YEAR
IS 20	019.			
-				
-				
-	Unde	er penalties of perjury, I declare that I have examined this return, including accompanying schedules and statem	nents. a	and to the best of my knowledge an
	belief	, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which	prepare	er has any knowledge.
Sign				
Here	Signa	ature ▶ Date ▶		
	Print	your name ► SETH MOLOD Title ► CFO		
Paid		Print/Type preparer's name Preparer's signature Date		Check if PTIN
Prepa	arer	HOWARD LIU 1/22/20		self-employed P00539514
Use (Firm's name ►EISNERAMPER LLP		Firm's EIN ▶13-1639826
(~···y	Firm's address > 750 THIRD AVENUE NEW YORK NY 10017-2703	T	Phono 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 Investment Trust III Inc 46-1140492

Year Ended December 31, 2019

Total

Supplement Attachment to Form 8937

Record	Payable	Per Share	Nondividend
Date	Date	Distribution	Distribution
			76.8653%
12/31/2018	1/15/2019	0.050958	0.039169
1/31/2019	2/15/2019	0.050958	0.039169
2/28/2019	3/15/2019	0.046026	0.035378
3/31/2019	4/15/2019	0.050958	0.039169
4/30/2019	5/15/2019	0.049314	0.037905
5/31/2019	6/14/2019	0.050958	0.039169
6/30/2019	7/15/2019	0.049314	0.037905
7/31/2019	8/15/2019	0.000000	0.000000
8/31/2019	9/16/2019	0.000000	0.000000
9/30/2019	10/15/2019	0.000000	0.000000
10/31/2019	11/15/2019	0.000000	0.000000
11/30/2019	12/16/2019	0.000000	0.000000
	_	0.348486	0.267865