

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1 Issuer's name</b> Fundrise Income eREIT III, LLC		<b>2 Issuer's employer identification number (EIN)</b> 83-2156701	
<b>3 Name of contact for additional information</b> Kelly Anduiza	<b>4 Telephone No. of contact</b> 202-584-0550	<b>5 Email address of contact</b> tax@fundrise.com	
<b>6 Number and street (or P.O. box if mail is not delivered to street address) of contact</b> 11 Dupont Circle NW, 9th Floor		<b>7 City, town, or post office, state, and ZIP code of contact</b> Washington, DC 20036	
<b>8 Date of action</b> Various- See below		<b>9 Classification and description</b> Common Shares	
<b>10 CUSIP number</b> N/A	<b>11 Serial number(s)</b> N/A	<b>12 Ticker symbol</b> N/A	<b>13 Account number(s)</b> N/A

**Part II Organizational Action** Attach additional statements if needed. See back of form for additional questions.

**14** Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ During 2020, the Issuer named in Part 1, Box 1 (the "Issuer") made non-liquidating cash distributions to its shareholders in excess of its current and accumulated earnings and profits which resulted in a reduction to the basis of the common shares held by its shareholders. The record dates for these distributions are listed in Exhibit A.

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**15** 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 non-dividend portion of the 2020 distribution is 100% of total distributions received which should reduce the shareholder's basis in the Issuer's common shares.

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**16** 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 Issuer's earnings and profits were calculated under Internal Revenue Code section 312, as modified by Internal Revenue Code section 857(d) for a real estate investment trust. Distributions in excess of current and accumulated earnings and profits reduce the shareholder's tax basis in its common shares to the extent of basis.

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**Part II** Organizational Action *(continued)*

**17** List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ **The portion of the 2020 distributions that is considered non-dividend distributions should reduce the shareholder's adjusted basis in the Issuer's common shares according to the Internal Revenue Code section 301(c)(2). To the extent the non-dividend distributions exceed the shareholder's tax basis in the issuer's common shares, the shareholder should recognize gain from the sale or exchange of such shares.**

**18** Can any resulting loss be recognized? ▶ **No.**

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ **The reportable tax year is the calendar year ending December 31, 2020. The dividend and non-dividend portions of the distributions were reported to the shareholders on their 2020 Form 1099-DIV.**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

**Sign Here**  
Signature ▶  Date ▶ 2/15/21

Print your name ▶ **Benjamin Miller** Title ▶ **CEO of Manager**

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶
	Firm's address ▶				Phone no.

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

10/2/19	0.0020547945
10/3/19	0.0020547945
10/4/19	0.0020547945
10/5/19	0.0020547945
10/6/19	0.0020547945
10/7/19	0.0020547945
10/8/19	0.0020547945
10/9/19	0.0020547945
10/10/19	0.0020547945
10/11/19	0.0020547945
10/12/19	0.0020547945
10/13/19	0.0020547945
10/14/19	0.0020547945
10/15/19	0.0020547945
10/16/19	0.0020547945
10/17/19	0.0020547945
10/18/19	0.0020547945
10/19/19	0.0020547945
10/20/19	0.0020547945
10/21/19	0.0020547945
10/22/19	0.0020547945
10/23/19	0.0020547945
10/24/19	0.0020547945
10/25/19	0.0020547945
10/26/19	0.0020547945
10/27/19	0.0020547945
10/28/19	0.0020547945
10/29/19	0.0020547945
10/30/19	0.0020547945
10/31/19	0.0020547945

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

11/1/19	\$0.0024657534
11/2/19	\$0.0024657534
11/3/19	\$0.0024657534
11/4/19	\$0.0024657534
11/5/19	\$0.0024657534
11/6/19	\$0.0024657534
11/7/19	\$0.0024657534
11/8/19	\$0.0024657534
11/9/19	\$0.0024657534
11/10/19	\$0.0024657534
11/11/19	\$0.0024657534
11/12/19	\$0.0024657534
11/13/19	\$0.0024657534
11/14/19	\$0.0024657534
11/15/19	\$0.0024657534
11/16/19	\$0.0024657534
11/17/19	\$0.0024657534
11/18/19	\$0.0024657534
11/19/19	\$0.0024657534
11/20/19	\$0.0024657534
11/21/19	\$0.0024657534
11/22/19	\$0.0024657534
11/23/19	\$0.0024657534
11/24/19	\$0.0024657534
11/25/19	\$0.0024657534
11/26/19	\$0.0024657534
11/27/19	\$0.0024657534
11/28/19	\$0.0024657534
11/29/19	\$0.0024657534
11/30/19	\$0.0024657534

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

12/1/19	\$0.0028767123
12/2/19	\$0.0028767123
12/3/19	\$0.0028767123
12/4/19	\$0.0028767123
12/5/19	\$0.0028767123
12/6/19	\$0.0028767123
12/7/19	\$0.0028767123
12/8/19	\$0.0028767123
12/9/19	\$0.0028767123
12/10/19	\$0.0028767123
12/11/19	\$0.0028767123
12/12/19	\$0.0028767123
12/13/19	\$0.0028767123
12/14/19	\$0.0028767123
12/15/19	\$0.0028767123
12/16/19	\$0.0028767123
12/17/19	\$0.0028767123
12/18/19	\$0.0028767123
12/19/19	\$0.0028767123
12/20/19	\$0.0028767123
12/21/19	\$0.0028767123
12/22/19	\$0.0028767123
12/23/19	\$0.0028767123
12/24/19	\$0.0028767123
12/25/19	\$0.0028767123
12/26/19	\$0.0028767123
12/27/19	\$0.0028767123
12/28/19	\$0.0028767123
12/29/19	\$0.0028767123
12/30/19	\$0.0028767123
12/31/19	\$0.0028767123

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

1/1/20	\$0.0026027397
1/2/20	\$0.0026027397
1/3/20	\$0.0026027397
1/4/20	\$0.0026027397
1/5/20	\$0.0026027397
1/6/20	\$0.0026027397
1/7/20	\$0.0026027397
1/8/20	\$0.0026027397
1/9/20	\$0.0026027397
1/10/20	\$0.0026027397
1/11/20	\$0.0026027397
1/12/20	\$0.0026027397
1/13/20	\$0.0026027397
1/14/20	\$0.0026027397
1/15/20	\$0.0026027397
1/16/20	\$0.0026027397
1/17/20	\$0.0026027397
1/18/20	\$0.0026027397
1/19/20	\$0.0026027397
1/20/20	\$0.0026027397
1/21/20	\$0.0026027397
1/22/20	\$0.0026027397
1/23/20	\$0.0026027397
1/24/20	\$0.0026027397
1/25/20	\$0.0026027397
1/26/20	\$0.0026027397
1/27/20	\$0.0026027397
1/28/20	\$0.0026027397
1/29/20	\$0.0026027397
1/30/20	\$0.0026027397
1/31/20	\$0.0026027397

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

2/1/20	\$0.0026027397
2/2/20	\$0.0026027397
2/3/20	\$0.0026027397
2/4/20	\$0.0026027397
2/5/20	\$0.0026027397
2/6/20	\$0.0026027397
2/7/20	\$0.0026027397
2/8/20	\$0.0026027397
2/9/20	\$0.0026027397
2/10/20	\$0.0026027397
2/11/20	\$0.0026027397
2/12/20	\$0.0026027397
2/13/20	\$0.0026027397
2/14/20	\$0.0026027397
2/15/20	\$0.0026027397
2/16/20	\$0.0026027397
2/17/20	\$0.0026027397
2/18/20	\$0.0026027397
2/19/20	\$0.0026027397
2/20/20	\$0.0026027397
2/21/20	\$0.0026027397
2/22/20	\$0.0026027397
2/23/20	\$0.0026027397
2/24/20	\$0.0026027397
2/25/20	\$0.0026027397
2/26/20	\$0.0026027397
2/27/20	\$0.0026027397
2/28/20	\$0.0026027397
2/29/20	\$0.0026027397

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

3/1/20	\$0.0035616438
3/2/20	\$0.0035616438
3/3/20	\$0.0035616438
3/4/20	\$0.0035616438
3/5/20	\$0.0035616438
3/6/20	\$0.0035616438
3/7/20	\$0.0035616438
3/8/20	\$0.0035616438
3/9/20	\$0.0035616438
3/10/20	\$0.0035616438
3/11/20	\$0.0035616438
3/12/20	\$0.0035616438
3/13/20	\$0.0035616438
3/14/20	\$0.0035616438
3/15/20	\$0.0035616438
3/16/20	\$0.0035616438
3/17/20	\$0.0035616438
3/18/20	\$0.0035616438
3/19/20	\$0.0035616438
3/20/20	\$0.0035616438
3/21/20	\$0.0035616438
3/22/20	\$0.0035616438
3/23/20	\$0.0035616438
3/24/20	\$0.0035616438
3/25/20	\$0.0035616438
3/26/20	\$0.0035616438
3/27/20	\$0.0035616438
3/28/20	\$0.0035616438
3/29/20	\$0.0035616438
3/30/20	\$0.0035616438
3/31/20	\$0.0035616438



Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

4/1/20	\$0.0023287671
4/2/20	\$0.0023287671
4/3/20	\$0.0023287671
4/4/20	\$0.0023287671
4/5/20	\$0.0023287671
4/6/20	\$0.0023287671
4/7/20	\$0.0023287671
4/8/20	\$0.0023287671
4/9/20	\$0.0023287671
4/10/20	\$0.0023287671
4/11/20	\$0.0023287671
4/12/20	\$0.0023287671
4/13/20	\$0.0023287671
4/14/20	\$0.0023287671
4/15/20	\$0.0023287671
4/16/20	\$0.0023287671
4/17/20	\$0.0023287671
4/18/20	\$0.0023287671
4/19/20	\$0.0023287671
4/20/20	\$0.0023287671
4/21/20	\$0.0023287671
4/22/20	\$0.0023287671
4/23/20	\$0.0023287671
4/24/20	\$0.0023287671
4/25/20	\$0.0023287671
4/26/20	\$0.0023287671
4/27/20	\$0.0023287671
4/28/20	\$0.0023287671
4/29/20	\$0.0023287671
4/30/20	\$0.0023287671

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

5/1/20	\$0.0023287671
5/2/20	\$0.0023287671
5/3/20	\$0.0023287671
5/4/20	\$0.0023287671
5/5/20	\$0.0023287671
5/6/20	\$0.0023287671
5/7/20	\$0.0023287671
5/8/20	\$0.0023287671
5/9/20	\$0.0023287671
5/10/20	\$0.0023287671
5/11/20	\$0.0023287671
5/12/20	\$0.0023287671
5/13/20	\$0.0023287671
5/14/20	\$0.0023287671
5/15/20	\$0.0023287671
5/16/20	\$0.0023287671
5/17/20	\$0.0023287671
5/18/20	\$0.0023287671
5/19/20	\$0.0023287671
5/20/20	\$0.0023287671
5/21/20	\$0.0023287671
5/22/20	\$0.0023287671
5/23/20	\$0.0023287671
5/24/20	\$0.0023287671
5/25/20	\$0.0023287671
5/26/20	\$0.0023287671
5/27/20	\$0.0023287671
5/28/20	\$0.0023287671
5/29/20	\$0.0023287671
5/30/20	\$0.0023287671
5/31/20	\$0.0023287671

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

6/1/20	\$0.0023287671
6/2/20	\$0.0023287671
6/3/20	\$0.0023287671
6/4/20	\$0.0023287671
6/5/20	\$0.0023287671
6/6/20	\$0.0023287671
6/7/20	\$0.0023287671
6/8/20	\$0.0023287671
6/9/20	\$0.0023287671
6/10/20	\$0.0023287671
6/11/20	\$0.0023287671
6/12/20	\$0.0023287671
6/13/20	\$0.0023287671
6/14/20	\$0.0023287671
6/15/20	\$0.0023287671
6/16/20	\$0.0023287671
6/17/20	\$0.0023287671
6/18/20	\$0.0023287671
6/19/20	\$0.0023287671
6/20/20	\$0.0023287671
6/21/20	\$0.0023287671
6/22/20	\$0.0023287671
6/23/20	\$0.0023287671
6/24/20	\$0.0023287671
6/25/20	\$0.0023287671
6/26/20	\$0.0023287671
6/27/20	\$0.0023287671
6/28/20	\$0.0023287671
6/29/20	\$0.0023287671
6/30/20	\$0.0023287671

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

7/1/20	\$0.0026027397
7/2/20	\$0.0026027397
7/3/20	\$0.0026027397
7/4/20	\$0.0026027397
7/5/20	\$0.0026027397
7/6/20	\$0.0026027397
7/7/20	\$0.0026027397
7/8/20	\$0.0026027397
7/9/20	\$0.0026027397
7/10/20	\$0.0026027397
7/11/20	\$0.0026027397
7/12/20	\$0.0026027397
7/13/20	\$0.0026027397
7/14/20	\$0.0026027397
7/15/20	\$0.0026027397
7/16/20	\$0.0026027397
7/17/20	\$0.0026027397
7/18/20	\$0.0026027397
7/19/20	\$0.0026027397
7/20/20	\$0.0026027397
7/21/20	\$0.0026027397
7/22/20	\$0.0026027397
7/23/20	\$0.0026027397
7/24/20	\$0.0026027397
7/25/20	\$0.0026027397
7/26/20	\$0.0026027397
7/27/20	\$0.0026027397
7/28/20	\$0.0026027397
7/29/20	\$0.0026027397
7/30/20	\$0.0026027397
7/31/20	\$0.0026027397

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

8/1/20	\$0.0028767123
8/2/20	\$0.0028767123
8/3/20	\$0.0028767123
8/4/20	\$0.0028767123
8/5/20	\$0.0028767123
8/6/20	\$0.0028767123
8/7/20	\$0.0028767123
8/8/20	\$0.0028767123
8/9/20	\$0.0028767123
8/10/20	\$0.0028767123
8/11/20	\$0.0028767123
8/12/20	\$0.0028767123
8/13/20	\$0.0028767123
8/14/20	\$0.0028767123
8/15/20	\$0.0028767123
8/16/20	\$0.0028767123
8/17/20	\$0.0028767123
8/18/20	\$0.0028767123
8/19/20	\$0.0028767123
8/20/20	\$0.0028767123
8/21/20	\$0.0028767123
8/22/20	\$0.0028767123
8/23/20	\$0.0028767123
8/24/20	\$0.0028767123
8/25/20	\$0.0028767123
8/26/20	\$0.0028767123
8/27/20	\$0.0028767123
8/28/20	\$0.0028767123
8/29/20	\$0.0028767123
8/30/20	\$0.0028767123
8/31/20	\$0.0028767123

Exhibit A

Record Dates and Daily Distribution Per-Share Amounts

9/1/20	\$0.0028767123
9/2/20	\$0.0028767123
9/3/20	\$0.0028767123
9/4/20	\$0.0028767123
9/5/20	\$0.0028767123
9/6/20	\$0.0028767123
9/7/20	\$0.0028767123
9/8/20	\$0.0028767123
9/9/20	\$0.0028767123
9/10/20	\$0.0028767123
9/11/20	\$0.0028767123
9/12/20	\$0.0028767123
9/13/20	\$0.0028767123
9/14/20	\$0.0028767123
9/15/20	\$0.0028767123
9/16/20	\$0.0028767123
9/17/20	\$0.0028767123
9/18/20	\$0.0028767123
9/19/20	\$0.0028767123
9/20/20	\$0.0028767123
9/21/20	\$0.0028767123
9/22/20	\$0.0028767123
9/23/20	\$0.0028767123
9/24/20	\$0.0028767123
9/25/20	\$0.0028767123
9/26/20	\$0.0028767123
9/27/20	\$0.0028767123
9/28/20	\$0.0028767123
9/29/20	\$0.0028767123
9/30/20	\$0.0028767123
10/1/20	\$0.0028767123