



ISSACHAR FUND

Class N Shares (LIONX)
Class I Shares (LIOTX)

ANNUAL FINANCIAL STATEMENTS

September 30, 2024

ISSACHAR FUND
SCHEDULE OF INVESTMENTS
September 30, 2024

Shares		Fair Value
	CLOSED END FUNDS — 17.3%	
101,300	Sprott Physical Gold Trust ^(a) (Cost \$2,001,329)	\$ 2,064,494
	COMMON STOCKS — 80.6%	
	ADVERTISING & MARKETING - 4.2%	
4,600	Trade Desk, Inc. (The), Class A ^(a)	504,390
	AEROSPACE & DEFENSE - 3.6%	
300	TransDigm Group, Inc.	428,139
	E-COMMERCE DISCRETIONARY - 4.2%	
20,700	Coupang, Inc. ^(a)	508,185
	ELECTRIC UTILITIES - 11.3%	
8,100	Evergy, Inc.	502,281
6,000	NextEra Energy, Inc.	507,180
3,700	NRG Energy, Inc.	337,070
		1,346,531
	HEALTH CARE FACILITIES & SERVICES - 1.0%	
700	DaVita, Inc. ^(a)	114,751
	INSTITUTIONAL FINANCIAL SERVICES - 3.4%	
3,300	Tradeweb Markets, Inc., Class A	408,111
	INSURANCE - 6.0%	
2,200	Jackson Financial, Inc., Class A	200,706
7,700	Ryan Specialty Holdings, Inc., Class A	511,203
		711,909
	LEISURE FACILITIES & SERVICES - 1.7%	
1,600	Cava Group, Inc. ^(a)	198,160

See accompanying notes to financial statements.

ISSACHAR FUND
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2024

<u>Shares</u>		<u>Fair Value</u>
	COMMON STOCKS — 80.6% (Continued)	
	LEISURE PRODUCTS - 1.7%	
500	Axon Enterprise, Inc. ^(a)	\$ 199,800
	METALS & MINING - 4.3%	
9,900	Alamos Gold, Inc., Class A ^(a)	197,406
2,300	A-Mark Precious Metals, Inc.	101,568
3,900	Newmont Corporation	208,455
		<u>507,429</u>
	SEMICONDUCTORS - 4.2%	
2,900	Broadcom, Inc. ^(a)	500,250
	SOFTWARE - 14.6%	
6,600	Fortinet, Inc. ^(a)	511,830
4,200	Intapp, Inc. ^(a)	200,886
6,300	Q2 Holdings, Inc. ^(a)	502,551
900	Tyler Technologies, Inc. ^(a)	525,348
		<u>1,740,615</u>
	SPECIALTY FINANCE - 3.3%	
4,300	Mr. Cooper Group, Inc. ^(a)	396,374
	STEEL - 4.3%	
3,200	Carpenter Technology Corporation	510,656
	TECHNOLOGY HARDWARE - 7.7%	
1,100	Arista Networks, Inc. ^(a)	422,202
7,200	Western Digital Corporation ^(a)	491,688
		<u>913,890</u>
	TECHNOLOGY SERVICES - 5.1%	
8,300	ExlService Holdings, Inc. ^(a)	316,645
3,400	Shift4 Payments, Inc. ^(a)	301,240
		<u>617,885</u>
	TOTAL COMMON STOCKS (Cost \$9,457,156)	<u>9,607,075</u>

See accompanying notes to financial statements.

ISSACHAR FUND
SCHEDULE OF INVESTMENTS (Continued)
September 30, 2024

Shares		Fair Value
	SHORT-TERM INVESTMENT — 9.1%	
	MONEY MARKET FUND - 9.1%	
1,089,983	Fidelity Government Portfolio, Institutional Class, 4.84% (Cost \$1,089,983) ^(b)	\$ 1,089,983
	TOTAL INVESTMENTS - 107.0% (Cost \$12,548,468)	\$ 12,761,552
	LIABILITIES IN EXCESS OF OTHER ASSETS - (7.0)%	(831,511)
	NET ASSETS - 100.0%	\$ 11,930,041

^(a) Non-income producing security.

^(b) Rate disclosed is the seven day effective yield as of September 30, 2024.

ISSACHAR FUND
STATEMENT OF ASSETS AND LIABILITIES
September 30, 2024

ASSETS

Investment securities:	
At cost	\$ 12,548,468
At fair value	<u>\$ 12,761,552</u>
Receivable for securities sold	907,015
Receivable for Fund shares sold	150
Dividend and interest receivable	15,133
Prepaid expenses and other assets	17,793
TOTAL ASSETS	<u><u>13,701,643</u></u>

LIABILITIES

Payable for securities purchased	1,703,594
Payable for Fund shares redeemed	72
Investment advisory fees payable	4,763
Distribution (12b-1) fees payable	1,515
Payable to related parties	30,061
Accrued expenses	31,597
TOTAL LIABILITIES	<u>1,771,602</u>

NET ASSETS

\$ 11,930,041

Net Assets Consist Of:

Paid in capital (\$0 par value, unlimited shares authorized)	\$ 17,755,650
Accumulated losses	(5,825,609)

NET ASSETS

\$ 11,930,041

Net Asset Value Per Share:

Class N Shares:

Net Assets	\$ 7,499,932
Shares of beneficial interest outstanding	<u>792,316</u>

Net Asset Value (Net Assets/Shares Outstanding),
Redemption Price per share and Offering Price per share

\$ 9.47

Class I Shares:

Net Assets	\$ 4,430,109
Shares of beneficial interest outstanding	<u>464,757</u>

Net Asset Value (Net Assets/Shares Outstanding),
Redemption Price per share and Offering Price per share

\$ 9.53

See accompanying notes to financial statements.

ISSACHAR FUND
STATEMENT OF OPERATIONS
For the Year Ended September 30, 2024

INVESTMENT INCOME

Dividends (net of \$20 foreign tax withheld)	\$	155,578
Interest		151,254
TOTAL INVESTMENT INCOME		306,832

EXPENSES

Investment advisory fees		141,152
Administrative service fees		63,978
Transfer agent fees		55,294
Accounting services fees		36,876
Registration fees		25,590
Compliance officer fees		24,198
Legal fees		22,862
Distribution (12b-1) fees: Class N		19,925
Trustees' fees and expenses		18,576
Audit fees		18,042
Printing and postage expenses		13,338
Custodian fees		11,146
Shareholder services fees		4,928
Insurance expense		2,634
Custody overdraft fees		2,108
Other expenses		1,250
TOTAL EXPENSES		461,897
Less: Fees waived by the advisor		(12,184)

NET EXPENSES

449,713

NET INVESTMENT LOSS

(142,881)

REALIZED AND UNREALIZED GAIN

Net Realized Gain on:		
Investments		433,916
Net Change in Unrealized Appreciation on:		
Investments		128,336

NET REALIZED AND UNREALIZED GAIN

562,252

NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS

\$ 419,371

ISSACHAR FUND
STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended September, 2024	Year Ended September 30, 2023
FROM OPERATIONS		
Net investment income (loss)	\$ (142,881)	\$ 243,932
Net realized gain (loss) from investments	433,916	(2,508,107)
Net change in unrealized appreciation (depreciation) on investments	128,336	84,748
Net increase (decrease) in net assets resulting from operations	419,371	(2,179,427)
DISTRIBUTIONS TO SHAREHOLDERS		
Total distributions paid:		
Class N	-	(107,934)
Class I	-	(105,295)
Return of Capital:		
Class N	-	(7,010)
Class I	-	(6,059)
Net decrease in net assets from distributions to shareholders	-	(226,298)
FROM SHARES OF BENEFICIAL INTEREST		
Proceeds from shares sold:		
Class N	2,634,843	2,597,278
Class I	2,259,534	11,494,020
Net asset value of shares issued in reinvestment of distributions to shareholders:		
Class N	-	107,605
Class I	-	112,282
Payments for shares redeemed:		
Class N	(2,532,966)	(7,778,236)
Class I	(6,436,092)	(11,000,383)
Net decrease in net assets from shares of beneficial interest	(4,074,681)	(4,467,434)
TOTAL DECREASE IN NET ASSETS	(3,655,310)	(6,873,159)
NET ASSETS		
Beginning of Year	15,585,351	22,458,510
End of Year	\$ 11,930,041	\$ 15,585,351
SHARE ACTIVITY		
Class N:		
Shares sold	280,052	253,280
Shares reinvested	-	11,133
Shares redeemed	(260,825)	(797,703)
Net increase (decrease) in shares of beneficial interest outstanding	19,227	(533,290)
Class I:		
Shares sold	221,379	1,137,914
Shares reinvested	-	11,571
Shares redeemed	(646,718)	(1,119,061)
Net increase (decrease) in shares of beneficial interest outstanding	(425,339)	30,424

See accompanying notes to financial statements.

ISSACHAR FUND
FINANCIAL HIGHLIGHTS

Per Share Data and Ratios for a Share of Beneficial Interest Outstanding Throughout Each Year Presented

	Year Ended September 30, 2024 Class N	Year Ended September 30, 2023 Class N	Year Ended September 30, 2022 Class N	Year Ended September 30, 2021 Class N	Year Ended September 30, 2020 Class N
Net asset value, beginning of Year	\$ 9.35	\$ 10.35	\$ 11.00	\$ 12.25	\$ 10.08
Activity from investment operations:					
Net investment income (loss) (1)	(0.12)	0.10	(0.07)	(0.10)	(0.13)
Net realized and unrealized gain (loss) (2)	0.24	(1.00)	(0.58)	(0.16)	2.31
Total from investment operations	0.12	(0.90)	(0.65)	(0.26)	2.18
Distributions to shareholders					
From net investment income	-	(0.09)	-	-	(0.01)
From net realized gains	-	-	-	(0.93)	-
From return of capital	-	(0.01)	-	(0.06)	-
Total distributions to shareholders	-	(0.10)	-	(0.99)	(0.01)
Net asset value, end of Year	\$ 9.47	\$ 9.35	\$ 10.35	\$ 11.00	\$ 12.25
Total return (3)	1.28%	(8.70)%	(5.91)%	(2.94)%	21.61%
Net assets, end of Year (000s)	\$ 7,500	\$ 7,227	\$ 13,522	\$ 18,324	\$ 44,608
Ratio of gross expenses to average net assets (4,5)	3.40%	2.62%	2.46%	1.82%	2.49%
Ratio of net expenses to average net assets (5)	3.31% (9)	2.38% (7)	1.90%	1.78% (6)	1.70%
Ratio of gross expenses to average net assets, excluding custody overdraft fees (4,5)	3.38%	2.62%	2.46%	1.82%	2.49%
Ratio of net expenses to average net assets, excluding custody overdraft fees (5)	3.29% (9)	2.38% (7)	1.90%	1.78% (6)	1.70%
Ratio of net investment (loss) to average net assets (5)	(1.25)%	1.05%	(0.66)%	(0.79)%	(1.13)%
Portfolio Turnover Rate (8)	1573%	2571%	3361%	2842%	2704%

(1) Per share amounts calculated using the average shares method, which more appropriately presents the per share data for the period.

(2) Realized and unrealized gain (loss) per share in this caption are balancing amounts necessary to reconcile the change in net asset value per share for the period, and may not reconcile with aggregate gains and losses in the Statement of Operations due to the timing of share transactions for the period.

(3) Total return assumes all reinvestment of dividends, if any, and represents the aggregate total return based on net asset value. Total returns would have been lower absent fee waivers and reimbursed expenses.

(4) Represents the ratio of expenses to average net assets absent fees waived and/or expenses reimbursed by the advisor.

(5) The ratios shown do not include the Fund's proportionate shares of the expenses of the underlying funds and swaps in which the Fund invests.

(6) Effective February 1, 2021, the operating expense limitation was increased to 1.90% from 1.70%.

(7) Effective February 1, 2023, the operating expense limitation was eliminated.

(8) The portfolio turnover rate excludes investments whose maturities or expiration dates at the time of acquisition were one year or less. For this reason all money market funds that were traded throughout the period are excluded from the calculation. The timing of the Fund's limited amount of purchases and sales of long term securities produced the resulting portfolio turnover percentage, which appears inflated due to the nature of the calculation. Had the Fund's core investments been included in the calculation, the turnover calculation would have been much lower.

(9) Effective May 31, 2024, the operating expense limitation is 3.50%.

ISSACHAR FUND FINANCIAL HIGHLIGHTS

Per Share Data and Ratios for a Share of Beneficial Interest Outstanding Throughout Each Period Presented

	Year Ended September, 2024 Class I	Year Ended September 30, 2023 Class I	Year Ended September 30, 2022 Class I	Period Ended September 30, 2021 * Class I
Net asset value, beginning of period	\$ 9.39	\$ 10.40	\$ 11.02	\$ 12.94
Activity from investment operations:				
Net investment income (loss) (1)	(0.07)	0.12	(0.06)	(0.07)
Net realized and unrealized gain (loss) (2)	0.21	(1.01)	(0.56)	(1.85)
Total from investment operations	0.14	(0.89)	(0.62)	(1.92)
Distributions to shareholders				
From net investment income	-	(0.11)	-	-
From return of capital	-	(0.01)	-	-
Total distributions	-	(0.12)	-	-
Net asset value, end of period	\$ 9.53	\$ 9.39	\$ 10.40	\$ 11.02
Total return (3)	1.49%	(8.56)%	(5.63)%	(14.84)% (4)
Net assets, end of period (000s)	\$ 4,430	\$ 8,358	\$ 8,937	\$ 17,554
Ratio of gross expenses to average net assets (6,7)	3.11%	2.36%	2.18%	1.70% (5)
Ratio of net expenses to average net assets (7)	3.04% (10)	2.15% (8)	1.65%	1.65% (5)
Ratio of gross expenses to average net assets, excluding custody overdraft fees (6,7)	3.09%	2.36%	2.18%	1.70% (5)
Ratio of net expenses to average net assets, excluding custody overdraft fees (7)	3.02% (10)	2.15% (8)	1.65%	1.65% (5)
Ratio of net investment income (loss) to average net assets (7)	(0.70)%	1.23%	(0.53)%	(0.99)% (5)
Portfolio Turnover Rate (9)	1573%	2571%	3361%	2842% (4)

* The Fund Class I shares inception date is February 22, 2021.

- (1) Per share amounts calculated using the average shares method, which more appropriately presents the per share data for the period.
- (2) Realized and unrealized gain (loss) per share in this caption are balancing amounts necessary to reconcile the change in net asset value per share for the period, and may not reconcile with aggregate gains and losses in the Statement of Operations due to the timing of share transactions for the period.
- (3) Total return assumes all reinvestment of dividends, if any, and represents the aggregate total return based on net asset value. Total returns would have been lower absent fee waivers and reimbursed expenses.
- (4) Not annualized.
- (5) Annualized.
- (6) Represents the ratio of expenses to average net assets absent fees waived and/or expenses reimbursed by the advisor.
- (7) The ratios shown do not include the Fund's proportionate shares of the expenses of the underlying funds in which the Fund invests.
- (8) Effective February 1, 2023, the operating expense limitation was eliminated.
- (9) The portfolio turnover rate excludes investments whose maturities or expiration dates at the time of acquisition were one year or less. For this reason all money market funds that were traded throughout the period are excluded from the calculation. The timing of the Fund's limited amount of purchases and sales of long term securities produced the resulting portfolio turnover percentage, which appears inflated due to the nature of the calculation. Had the Fund's core investments been included in the calculation, the turnover calculation would have been much lower.
- (10) Effective May 31, 2024, the operating expense limitation is 3.25%.

See accompanying notes to financial statements.

ISSACHAR FUND

NOTES TO FINANCIAL STATEMENTS

September 30, 2024

I. ORGANIZATION

The Issachar Fund (the “Fund”) is a series of shares of beneficial interest of Northern Lights Fund Trust III (the “Trust”), a Delaware statutory trust organized on December 5, 2011. The Trust is an open-end management investment company registered under the Investment Company Act of 1940, as amended (the “1940 Act”). The Fund currently offers Class N and Class I shares. Class N shares commenced operations on February 28, 2014. Class I shares commenced operations on February 22, 2021. The Fund is a diversified fund. The investment objective of the Fund is moderate capital appreciation consistent with capital preservation.

Shares of the Fund, when issued, are fully paid, nonassessable, fully transferable, redeemable at the option of the shareholder and have equal dividend and liquidity rights. Each class of the Fund represents an interest in the same assets of the Fund and the classes are identical except for differences in their distribution charges. Both classes have equal voting privileges except that Class N shares has exclusive voting rights with respect to its service and/or distribution plan. The Fund’s income, expenses (other than class specific distribution fees) and realized and unrealized gains and losses are allocated proportionately each day based upon the relative net assets of each class.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements. The policies are in conformity with accounting principles generally accepted in the United States of America (“GAAP”), which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting year. Actual results could differ from those estimates. The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 946 “Financial Services – Investment Companies” and Accounting Standards Update (“ASU”) 2013-08.

Securities Valuation – Securities listed on an exchange are valued at the last reported sale price at the close of the regular trading session of the exchange on the business day the value is being determined, or in the case of securities listed on NASDAQ at the NASDAQ Official Closing Price (“NOCP”). If the NOCP is not available, such securities shall be valued at the last sale price on the day of valuation, or if there has been no sale on such day, at the mean between the current bid and ask prices. Debt securities (other than short-term obligations) are valued each day by an independent pricing service approved by the Trust’s Board of Trustees (the “Board”) using methods which include current market quotations from a major market maker in the securities and based on methods which include the consideration of yields or prices of securities of comparable quality, coupon, maturity and type. Swap transactions are valued through an independent pricing service or at fair value based on daily price reporting from the swap counterparty based on the proprietary index. The independent pricing service does not distinguish between smaller-sized bond positions known as “odd lots” and larger institutional-sized bond positions known as “round lots”. The Fund may fair value a particular bond if the advisor does not believe that the round lot value provided by the independent pricing service reflects fair value of the Fund’s holding. Short-term debt obligations having 60 days or less remaining until maturity, at time of purchase, may be valued at amortized cost, which approximates fair value.

The Fund may hold investments, such as private investments, interests in commodity pools, other non-traded securities or temporarily illiquid securities, for which market quotations are not readily available or are determined to be unreliable. These investments will be valued using the “fair value” procedures approved by the Board. The Board may also enlist third party consultants such as a valuation specialist at a public accounting firm, valuation consultant or financial officer of a security issuer on an as-needed basis to assist in determining a security-specific fair value. The Board reviews the execution of this process and the resultant fair value prices at least quarterly to assure the process produces reliable results.

ISSACHAR FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

September 30, 2024

Valuation of Investment Funds - The Fund may invest in portfolios of open-end or closed-end investment companies (the “Underlying Funds”). The Underlying Funds value securities in their portfolios for which market quotations are readily available at their market values (generally the last reported sale price) and all other securities and assets at their fair value to the methods established by the board of directors of the Underlying Funds.

Open-end investment companies are valued at their respective net asset values as reported by such investment companies. The shares of many closed-end investment companies, after their initial public offering, frequently trade at a price per share, which is different than the net asset value per share. The difference represents a market premium or market discount of such shares. There can be no assurances that the market discount or market premium on shares of any closed-end investment company purchased by the Fund will not change.

Fair Valuation Process — Fair value determinations are required for the following securities: (i) securities for which market quotations are insufficient or not readily available on a particular business day (including securities for which there is a short and temporary lapse in the provision of a price by the regular pricing source); (ii) securities for which, in the judgment of the Board, the prices or values available do not represent the fair value of the instrument. Factors which may cause the Board to make such a judgment include, but are not limited to, the following: only a bid price or an ask price is available; the spread between bid and ask prices is substantial; the frequency of sales; the thinness of the market; the size of reported trades; and actions of the securities markets, such as the suspension or limitation of trading; (iii) securities determined to be illiquid; (iv) securities with respect to which an event that will affect the value thereof has occurred (a “significant event”) since the closing prices were established on the principal exchange on which they are traded, but prior to the Fund’s calculation of its net asset value. Specifically, interests in commodity pools or managed futures pools are valued on a daily basis by reference to the closing market prices of each futures contract or other asset held by a pool, as adjusted for pool expenses. Restricted or illiquid investments, such as private investments or non-traded securities are valued via inputs from the advisor based upon the current bid for the security from two or more independent dealers or other parties reasonably familiar with the facts and circumstances of the security (who should take into consideration all relevant factors as may be appropriate under the circumstances). If the Board is unable to obtain a current bid from such independent dealers or other independent parties, it shall determine the fair value of such security using the following factors: (i) the type of security; (ii) the cost at date of purchase; (iii) the size and nature of the Fund’s holdings; (iv) the discount from market value of unrestricted securities of the same class at the time of purchase and subsequent thereto; (v) information as to any transactions or offers with respect to the security; (vi) the nature and duration of restrictions on disposition of the security and the existence of any registration rights; (vii) how the yield of the security compares to similar securities of companies of similar or equal creditworthiness; (viii) the level of recent trades of similar or comparable securities; (ix) the liquidity characteristics of the security; (x) current market conditions; and (xi) the market value of any securities into which the security is convertible or exchangeable.

The Fund utilizes various methods to measure the fair value of all of its investments on a recurring basis. GAAP establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of input are:

Level 1 – Unadjusted quoted prices in active markets for identical assets and liabilities that the Fund has the ability to access.

Level 2 – Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument in an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Fund’s own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of

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NOTES TO FINANCIAL STATEMENTS (Continued)
September 30, 2024

judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The following tables summarize the inputs used as of September 30, 2024, for the Fund's investments measured at fair value:

Assets*	Level 1	Level 2	Level 3	Total
Closed End Fund	\$ 2,064,494	\$ -	\$ -	\$ 2,064,494
Common Stocks	9,607,075	-	-	9,607,075
Short-Term Investment	1,089,983	-	-	1,089,983
Total	\$ 12,761,552	\$ -	\$ -	\$ 12,761,552

*Refer to the Schedule of Investments for classifications.

The Fund did not hold any Level 2 and Level 3 securities during the year. There were no transfers between levels during the year.

Security Transactions and Related Income – Security transactions are accounted for on the trade date. Interest income is recognized on an accrual basis. Discounts are accreted and premiums are amortized on securities purchased over the lives of the respective securities. Dividend income is recorded on the ex-dividend date. Realized gains or losses from sales of securities are determined by comparing the identified cost of the security lot sold with the net sales proceeds.

Dividends and Distributions to Shareholders – Dividends from net investment income, if any, are declared and paid quarterly and distributions from net realized capital gains if any, are declared and paid annually. Dividends and distributions to shareholders are recorded on the ex-dividend date and are determined in accordance with federal income tax regulations, which may differ from GAAP. These “book/tax” differences are considered either temporary (e.g., deferred losses, capital loss carryforwards) or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the composition of net assets based on their federal tax-basis treatment; temporary differences do not require reclassification. These reclassifications have no effect on net assets, results from operations or net asset values per share of the Fund.

Exchange Traded Funds – The Fund may invest in exchange traded funds (“ETFs”). ETFs are a type of fund that are bought and sold on a securities exchange. An ETF trades like common stock and represents a fixed portfolio of securities. The Fund may purchase an ETF to gain exposure to a portion of the U.S. or a foreign market. The risks of owning an ETF generally reflect the risks of owning the underlying securities in which the ETF invests, although the lack of liquidity on an ETF could result in it being more volatile. Additionally, ETFs have fees and expenses that reduce their value.

Expenses – Expenses of the Trust that are directly identifiable to a specific fund are charged to that fund. Expenses which are not readily identifiable to a specific fund, are allocated in such a manner as deemed equitable, taking into consideration the nature and type of expense and the relative sizes of the funds in the Trust.

Market Risk – Market risk is the risk that changes in interest rates, foreign exchange rates or equity prices will affect the positions held by the Fund. The Fund is exposed to market risk on financial instruments that are valued at market prices as disclosed in the Schedule of Investments. The prices of derivative instruments, including options, forwards and futures prices, can be highly volatile. Price movements of derivative contracts in which the Fund's assets may be invested are influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and

ISSACHAR FUND
NOTES TO FINANCIAL STATEMENTS (Continued)
September 30, 2024

exchange control programs and policies of governments, and national and international political and economic events and policies.

Credit Risk – Credit risk relates to the ability of the issuer to meet interest and principal payments, or both, as they come due. In general, lower-grade, higher-yield bonds are subject to credit risk to a greater extent than lower-yield, higher-quality bonds.

Counterparty Risk – Counterparty risk is the risk that the counterparty to a financial instrument will cause a financial loss for the Fund by failing to discharge an obligation. A concentration of counterparty risk can exist in that the part of a Fund’s cash can be held at the broker.

Indemnification – The Trust indemnifies its officers and Trustees for certain liabilities that may arise from the performance of their duties to the Trust. Additionally, in the normal course of business, the Fund enters into contracts that contain a variety of representations and warranties and which provide general indemnities. The Fund’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred. However, based on experience, the risk of loss due to these warranties and indemnities appears to be remote.

3. INVESTMENT TRANSACTIONS

For the year ended September 30, 2024, cost of purchases and proceeds from sales of portfolio securities, excluding short-term investments, amounted to \$178,877,236 and \$181,191,508, respectively.

4. AGGREGATE TAX UNREALIZED APPRECIATION AND DEPRECIATION

At September 30, 2024 the aggregate cost for federal tax purposes, which differs from fair value by net unrealized appreciation (depreciation) of securities, is as follows:

Tax Cost	Gross Unrealized Appreciation	Gross Unrealized Depreciation	Net Unrealized Appreciation
\$ 12,664,653	\$ 229,229	\$ (132,330)	\$ 96,899

5. INVESTMENT ADVISORY AGREEMENT AND TRANSACTIONS WITH RELATED PARTIES

Horizon Capital Management, Inc. serves as the Fund’s investment advisor (the “Advisor”).

Pursuant to an investment advisory agreement with the Trust, on behalf of the Fund, the Advisor, under the oversight of the Board, directs the daily operations of the Fund and supervises the performance of administrative and professional services provided by others. As compensation for its services and the related expenses borne by the Advisor, the Fund pays the Advisor a management fee, computed and incurred daily and paid monthly, at an annual rate of 1.00% of the Fund’s average daily net assets. During the year ended September 30, 2024, the Advisor earned advisory fees of \$141,152. The fees paid to the advisor are reviewed annually by the Board.

Effective May 31, 2024, pursuant to a written agreement (the “Waiver Agreement”) the Advisor agreed to waive its fees and/or reimburse the Fund’s operating expenses, so that the total annual operating expenses (exclusive of any front-end or contingent deferred loads, brokerage fees and commissions, acquired fund fees and expenses, borrowing costs (such as interest and dividend expense on securities sold short), taxes and extraordinary expenses, such as litigation expenses (which may include indemnification of Fund officers and Trustees, contractual indemnification of Fund service providers (other than the Advisor))) of

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September 30, 2024

the Fund did not exceed 3.50% of average daily net assets attributable to Class N shares and 3.25% of average daily net assets attributable to Class I shares (the “Expense Limitation”). During the year ended September 30, 2024, the Advisor waived fees in the amount of \$12,184 pursuant to the Waiver Agreement.

The Advisor may seek reimbursement only for expenses waived or reimbursed during the three years prior to such reimbursement; provided, however, that such expenses may only be reimbursed to the extent they were waived or reimbursed after the date of the Waiver Agreement (or any similar agreement). The Board may terminate these expense reimbursement arrangements at any time. Cumulative waived expenses subject to recapture pursuant to the aforementioned conditions, as of September 30, 2024, will expire on:

September 30, 2027 \$12,184

The Trust, on behalf of the Fund, has adopted the Trust’s Master Distribution and Shareholder Servicing Plan (the “Plan”). The Plan provides that a monthly service and/or distribution fee is calculated by the Fund at an annual rate of up to 0.25% of its average daily net assets attributable to Class N shares and is paid to Northern Lights Distributors, LLC (the “Distributor”) to provide compensation for ongoing shareholder servicing and distribution-related activities or services and/or maintenance of the Fund’s shareholder accounts not otherwise required to be provided by the Advisor. For the year ended September 30, 2024, the Fund incurred \$19,925 in total fees under the Plan.

The Distributor acts as the Fund’s principal underwriter in a continuous public offering of Fund shares. During the year September 30, 2024, the Distributor received no underwriting commissions.

In addition, certain affiliates of the Distributor provide services to the Fund as follows:

Ultimus Fund Solutions, LLC (“UFS”), an affiliate of the Distributor, provides administration, fund accounting, and transfer agent services to the Trust. Pursuant to separate servicing agreements with UFS, the Fund pays UFS customary fees for providing administration, fund accounting and transfer agency services to the Trust. Certain officers of the Trust are also officers of UFS, and are not paid any fees directly by the Fund for serving in such capacities.

Northern Lights Compliance Services, LLC (“NLCS”), an affiliate of UFS and the Distributor, provides a Chief Compliance Officer to the Trust, as well as related compliance services, pursuant to a consulting agreement between NLCS and the Trust. Under the terms of such agreement, NLCS receives customary fees from the Fund.

Blu Giant, LLC (“Blu Giant”), an affiliate of UFS and the Distributor, provides EDGAR conversion and filing services as well as print management services for the Fund on an ad-hoc basis. For the provision of these services, Blu Giant receives customary fees from the Fund.

6. FEDERAL INCOME TAXES NOTE

It is the Fund’s policy to qualify as a regulated investment company by complying with the provisions of Subchapter M of the Internal Revenue Code that are applicable to regulated investment companies and to distribute substantially all of its taxable income and net realized gains to shareholders. Therefore, no federal income tax provision is required.

The Fund recognizes the tax benefits of uncertain tax positions only when the position is “more likely than not” to be sustained assuming examination by tax authorities. Management has analyzed the Fund’s tax positions and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for open tax years ended September 30, 2021 - September 30, 2023 or expected to be taken in the Fund’s September 30, 2024 year-end tax returns. The Fund identifies its major tax jurisdictions as U.S. federal, Ohio and foreign jurisdictions

ISSACHAR FUND
NOTES TO FINANCIAL STATEMENTS (Continued)
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where the Fund makes significant investments. The Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months.

7. DISTRIBUTIONS TO SHAREHOLDERS AND TAX COMPONENTS

There were no Fund distributions for the year ended September 30, 2024. The tax character of distributions paid during the year ended September 30, 2023 was as follows:

	Fiscal Year Ended September 30, 2024	Fiscal Year Ended September 30, 2023
Ordinary Income	\$ -	\$ 213,229
Long-term Capital Gain	-	-
Return of Capital	-	13,069
	\$ -	\$ 226,298

As of September 30, 2024, the components of accumulated earnings deficit on a tax basis were as follows:

Capital Loss Carry Forwards	Unrealized Unrealized Appreciation	Total Accumulated Deficit
\$ (5,922,508)	\$ 96,899	\$ (5,825,609)

The difference between book basis and tax basis undistributed net investment income/(loss), accumulated net realized gain/(loss), and unrealized appreciation/(depreciation) from investments is primarily attributable to the tax deferral of losses on wash sales and passive foreign investment companies.

At September 30, 2024, the Fund had capital loss carry forwards for federal income tax purposes available to offset future capital gains along with capital loss carryforwards utilized as follows:

Short-Term Non-Expiring	Long-Term Non-Expiring	Total	CLCF Utilized
\$ 5,719,655	\$ 202,853	\$ 5,922,508	\$ 537,506

Permanent book and tax differences, primarily attributable to the book/tax basis treatment of net operating losses, resulted in reclassifications for the Fund for the fiscal year ended September 30, 2024, as follows:

Paid in Capital	Accumulated Losses
\$ (143,969)	\$ 143,969

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8. CONTROL OWNERSHIP

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates presumption of control of the fund under Section 2(a)(9) of the 1940 Act. As of September 30, 2024, Constellation Trust Company and National Financial Services LLC (for the benefit of their customers) held approximately 47.9% and 23.3%, respectively, of the voting securities of the Fund.

9. SUBSEQUENT EVENTS

Subsequent events after the date of the Statement of Assets and Liabilities have been evaluated through the date the financial issues were issued. Management has determined that no events or transactions occurred requiring adjustment or disclosure in the financial statements.

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Northern Lights Fund Trust III
and the Shareholders of Issachar Fund

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of Issachar Fund (the Fund), including the schedule of investments, as of September 30, 2024, the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and the related notes to the financial statements (collectively, the financial statements), and the financial highlights for each of the five years in the period then ended. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of the Fund as of September 30, 2024, the results of its operations for the year then ended, the changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements and financial highlights based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of investments owned as of September 30, 2024, by correspondence with the custodian, broker or by other appropriate auditing procedures where replies from broker was not received. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

/s/ RSM US LLP

We have served as the auditor of one or more Horizon Capital Management, Inc. investment companies since 2014.

Denver, Colorado
November 25, 2024

PROXY VOTING POLICY

Information regarding how the Fund voted proxies relating to portfolio securities for the most recent twelve month period ended June 30 as well as a description of the policies and procedures that the Fund uses to determine how to vote proxies is available without charge, upon request, by calling 1-866-787-8355 or by referring to the Securities and Exchange Commission's ("SEC") website at <http://www.sec.gov>.