



**Item 8.01. Other Events.**

On September 11, 2015, SQN Alternative Investment Fund III L.P. (“Fund III”) made the fourth distribution of its liquidation period to its limited partners in an amount equivalent to 1.5% of each limited partner’s capital contribution. The distribution was funded partially from the sale of equipment to third parties and partially from cash flows of current portfolio assets.

Since entering its liquidation period in June 2014, Fund III has made aggregate distributions in an amount totaling 25.0% of each limited partner’s capital contribution. To date, Fund III has paid aggregate distributions to its limited partners totaling approximately \$10,228,000. Limited partners admitted at the first closing have received aggregate distributions totaling 43.0% of their capital contributions. During its liquidation period Fund III will continue to make periodic distributions as the remaining portfolio assets are liquidated in the normal course of business.

**SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: September 11, 2015

SQN Alternative Investment Fund III L.P.

By: SQN AIF III GP, LLC,  
its General Partner

By: /S/ JEREMIAH J. SILKOWSKI  
Jeremiah J. Silkowski  
President and Chief Executive Officer