

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
ACT OF 1934

For The Quarterly Period Ended DECEMBER 31, 2003

Commission File Number 0-21762

Gateway Tax Credit Fund III Ltd.
(Exact name of Registrant as specified in its charter)

Florida 59-3090386
(State or other jurisdiction of (I.R.S. Employer No.)
incorporation or organization)

880 Carillon Parkway, St. Petersburg, Florida 33716
(Address of principal executive offices) (Zip Code)

Registrant's Telephone Number, Including Area Code: (727) 567-4830

Indicate by check mark whether the Registrant: (1) has filed all reports
required to be filed by Section 13 or 15(d) of the Securities Exchange Act
of 1934 during the preceding 12 months (or for such shorter period that the
Registrant was required to file such reports), and (2) has been subject to
such filing requirements for the past 90 days.

YES X NO

<u>Title of Each Class</u>	<u>Number of Units</u> <u>December 31, 2003</u>
Units of Limited Partnership	
Interest: \$1,000 per unit	36,799

DOCUMENTS INCORPORATED BY REFERENCE

Parts I and II, 2003 Form 10-K, filed with the
Securities and Exchange Commission on June 24, 2003
Parts III and IV - Form S-11 Registration Statement
and all amendments and supplements thereto
File No. 33-44238

PART I - Financial Information
Item 1. Financial Statements

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
BALANCE SHEETS

SERIES 7	DECEMBER 31, 2003 ----- (Unaudited)	MARCH 31, 2003 ----- (Audited)
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 294,280	\$ 390,008
Investments in Securities	67,602	64,155
	-----	-----
Total Current Assets	361,882	454,163
Investments in Securities	260,717	246,831
Investments in Project Partnerships, Net	1,177,378	1,278,834
	-----	-----
Total Assets	\$ 1,799,977	\$ 1,979,828
	=====	=====
LIABILITIES AND PARTNERS' EQUITY		
Current Liabilities:		
Payable to General Partners	\$ 71,135	\$ 69,660
	-----	-----
Total Current Liabilities	71,135	69,660
	-----	-----
Long-Term Liabilities:		
Payable to General Partners	445,119	437,160
	-----	-----
Partners' Equity (Deficit):		
Limited Partners (10,395 units for Series 7, 9,980 for Series 8, 6,254 for Series 9, 5,043 for Series 10 and 5,127 for Series 11 at December 31, 2003 and March 31, 2003)	1,362,164	1,549,556
General Partners	(78,441)	(76,548)
	-----	-----
Total Partners' Equity	1,283,723	1,473,008
	-----	-----
Total Liabilities and Partners' Equity	\$ 1,799,977	\$ 1,979,828
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
BALANCE SHEETS

SERIES 8	DECEMBER 31, 2003 ----- (Unaudited)	MARCH 31, 2003 ----- (Audited)
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 332,167	\$ 450,206
Investments in Securities	62,609	59,583
Accounts Receivable	24,220	0
	-----	-----
Total Current Assets	418,996	509,789
Investments in Securities	248,075	235,603
Investments in Project Partnerships, Net	500,032	560,231
	-----	-----
Total Assets	\$ 1,167,103 =====	\$ 1,305,623 =====
LIABILITIES AND PARTNERS' EQUITY		
Current Liabilities:		
Payable to General Partners	\$ 59,161	\$ 61,828
	-----	-----
Total Current Liabilities	59,161	61,828
	-----	-----
Long-Term Liabilities:		
Payable to General Partners	541,223	513,976
	-----	-----
Partners' Equity (Deficit):		
Limited Partners (10,395 units for Series 7, 9,980 for Series 8, 6,254 for Series 9, 5,043 for Series 10 and 5,127 for Series 11 at December 31, 2003 and March 31, 2003)	648,677	810,146
General Partners	(81,958)	(80,327)
	-----	-----
Total Partners' Equity	566,719	729,819
	-----	-----
Total Liabilities and Partners' Equity	\$ 1,167,103 =====	\$ 1,305,623 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
BALANCE SHEETS

SERIES 9	DECEMBER 31, 2003 ----- (Unaudited)	MARCH 31, 2003 ----- (Audited)
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 224,120	\$ 260,485
Investments in Securities	36,772	35,177
	-----	-----
Total Current Assets	260,892	295,662
Investments in Securities	176,578	168,560
Investments in Project Partnerships, Net	1,047,910	1,211,933
	-----	-----
Total Assets	\$ 1,485,380	\$ 1,676,155
	=====	=====
LIABILITIES AND PARTNERS' EQUITY		
Current Liabilities:		
Payable to General Partners	\$ 30,223	\$ 35,252
	-----	-----
Total Current Liabilities	30,223	35,252
	-----	-----
Long-Term Liabilities:		
Payable to General Partners	350,188	318,435
	-----	-----
Partners' Equity (Deficit):		
Limited Partners (10,395 units for Series 7, 9,980 for Series 8, 6,254 for Series 9, 5,043 for Series 10 and 5,127 for Series 11 at December 31, 2003 and March 31, 2003)	1,148,756	1,364,080
General Partners	(43,787)	(41,612)
	-----	-----
Total Partners' Equity	1,104,969	1,322,468
	-----	-----
Total Liabilities and Partners' Equity	\$ 1,485,380	\$ 1,676,155
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
BALANCE SHEETS

SERIES 10	DECEMBER 31, 2003 ----- (Unaudited)	MARCH 31, 2003 ----- (Audited)
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 225,449	\$ 251,941
Investments in Securities	28,000	26,620
	-----	-----
Total Current Assets	253,449	278,561
Investments in Securities	157,299	149,205
Investments in Project Partnerships, Net	1,858,068	2,014,742
	-----	-----
Total Assets	\$ 2,268,816 =====	\$ 2,442,508 =====
LIABILITIES AND PARTNERS' EQUITY		
Current Liabilities:		
Payable to General Partners	\$ 34,654	\$ 35,197
	-----	-----
Total Current Liabilities	34,654	35,197
	-----	-----
Long-Term Liabilities:		
Payable to General Partners	92,770	86,436
	-----	-----
Partners' Equity (Deficit):		
Limited Partners (10,395 units for Series 7, 9,980 for Series 8, 6,254 for Series 9, 5,043 for Series 10 and 5,127 for Series 11 at December 31, 2003 and March 31, 2003)	2,164,158	2,341,846
General Partners	(22,766)	(20,971)
	-----	-----
Total Partners' Equity	2,141,392	2,320,875
	-----	-----
Total Liabilities and Partners' Equity	\$ 2,268,816 =====	\$ 2,442,508 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
BALANCE SHEETS

SERIES 11	DECEMBER 31, 2003 ----- (Unaudited)	MARCH 31, 2003 ----- (Audited)
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 222,672	\$ 264,198
Investments in Securities	31,798	30,129
	-----	-----
Total Current Assets	254,470	294,327
Investments in Securities	178,241	168,593
Investments in Project Partnerships, Net	2,832,299	2,914,130
	-----	-----
Total Assets	\$ 3,265,010 =====	\$ 3,377,050 =====
LIABILITIES AND PARTNERS' EQUITY		
Current Liabilities:		
Payable to General Partners	\$ 36,638	\$ 33,669
	-----	-----
Total Current Liabilities	36,638	33,669
	-----	-----
Long-Term Liabilities:		
Payable to General Partners	836	11,661
	-----	-----
Partners' Equity (Deficit):		
Limited Partners (10,395 units for Series 7, 9,980 for Series 8, 6,254 for Series 9, 5,043 for Series 10 and 5,127 for Series 11 at December 31, 2003 and March 31, 2003)	3,241,251	3,344,393
General Partners	(13,715)	(12,673)
	-----	-----
Total Partners' Equity	3,227,536	3,331,720
	-----	-----
Total Liabilities and Partners' Equity	\$ 3,265,010 =====	\$ 3,377,050 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
BALANCE SHEETS

TOTAL SERIES 7 - 11	DECEMBER 31, 2003 ----- (Unaudited)	MARCH 31, 2003 ----- (Audited)
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 1,298,688	\$ 1,616,838
Investments in Securities	226,781	215,664
Accounts Receivable	24,220	0
	-----	-----
Total Current Assets	1,549,689	1,832,502
Investments in Securities	1,020,910	968,792
Investments in Project Partnerships, Net	7,415,687	7,979,870
	-----	-----
Total Assets	\$ 9,986,286 =====	\$10,781,164 =====
LIABILITIES AND PARTNERS' EQUITY		
Current Liabilities:		
Payable to General Partners	\$ 231,811	\$ 235,606
	-----	-----
Total Current Liabilities	231,811	235,606
	-----	-----
Long-Term Liabilities:		
Payable to General Partners	1,430,136	1,367,668
	-----	-----
Partners' Equity (Deficit):		
Limited Partners (10,395 units for Series 7, 9,980 for Series 8, 6,254 for Series 9, 5,043 for Series 10 and 5,127 for Series 11 at December 31, 2003 and March 31, 2003)	8,565,006	9,410,021
General Partners	(240,667)	(232,131)
	-----	-----
Total Partners' Equity	8,324,339	9,177,890
	-----	-----
Total Liabilities and Partners' Equity	\$ 9,986,286 =====	\$10,781,164 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 7	2003	2002
	----	----
Revenues:		
Interest Income	\$ 6,180	\$ 7,310
Other Income	7,315	0
	-----	-----
Total Revenue	13,495	7,310
Expenses:		
Asset Management Fee-General Partner	21,771	21,849
General and Administrative:		
General Partner	12,472	6,469
Other	2,413	2,093
Amortization	1,661	1,671
	-----	-----
Total Expenses	38,317	32,082
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(24,822)	(24,772)
Equity in Losses of Project Partnerships	(60,089)	(46,357)
	-----	-----
Net Loss	\$ (84,911)	\$ (71,129)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (84,062)	\$ (70,418)
General Partners	(849)	(711)
	-----	-----
	\$ (84,911)	\$ (71,129)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (8.09)	\$ (6.77)
	=====	=====
Number of Limited Partnership Units		
Outstanding	10,395	10,395
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 8	2003	2002
	----	----
Revenues:		
Interest Income	\$ 5,589	\$ 6,778
Other Income	10,693	0
	-----	-----
Total Revenue	16,282	6,778
	-----	-----
Expenses:		
Asset Management Fee-General Partner	22,682	22,758
General and Administrative:		
General Partner	13,751	7,111
Other	2,946	3,864
Amortization	768	1,185
	-----	-----
Total Expenses	40,147	34,918
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(23,865)	(28,140)
Equity in Losses of Project Partnerships	(29,609)	(45,165)
	-----	-----
Net Loss	\$ (53,474)	\$ (73,305)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (52,939)	\$ (72,572)
General Partners	(535)	(733)
	-----	-----
	\$ (53,474)	\$ (73,305)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (5.30)	\$ (7.27)
	=====	=====
Number of Limited Partnership Units		
Outstanding	9,980	9,980
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 9	2003	2002
	----	----
Revenues:		
Interest Income	\$ 3,477	\$ 4,093
Other Income	600	0
	-----	-----
Total Revenue	4,077	4,093
	-----	-----
Expenses:		
Asset Management Fee-General Partner	12,466	12,507
General and Administrative:		
General Partner	7,676	3,969
Other	1,160	1,654
Amortization	771	814
	-----	-----
Total Expenses	22,073	18,944
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(17,996)	(14,851)
Equity in Losses of Project Partnerships	(51,476)	(82,354)
	-----	-----
Net Loss	\$ (69,472)	\$ (97,205)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (68,777)	\$ (96,233)
General Partners	(695)	(972)
	-----	-----
	\$ (69,472)	\$ (97,205)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (11.00)	\$ (15.39)
	=====	=====
Number of Limited Partnership Units		
Outstanding	6,254	6,254
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 10	2003	2002
	----	----
Revenues:		
Interest Income	\$ 3,446	\$ 3,982
Other Income	1,500	0
	-----	-----
Total Revenue	4,946	3,982
	-----	-----
Expenses:		
Asset Management Fee-General Partner	8,503	8,529
General and Administrative:		
General Partner	4,796	2,480
Other	859	1,071
Amortization	1,145	1,203
	-----	-----
Total Expenses	15,303	13,283
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(10,357)	(9,301)
Equity in Losses of Project Partnerships	(54,629)	(58,668)
	-----	-----
Net Loss	\$ (64,986)	\$ (67,969)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (64,336)	\$ (67,289)
General Partners	(650)	(680)
	-----	-----
	\$ (64,986)	\$ (67,969)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (12.76)	\$ (13.34)
	=====	=====
Number of Limited Partnership Units		
Outstanding	5,043	5,043
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 11	2003	2002
	----	----
Revenues:		
Interest Income	\$ 4,059	\$ 4,625
Other Income	985	0
	-----	-----
Total Revenue	5,044	4,625
	-----	-----
Expenses:		
Asset Management Fee-General Partner	7,130	7,192
General and Administrative:		
General Partner	3,837	1,984
Other	1,199	864
Amortization	1,683	2,074
	-----	-----
Total Expenses	13,849	12,114
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(8,805)	(7,489)
Equity in Losses of Project Partnerships	(6,953)	(79,909)
	-----	-----
Net Loss	\$ (15,758)	\$ (87,398)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (15,600)	\$ (86,524)
General Partners	(158)	(874)
	-----	-----
	\$ (15,758)	\$ (87,398)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (3.04)	\$ (16.88)
	=====	=====
Number of Limited Partnership Units		
Outstanding	5,127	5,127
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED DECEMBER 31,
(Unaudited)

TOTAL SERIES 7 - 11	2003 ----	2002 ----
Revenues:		
Interest Income	\$ 22,751	\$ 26,788
Other Income	21,093	0
	-----	-----
Total Revenue	43,844	26,788
	-----	-----
Expenses:		
Asset Management Fee-General Partner	72,552	72,835
General and Administrative:		
General Partner	42,532	22,013
Other	8,577	9,546
Amortization	6,028	6,947
	-----	-----
Total Expenses	129,689	111,341
	-----	-----
Loss Before Equity in Losses of Project Partnerships	(85,845)	(84,553)
Equity in Losses of Project Partnerships	(202,756)	(312,453)
	-----	-----
Net Loss	\$ (288,601)	\$ (397,006)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (285,714)	\$ (393,036)
General Partners	(2,887)	(3,970)
	-----	-----
	\$ (288,601)	\$ (397,006)
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 7	2003	2002
	----	----
Revenues:		
Interest Income	\$ 18,489	\$ 22,195
Other Income	9,061	0
	-----	-----
Total Revenue	27,550	22,195
	-----	-----
Expenses:		
Asset Management Fee-General Partner	65,313	65,547
General and Administrative:		
General Partner	44,683	26,316
Other	12,676	13,051
Amortization	4,983	5,013
	-----	-----
Total Expenses	127,655	109,927
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(100,105)	(87,732)
Equity in Losses of Project Partnerships	(89,180)	(117,987)
	-----	-----
Net Loss	\$ (189,285)	\$ (205,719)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (187,392)	\$ (203,662)
General Partners	(1,893)	(2,057)
	-----	-----
	\$ (189,285)	\$ (205,719)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (18.03)	\$ (19.59)
	=====	=====
Number of Limited Partnership		
Units Outstanding	10,395	10,395
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 8	2003	2002
	----	----
Revenues:		
Interest Income	\$ 16,789	\$ 20,700
Other Income	12,073	0
	-----	-----
Total Revenue	28,862	20,700
	-----	-----
Expenses:		
Asset Management Fee-General Partner	68,046	68,274
General and Administrative:		
General Partner	49,265	29,016
Other	15,480	16,026
Amortization	2,304	3,555
	-----	-----
Total Expenses	135,095	116,871
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(106,233)	(96,171)
Equity in Losses of Project Partnerships	(56,867)	(102,918)
	-----	-----
Net Loss	\$ (163,100)	\$ (199,089)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (161,469)	\$ (197,098)
General Partners	(1,631)	(1,991)
	-----	-----
	\$ (163,100)	\$ (199,089)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (16.18)	\$ (19.75)
	=====	=====
Number of Limited Partnership		
Units Outstanding	9,980	9,980
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 9	2003	2002
	----	----
Revenues:		
Interest Income	\$ 10,413	\$ 12,447
Other Income	3,038	0
	-----	-----
Total Revenue	13,451	12,447
	-----	-----
Expenses:		
Asset Management Fee-General Partner	37,398	37,521
General and Administrative:		
General Partner	27,497	16,195
Other	7,434	8,717
Amortization	2,313	2,442
	-----	-----
Total Expenses	74,642	64,875
	-----	-----
Loss Before Equity in Losses of		
Project Partnership	(61,191)	(52,428)
Equity in Losses of Project Partnerships	(156,308)	(225,884)
	-----	-----
Net Loss	\$ (217,499)	\$ (278,312)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (215,324)	\$ (275,529)
General Partners	(2,175)	(2,783)
	-----	-----
	\$ (217,499)	\$ (278,312)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (34.43)	\$ (44.06)
	=====	=====
Number of Limited Partnership Units		
Outstanding	6,254	6,254
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 10	2003	2002
	----	----
Revenues:		
Interest Income	\$ 10,275	\$ 12,074
Other Income	1,500	0
	-----	-----
Total Revenue	11,775	12,074
	-----	-----
Expenses:		
Asset Management Fee-General Partner	25,509	25,587
General and Administrative:		
General Partner	17,186	10,121
Other	5,043	5,817
Amortization	3,435	3,609
	-----	-----
Total Expenses	51,173	45,134
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(39,398)	(33,060)
Equity in Losses of Project Partnerships	(140,085)	(133,570)
	-----	-----
Net Loss	\$ (179,483)	\$ (166,630)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (177,688)	\$ (164,964)
General Partners	(1,795)	(1,666)
	-----	-----
	\$ (179,483)	\$ (166,630)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (35.23)	\$ (32.71)
	=====	=====
Number of Limited Partnership		
Units Outstanding	5,043	5,043
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 11	2003	2002
	----	----
Revenues:		
Interest Income	\$ 12,122	\$ 14,060
Other Income	3,167	0
	-----	-----
Total Revenue	15,289	14,060
	-----	-----
Expenses:		
Asset Management Fee-General Partner	21,390	21,576
General and Administrative:		
General Partner	13,749	8,097
Other	4,892	5,103
Amortization	5,049	6,222
	-----	-----
Total Expenses	45,080	40,998
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(29,791)	(26,938)
Equity in Losses of Project Partnerships	(74,393)	(151,500)
	-----	-----
Net Loss	\$ (104,184)	\$ (178,438)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (103,142)	\$ (176,654)
General Partners	(1,042)	(1,784)
	-----	-----
	\$ (104,184)	\$ (178,438)
	=====	=====
Net Loss Per Number of Limited		
Partnership Units	\$ (20.12)	\$ (34.46)
	=====	=====
Number of Limited Partnership		
Units Outstanding	5,127	5,127
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF OPERATIONS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

TOTAL SERIES 7 - 11	2003 ----	2002 ----
Revenues:		
Interest Income	\$ 68,088	\$ 81,476
Other Income	28,839	0
	-----	-----
Total Revenue	96,927	81,476
	-----	-----
Expenses:		
Asset Management Fee-General Partner	217,656	218,505
General and Administrative:		
General Partner	152,380	89,745
Other	45,525	48,714
Amortization	18,084	20,841
	-----	-----
Total Expenses	433,645	377,805
	-----	-----
Loss Before Equity in Losses of		
Project Partnerships	(336,718)	(296,329)
Equity in Losses of Project Partnerships	(516,833)	(731,859)
	-----	-----
Net Loss	\$ (853,551)	\$ (1,028,188)
	=====	=====
Allocation of Net Loss:		
Limited Partners	\$ (845,015)	\$ (1,017,907)
General Partners	(8,536)	(10,281)
	-----	-----
	\$ (853,551)	\$ (1,028,188)
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF PARTNERS' EQUITY (Deficit)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2003 AND 2002:
(Unaudited)

SERIES 7	Limited Partners -----	General Partners (Deficit) -----	Total -----
Balance at March 31, 2002	\$ 1,780,281	\$ (74,217)	\$ 1,706,064
Net Loss	(203,662) -----	(2,057) -----	(205,719) -----
Balance at December 31, 2002	\$ 1,576,619 =====	\$ (76,274) =====	\$ 1,500,345 =====
Balance at March 31, 2003	\$ 1,549,556	\$ (76,548)	\$ 1,473,008
Net Loss	(187,392) -----	(1,893) -----	(189,285) -----
Balance at December 31, 2003	\$ 1,362,164 =====	\$ (78,441) =====	\$ 1,283,723 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF PARTNERS' EQUITY (Deficit)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2003 AND 2002:
(Unaudited)

SERIES 8	Limited Partners -----	General Partners (Deficit) -----	Total -----
Balance at March 31, 2002	\$ 1,001,538	\$ (78,394)	\$ 923,144
Net Loss	(197,098) -----	(1,991) -----	(199,089) -----
Balance at December 31, 2002	\$ 804,440 =====	\$ (80,385) =====	\$ 724,055 =====
Balance at March 31, 2003	\$ 810,146	\$ (80,327)	\$ 729,819
Net Loss	(161,469) -----	(1,631) -----	(163,100) -----
Balance at December 31, 2003	\$ 648,677 =====	\$ (81,958) =====	\$ 566,719 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF PARTNERS' EQUITY (Deficit)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2003 AND 2002:
(Unaudited)

SERIES 9	Limited Partners -----	General Partners (Deficit) -----	Total -----
Balance at March 31, 2002	\$ 1,707,018	\$ (38,148)	\$ 1,668,870
Net Loss	(275,529) -----	(2,783) -----	(278,312) -----
Balance at December 31, 2002	\$ 1,431,489 =====	\$ (40,931) =====	\$ 1,390,558 =====
Balance at March 31, 2003	\$ 1,364,080	\$ (41,612)	\$ 1,322,468
Net Loss	(215,324) -----	(2,175) -----	(217,499) -----
Balance at December 31, 2003	\$ 1,148,756 =====	\$ (43,787) =====	\$ 1,104,969 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF PARTNERS' EQUITY (Deficit)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2003 AND 2002:
(Unaudited)

SERIES 10	Limited Partners -----	General Partners (Deficit) -----	Total -----
Balance at March 31, 2002	\$ 2,586,073	\$ (18,504)	\$ 2,567,569
Net Loss	(164,964) -----	(1,666) -----	(166,630) -----
Balance at December 31, 2002	\$ 2,421,109 =====	\$ (20,170) =====	\$ 2,400,939 =====
Balance at March 31, 2003	\$ 2,341,846	\$ (20,971)	\$ 2,320,875
Net Loss	(177,688) -----	(1,795) -----	(179,483) -----
Balance at December 31, 2003	\$ 2,164,158 =====	\$ (22,766) =====	\$ 2,141,392 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF PARTNERS' EQUITY (Deficit)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2003 AND 2002:
(Unaudited)

SERIES 11	Limited Partners -----	General Partners (Deficit) -----	Total -----
Balance at March 31, 2002	\$ 3,549,631	\$ (10,600)	\$ 3,539,031
Net Loss	(176,654) -----	(1,784) -----	(178,438) -----
Balance at December 31, 2002	\$ 3,372,977 =====	\$ (12,384) =====	\$ 3,360,593 =====
Balance at March 31, 2003	\$ 3,344,393	\$ (12,673)	\$ 3,331,720
Net Loss	(103,142) -----	(1,042) -----	(104,184) -----
Balance at December 31, 2003	\$ 3,241,251 =====	\$ (13,715) =====	\$ 3,227,536 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF PARTNERS' EQUITY (Deficit)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2003 AND 2002:
 (Unaudited)

TOTAL SERIES 7 - 11	Limited Partners -----	General Partners (Deficit) -----	Total -----
Balance at March 31, 2002	\$10,624,541	\$ (219,863)	\$10,404,678
Net Loss	(1,017,907) -----	(10,281) -----	(1,028,188) -----
Balance at December 31, 2002	\$ 9,606,634 =====	\$ (230,144) =====	\$9,376,490 =====
Balance at March 31, 2003	\$ 9,410,021	\$ (232,131)	\$ 9,177,890
Net Loss	(845,015) -----	(8,536) -----	(853,551) -----
Balance at December 31, 2003	\$ 8,565,006 =====	\$ (240,667) =====	\$ 8,324,339 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 7 -----	2003 ----	2002 ----
Cash Flows from Operating Activities:		
Net Loss	\$ (189,285)	\$ (205,719)
Adjustments to Reconcile Net Loss to		
Net Cash Used in Operating Activities:		
Amortization	4,983	5,013
Accreted Interest Income on Investments		
in Securities	(17,334)	(19,302)
Equity in Losses of Project Partnerships	89,180	117,987
Distributions Included in Other Income	(9,061)	0
Changes in Operating Assets and Liabilities:		
Increase in Payable to General Partners	9,435	12,385
	-----	-----
Net Cash Used in Operating Activities	(112,082)	(89,636)
	-----	-----
Cash Flows from Investing Activities:		
Distributions Received from Project		
Partnerships	16,354	18,075
	-----	-----
Net Cash Provided by Investing Activities	16,354	18,075
	-----	-----
Decrease in Cash and Cash Equivalents	(95,728)	(71,561)
Cash and Cash Equivalents at Beginning		
of Period	390,008	384,626
	-----	-----
Cash and Cash Equivalents at End of Period	\$ 294,280	\$ 313,065
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 8 -----	2003 ----	2002 ----
Cash Flows from Operating Activities:		
Net Loss	\$ (163,100)	\$ (199,089)
Adjustments to Reconcile Net Loss to Net Cash Used in Operating Activities:		
Amortization	2,304	3,555
Accreted Interest Income on Investments in Securities	(15,498)	(17,239)
Equity in Losses of Project Partnership	56,867	102,918
Distributions Included in Other Income	(12,073)	0
Changes in Operating Assets and Liabilities:		
Increase in Payable to General Partners	24,579	27,280
Increase in Accounts Receivable	(24,220)	0
	-----	-----
Net Cash Used in Operating Activities	(131,141)	(82,575)
	-----	-----
Cash Flows from Investing Activities:		
Distributions Received from Project Partnerships	13,102	12,087
	-----	-----
Net Cash Provided by Investing Activities	13,102	12,087
	-----	-----
Decrease in Cash and Cash Equivalents	(118,039)	(70,488)
Cash and Cash Equivalents at Beginning of Period	450,206	456,356
	-----	-----
Cash and Cash Equivalents at End of Period	\$ 332,167	\$ 385,868
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 9 -----	2003 ----	2002 ----
Cash Flows from Operating Activities:		
Net Loss	\$ (217,499)	\$ (278,312)
Adjustments to Reconcile Net Loss to		
Net Cash Used in Operating Activities:		
Amortization	2,313	2,442
Accreted Interest Income on Investments		
in Securities	(9,613)	(10,513)
Equity in Losses of Project Partnerships	156,308	225,884
Distributions Included in Other Income	(3,038)	0
Changes in Operating Assets and Liabilities:		
Increase in Payable to General Partners	26,723	23,098
	-----	-----
Net Cash Used in Operating Activities	(44,806)	(37,401)
	-----	-----
Cash Flows from Investing Activities:		
Distributions Received from Project		
Partnerships	8,441	6,585
	-----	-----
Net Cash Provided by Investing Activities	8,441	6,585
	-----	-----
Decrease in Cash and Cash Equivalents	(36,365)	(30,816)
Cash and Cash Equivalents at Beginning		
of Period	260,485	251,331
	-----	-----
Cash and Cash Equivalents at End of Period	\$ 224,120	\$ 220,515
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 10 -----	2003 ----	2002 ----
Cash Flows from Operating Activities:		
Net Loss	\$ (179,483)	\$ (166,630)
Adjustments to Reconcile Net Loss to Net Cash Used in Operating Activities:		
Amortization	3,435	3,609
Accreted Interest Income on Investments in Securities	(9,472)	(10,146)
Equity in Losses of Project Partnerships	140,085	133,570
Distributions Included in Other Income	(1,500)	0
Changes in Operating Assets and Liabilities:		
Increase in Payable to General Partners	5,791	2,947
	-----	-----
Net Cash Used in Operating Activities	(41,144)	(36,650)
	-----	-----
Cash Flows from Investing Activities:		
Distributions Received from Project Partnerships	14,652	6,534
	-----	-----
Net Cash Provided by Investing Activities	14,652	6,534
	-----	-----
Decrease in Cash and Cash Equivalents	(26,492)	(30,116)
Cash and Cash Equivalents at Beginning of Period	251,941	252,149
	-----	-----
Cash and Cash Equivalents at End of Period	\$ 225,449	\$ 222,033
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

SERIES 11 -----	2003 ----	2002 ----
Cash Flows from Operating Activities:		
Net Loss	\$ (104,184)	\$ (178,438)
Adjustments to Reconcile Net Loss to Net Cash Used in Operating Activities:		
Amortization	5,049	6,222
Accreted Interest Income on Investments in Securities	(11,315)	(12,058)
Equity in Losses of Project Partnerships	74,393	151,500
Distributions Included in Other Income	(3,167)	0
Changes in Operating Assets and Liabilities:		
Decrease in Payable to General Partners	(7,856)	(16,108)
Net Cash Used in Operating Activities	(47,080)	(48,882)
Cash Flows from Investing Activities:		
Distributions Received from Project Partnerships	5,554	6,194
Net Cash Provided by Investing Activities	5,554	6,194
Decrease in Cash and Cash Equivalents	(41,526)	(42,688)
Cash and Cash Equivalents at Beginning of Period	264,198	266,059
Cash and Cash Equivalents at End of Period	\$ 222,672	\$ 223,371
	=====	=====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31,
(Unaudited)

TOTAL SERIES 7 - 11 -----	2003 ----	2002 ----
Cash Flows from Operating Activities:		
Net Loss	\$ (853,551)	\$ (1,028,188)
Adjustments to Reconcile Net Loss to Net Cash Used in Operating Activities:		
Amortization	18,084	20,841
Accreted Interest Income on Investments in Securities	(63,232)	(69,258)
Equity in Losses of Project Partnerships	516,833	731,859
Distributions Included in Other Income	(28,839)	0
Changes in Operating Assets and Liabilities:		
Increase in Payable to General Partners	58,672	49,602
Increase in Accounts Receivable	(24,220)	0
	-----	-----
Net Cash Used in Operating Activities	(376,253)	(295,144)
	-----	-----
Cash Flows from Investing Activities:		
Distributions Received from Project Partnerships	58,103	49,475
	-----	-----
Net Cash Provided by Investing Activities	58,103	49,475
	-----	-----
Decrease in Cash and Cash Equivalents	(318,150)	(245,669)
Cash and Cash Equivalents at Beginning of Period	1,616,838	1,610,521
	-----	-----
Cash and Cash Equivalents at End of Period	\$ 1,298,688 =====	\$ 1,364,852 =====

See accompanying notes to financial statements.

GATEWAY TAX CREDIT FUND III LTD.
(A Florida Limited Partnership)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2003

NOTE 1 - ORGANIZATION:

Gateway Tax Credit Fund III Ltd. ("Gateway"), a Florida Limited Partnership, was formed October 17, 1991 under the laws of Florida. Gateway offered its limited partnership interests in Series. The first Series for Gateway is Series 7. Operations commenced on July 16, 1992 for Series 7, January 4, 1993 for Series 8, September 30, 1993 for Series 9, January 21, 1994 for Series 10 and April 29, 1994 for Series 11. Each Series invests, as a limited partner, in other limited partnerships ("Project Partnerships"), each of which owns and operates apartment complexes eligible for Low-Income Housing Tax Credits ("Tax Credits"), provided for in Section 42 of the Internal Revenue Code of 1986. Gateway will terminate on December 31, 2040 or sooner, in accordance with the terms of the Limited Partnership Agreement. As of December 31, 2003, Gateway had received capital contributions of \$1,000 from the General Partners and \$36,799,000 from the investor Limited Partners.

Raymond James Partners, Inc. and Raymond James Tax Credit Funds, Inc., wholly-owned subsidiaries of Raymond James Financial, Inc., are the General Partner and Managing General Partner, respectively. The Managing General Partner manages and controls the business of Gateway.

Gateway received capital contributions of \$10,395,000, \$9,980,000, \$6,254,000, \$5,043,000 and \$5,127,000 from the investor Limited Partners in Series 7, 8, 9, 10 and 11, respectively. Each Series will be treated as though it were a separate partnership, investing in a separate and distinct pool of Project Partnerships. Income or loss and all tax items from the Project Partnerships acquired by each Series will be specifically allocated among the limited partners of such Series.

Operating profits and losses, cash distributions from operations and Tax Credits from each Series are generally allocated 99% to the Limited Partners in that Series and 1% to the General Partners. Profit or loss and cash distributions from sales of property by each Series are allocated as formulated in the Limited Partnership Agreement.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES:

Basis of Accounting

Gateway utilizes an accrual basis of accounting whereby revenues are recognized as earned and expenses are recognized as obligations are incurred.

Gateway accounts for its investments as the limited partner in Project Partnerships ("Investments in Project Partnerships") using the equity method of accounting, because management believes that Gateway does not have a majority control of the major operating and financial policies of the Project Partnerships in which it invests, and reports the equity in losses of the Project Partnerships on a 3-month lag in the Statement of Operations. Under the equity method, the Investments in Project Partnerships initially include:

- 1) Gateway's capital contribution,
- 2) Acquisition fees paid to the General Partner for services rendered in selecting properties for acquisition, and
- 3) Acquisition expenses including legal fees, travel and other miscellaneous costs relating to acquiring properties.

Quarterly the Investments in Project Partnerships are increased or decreased as follows:

- 1) Increased for equity in income or decreased for equity in losses of the Project Partnerships,
- 2) Decreased for cash distributions received from the Project Partnerships, and
- 3) Decreased for the amortization of the acquisition fees and expenses.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (continued):

Amortization is calculated on a straight-line basis over 35 years, as this is the average estimated useful life of the underlying assets. The amortization is shown as amortization expense on the Statements of Operations.

Pursuant to the limited partnership agreements for the Project Partnerships, cash losses generated by the Project Partnerships are allocated to the general partners of those partnerships. In subsequent years, cash profits, if any, are first allocated to the general partners to the extent of the allocation of prior years' cash losses.

Since Gateway invests as a limited partner, and therefore is not obligated to fund losses or make additional capital contributions, it does not recognize losses from individual Project Partnerships to the extent that these losses would reduce the investment in those Project Partnerships below zero. The suspended losses will be used to offset future income from the individual Project Partnerships.

Gateway reviews its investment in the Project Partnerships to determine if there has been any permanent impairment whenever events or changes in circumstances indicate that the carrying amount of the investment may not be recoverable. If the sum of the expected future cash flows is less than the carrying amount of the investment, Gateway recognizes an impairment loss. No impairment loss has been recognized in the accompanying financial statements.

Gateway, as a limited partner in the Project Partnerships, is subject to risks inherent in the ownership of property which are beyond its control, such as fluctuations in occupancy rates and operating expenses, variations in rental schedules, proper maintenance and continued eligibility of tax credits. If the cost of operating a property exceeds the rental income earned thereon, Gateway may deem it in its best interest to voluntarily provide funds in order to protect its investment.

Cash and Cash Equivalents

It is Gateway's policy to include short-term investments with an original maturity of three months or less in Cash and Cash Equivalents. Short-term investments are comprised of money market mutual funds.

Concentrations of Credit Risk

Financial instruments which potentially subject Gateway to concentrations of credit risk consist of cash investments in a money market mutual fund that is a wholly-owned subsidiary of Raymond James Financial, Inc.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of estimates that affect certain reported amounts and disclosures. These estimates are based on management's knowledge and experience. Accordingly, actual results could differ from these estimates.

Investment in Securities

Effective April 1, 1994, Gateway adopted Statement of Financial Accounting Standards No. 115, Accounting for Certain Investments in Debt and Equity Securities ("FAS 115"). Under FAS 115, Gateway is required to categorize its debt securities as held-to-maturity, available-for-sale or trading securities, dependent upon Gateway's intent in holding the securities. Gateway's intent is to hold all of its debt securities (U. S. Treasury Security Strips) until maturity and to use these reserves to fund Gateway's ongoing operations. Interest income is recognized ratably on the U.S. Treasury Strips using the effective yield to maturity.

Receivable from Project Partnerships

Receivable from Project Partnerships represents amounts due to Gateway from Logan Heights for loans made to the property and expenses paid on behalf of the property.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (continued):

Income Taxes

No provision for income taxes has been made in these financial statements, as income taxes are a liability of the partners rather than of Gateway.

Basis of Preparation

The unaudited financial statements presented herein have been prepared in accordance with the instructions to Form 10-Q and do not include all of the information and note disclosures required by generally accepted accounting principles. These statements should be read in conjunction with the financial statements and notes thereto included with the Partnership's Form 10-K for the year ended March 31, 2003. In the opinion of management these financial statements include adjustments, consisting only of normal recurring adjustments, necessary to fairly summarize the Partnership's financial position and results of operations. The results of operations for the periods may not be indicative of the results to be expected for the year.

Recent Accounting Pronouncements

In August 2001, the Financial Accounting Standards Board issued SFAS No. 144, "Accounting for the Impairment or Disposal of Long-Lived Assets". SFAS No. 144 provides accounting guidance for financial accounting and reporting for the impairment or disposal of long-lived assets. SFAS No. 144 supersedes SFAS No. 121, "Accounting for the Impairment of Long-Lived Assets and for Long-Lived Assets to be Disposed Of". SFAS No. 144 is effective for fiscal years beginning after December 15, 2001. The Partnership adopted SFAS No. 144 effective January 1, 2002. The adoption did not have an effect on the financial position or results of operations of the Partnership.

In January 2003, the FASB issued FASB Interpretation No. 46 ("FIN46"), "Consolidation of Variable Interest Entities, an Interpretation of ARB No. 51." FIN46 requires certain variable interest entities to be consolidated by the primary beneficiary of the entity if the equity investors in the entity do not have the characteristics of a controlling financial interest or do not have sufficient equity at risk for the entity to finance its activities without additional subordinated financial support from other parties. FIN46 is effective for all new variable interest entities created or acquired after January 31, 2003. For variable interest entities created or acquired prior to February 1, 2003, the provisions of FIN46 must be applied for the first interim or annual period ending after March 15, 2004. The Partnership is currently evaluating the effect, if any, that the adoption of FIN46 will have on its results of operations and financial condition.

NOTE 3 - INVESTMENT IN SECURITIES:

The December 31, 2003 Balance Sheet includes Investment in Securities consisting of U.S. Treasury Security Strips which represents their cost, plus accreted interest income of \$192,950 for Series 7, \$169,483 for Series 8, \$100,542 for Series 9, \$91,282 for Series 10 and \$105,714 for Series 11.

	Estimated Market Value	Cost Plus Accreted Interest	Gross Unrealized Gains and (Losses)
	-----	-----	-----
Series 7	\$ 363,758	\$ 328,319	\$ 35,439
Series 8	341,800	310,684	31,116
Series 9	233,818	213,350	20,468
Series 10	208,053	185,299	22,754
Series 11	240,855	210,039	30,816

As of December 31, 2003, the cost and accreted interest of debt securities by contractual maturities is as follows:

NOTE 3 - INVESTMENT IN SECURITIES (Continued):

	Series 7	Series 8	Series 9
	-----	-----	-----
Due within 1 year	\$ 67,602	\$ 62,609	\$ 36,772
After 1 year through 5 years	197,306	186,649	107,942
After 5 years through 10 years	63,411	61,426	68,636
Total Amount Carried on	-----	-----	-----
Balance Sheet	\$ 328,319	\$ 310,684	\$ 213,350
	=====	=====	=====
	Series 10	Series 11	Total
	-----	-----	-----
Due within 1 year	\$ 28,000	\$ 31,798	\$ 226,781
After 1 year through 5 years	80,147	92,495	664,539
After 5 years through 10 years	77,152	85,746	356,371
Total Amount Carried on	-----	-----	-----
Balance Sheet	\$ 185,299	\$ 210,039	\$1,247,691
	=====	=====	=====

NOTE 4 - RELATED PARTY TRANSACTIONS:

The Payable to General Partners primarily represents the asset management fees owed to the General Partners at the end of the period. It is unsecured, due on demand and, in accordance with the limited partnership agreement, non-interest bearing. Within the next 12 months, the Managing General Partner does not intend to demand payment on the portion of Asset Management Fees payable classified as long-term on the Balance Sheet.

For the nine months ended December 31, 2003 and 2002 the General Partners and affiliates are entitled to compensation and reimbursement for costs and expenses incurred by Gateway as follows:

Asset Management Fee - The Managing General Partner is entitled to receive an annual asset management fee equal to the greater of (i) \$2,000 for each limited partnership in which Gateway invests, or (ii) 0.275% of Gateway's gross proceeds from the sale of limited partnership interests. In either event (i) or (ii), the maximum amount may not exceed 0.2% of the aggregate cost (Gateway's capital contribution plus Gateway's share of the Properties' mortgage) of Gateway's interest in properties owned by the Project Partnerships. The asset management fee will be paid only after all other expenses of Gateway have been paid. These fees are included in the Statement of Operations.

	2003	2002
	-----	-----
Series 7	\$ 65,313	\$ 65,547
Series 8	68,046	68,274
Series 9	37,398	37,521
Series 10	25,509	25,587
Series 11	21,390	21,576
	-----	-----
Total	\$217,656	\$218,505
	=====	=====

General and Administrative Expenses - The Managing General Partner is reimbursed for general and administrative expenses of Gateway on an accountable basis. This expense is included in the Statement of Operations.

Series 7	\$ 44,683	\$ 26,316
Series 8	49,265	29,016
Series 9	27,497	16,195
Series 10	17,186	10,121
Series 11	13,749	8,097
	-----	-----
Total	\$ 152,380	\$ 89,745
	=====	=====

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS:

As of December 31, 2003, the Partnership had acquired a 99% interest in the profits, losses and tax credits as a limited partner in 39 Project Partnerships which own and operate government assisted multi-family housing complexes. Cash flows from operations are allocated according to each Partnership agreement. Upon dissolution proceeds will be distributed according to each Partnership agreement.

The following is a summary of Investments in Project Partnerships as of:

SERIES 7	DECEMBER 31, 2003 -----	MARCH 31, 2003 -----
Capital Contributions to Project Partnerships and purchase price paid for limited partner interests in Project Partnerships	\$ 7,732,089	\$ 7,732,089
Cumulative equity in losses of Project Partnerships (1)	(6,951,423)	(6,862,243)
Cumulative distributions received from Project Partnerships	(211,737) -----	(204,444) -----
Investment in Project Partnerships before adjustment	568,929	665,402
Excess of investment cost over the underlying assets acquired:		
Acquisition fees and expenses	793,335	793,335
Accumulated amortization of acquisition fees and expenses	(184,886) -----	(179,903) -----
Investments in Project Partnerships	\$ 1,177,378 =====	\$ 1,278,834 =====

(1) In accordance with the Partnership's accounting policy to not carry Investments in Project Partnerships below zero, cumulative suspended losses of \$3,169,446 for the period ended December 31, 2003 and cumulative suspended losses of \$2,658,435 for the year ended March 31, 2003 are not included.

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

As of December 31, 2003, the Partnership had acquired a 99% interest in the profits, losses and tax credits as a limited partner in 43 Project Partnerships which own and operate government assisted multi-family housing complexes. Cash flows from operations are allocated according to each Partnership agreement. Upon dissolution proceeds will be distributed according to each Partnership agreement.

The following is a summary of Investments in Project Partnerships as of:

SERIES 8	DECEMBER 31, 2003 -----	MARCH 31, 2003 -----
Capital Contributions to Project Partnerships and purchase price paid for limited partner interests in Project Partnerships	\$ 7,586,105	\$ 7,586,105
Cumulative equity in losses of Project Partnerships (1)	(7,360,793)	(7,303,925)
Cumulative distributions received from Project Partnerships	(159,925) -----	(158,899) -----
Investment in Project Partnerships before adjustment	65,387	123,281
Excess of investment cost over the underlying assets acquired:		
Acquisition fees and expenses	549,773	549,773
Accumulated amortization of acquisition fees and expenses	(115,128) -----	(112,823) -----
Investments in Project Partnerships	\$ 500,032 =====	\$ 560,231 =====

(1) In accordance with the Partnership's accounting policy to not carry Investments in Project Partnerships below zero, cumulative suspended losses of \$3,628,709 for the period ended December 31, 2003 and cumulative suspended losses of \$3,065,413 for the year ended March 31, 2003 are not included.

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

As of December 31, 2003, the Partnership had acquired a 99% interest in the profits, losses and tax credits as a limited partner in 24 Project Partnerships which own and operate government assisted multi-family housing complexes. Cash flows from operations are allocated according to each Partnership agreement. Upon dissolution proceeds will be distributed according to each Partnership agreement.

The following is a summary of Investments in Project Partnerships as of:

SERIES 9	DECEMBER 31, 2003 -----	MARCH 31, 2003 -----
Capital Contributions to Project Partnerships and purchase price paid for limited partner interests in Project Partnerships	\$ 4,914,116	\$ 4,914,116
Cumulative equity in losses of Project Partnerships (1)	(3,926,705)	(3,770,400)
Cumulative distributions received from Project Partnerships	(127,558) -----	(122,154) -----
Investment in Project Partnerships before adjustment	859,853	1,021,562
Excess of investment cost over the underlying assets acquired:		
Acquisition fees and expenses	244,087	244,087
Accumulated amortization of acquisition fees and expenses	(56,030) -----	(53,716) -----
Investments in Project Partnerships	\$ 1,047,910 =====	\$ 1,211,933 =====

(1) In accordance with the Partnership's accounting policy to not carry Investments in Project Partnerships below zero, cumulative suspended losses of \$1,114,752 for the period ended December 31, 2003 and cumulative suspended losses of \$925,614 for the year ended March 31, 2003 are not included.

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

As of December 31, 2003, the Partnership had acquired a 99% interest in the profits, losses and tax credits as a limited partner in 15 Project Partnerships which own and operate government assisted multi-family housing complexes. Cash flows from operations are allocated according to each Partnership agreement. Upon dissolution proceeds will be distributed according to each Partnership agreement.

The following is a summary of Investments in Project Partnerships as of:

SERIES 10	DECEMBER 31, 2003 -----	MARCH 31, 2003 -----
Capital Contributions to Project Partnerships and purchase price paid for limited partner interests in Project Partnerships	\$ 3,914,672	\$ 3,914,672
Cumulative equity in losses of Project Partnerships (1)	(2,038,227)	(1,898,143)
Cumulative distributions received from Project Partnerships	(161,797) -----	(148,645) -----
Investment in Project Partnerships before adjustment	1,714,648	1,867,884
Excess of investment cost over the underlying assets acquired:		
Acquisition fees and expenses	196,738	196,738
Accumulated amortization of acquisition fees and expenses	(53,318) -----	(49,880) -----
Investments in Project Partnerships	\$ 1,858,068 =====	\$ 2,014,742 =====

(1) In accordance with the Partnership's accounting policy to not carry Investments in Project Partnerships below zero, cumulative suspended losses of \$113,095 for the period ended December 31, 2003 and cumulative suspended losses of \$94,384 for the year ended March 31, 2003 are not included.

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

As of December 31, 2003, the Partnership had acquired a 99% interest in the profits, losses and tax credits as a limited partner in 12 Project Partnerships which own and operate government assisted multi-family housing complexes. Cash flows from operations are allocated according to each Partnership agreement. Upon dissolution proceeds will be distributed according to each Partnership agreement.

The following is a summary of Investments in Project Partnerships as of:

SERIES 11	DECEMBER 31, 2003 -----	MARCH 31, 2003 -----
Capital Contributions to Project Partnerships and purchase price paid for limited partner interests in Project Partnerships	\$ 4,128,042	\$ 4,128,042
Cumulative equity in losses of Project Partnerships	(1,367,780)	(1,293,389)
Cumulative distributions received from Project Partnerships	(145,315)	(142,928)
Investment in Project Partnerships before adjustment	2,614,947	2,691,725
Excess of investment cost over the underlying assets acquired:		
Acquisition fees and expenses	290,335	290,335
Accumulated amortization of acquisition fees and expenses	(72,983)	(67,930)
Investments in Project Partnerships	<u>\$ 2,832,299</u>	<u>\$ 2,914,130</u>

(1) In accordance with the Partnership's accounting policy to not carry Investments in Project Partnerships below zero, cumulative suspended losses of \$144,936 for the period ended December 31, 2003 and cumulative suspended losses of \$40,610 for the year ended March 31, 2003 are not included.

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

The following is a summary of Investments in Project Partnerships as of:

TOTAL SERIES 7 - 11	DECEMBER 31, 2003 -----	MARCH 31, 2003 -----
Capital Contributions to Project Partnerships and purchase price paid for limited partner interests in Project Partnerships	\$28,275,024	\$28,275,024
Cumulative equity in losses of Project Partnerships	(21,644,928)	(21,128,100)
Cumulative distributions received from Project Partnerships	(806,332)	(777,070)
	-----	-----
Investment in Project Partnerships before adjustment	5,823,764	6,369,854
Excess of investment cost over the underlying assets acquired:		
Acquisition fees and expenses	2,074,268	2,074,268
Accumulated amortization of acquisition fees and expenses	(482,345)	(464,252)
	-----	-----
Investments in Project Partnerships	\$ 7,415,687 =====	\$ 7,979,870 =====

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

In accordance with the Partnership's policy of presenting the financial information of the Project Partnerships on a three month lag, below is the summarized financial information for the Series' Project Partnerships as of September 30, of each year:

SERIES 7	2003 ----	2002 ----
SUMMARIZED BALANCE SHEETS		
Assets:		
Current assets	\$ 3,851,489	\$ 3,744,201
Investment properties, net	30,086,385	31,376,417
Other assets	19,599	11,522
	-----	-----
Total assets	\$33,957,473	\$35,132,140
	=====	=====
Liabilities and Partners' Equity:		
Current liabilities	\$ 814,567	\$ 788,127
Long-term debt	36,063,490	36,330,807
	-----	-----
Total liabilities	36,878,057	37,118,934
	-----	-----
Partners' equity (deficit)		
Limited Partner	(2,704,179)	(1,815,165)
General Partners	(216,405)	(171,629)
	-----	-----
Total Partners' equity	(2,920,584)	(1,986,794)
	-----	-----
Total liabilities and partners' equity	\$33,957,473	\$35,132,140
	=====	=====
SUMMARIZED STATEMENTS OF OPERATIONS		
Rental and other income	\$ 3,485,254	\$ 3,351,365
Expenses:		
Operating expenses	2,375,028	2,236,027
Interest expense	616,538	629,966
Depreciation and amortization	1,099,942	1,093,472
	-----	-----
Total expenses	4,091,508	3,959,465
	-----	-----
Net loss	\$ (606,254)	\$ (608,100)
	=====	=====
Other partners' share of net loss	\$ (6,063)	\$ (6,081)
	=====	=====
Partnerships' share of net loss	\$ (600,191)	\$ (602,019)
Suspended losses	511,011	484,032
	-----	-----
Equity in Losses of Project Partnerships	\$ (89,180)	\$ (117,987)
	=====	=====

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

In accordance with the Partnership's policy of presenting the financial information of the Project Partnerships on a three month lag, below is the summarized financial information for the Series' Project Partnerships as of September 30, of each year:

SERIES 8	2003 ----	2002 ----
SUMMARIZED BALANCE SHEETS		
Assets:		
Current assets	\$ 3,509,600	\$ 3,385,652
Investment properties, net	31,663,436	33,106,083
Other assets	75,307	28,300
	-----	-----
Total assets	\$35,248,343	\$36,520,035
	=====	=====
Liabilities and Partners' Equity:		
Current liabilities	\$ 1,061,467	\$ 1,120,369
Long-term debt	38,086,148	38,315,190
	-----	-----
Total liabilities	39,147,615	39,435,559
	-----	-----
Partners' equity (deficit)		
Limited Partner	(3,380,219)	(2,438,650)
General Partners	(519,053)	(476,874)
	-----	-----
Total Partners' equity (deficit)	(3,899,272)	(2,915,524)
	-----	-----
Total liabilities and partners' equity	\$35,248,343	\$36,520,035
	=====	=====
SUMMARIZED STATEMENTS OF OPERATIONS		
Rental and other income	\$ 3,446,687	\$ 3,353,502
Expenses:		
Operating expenses	2,232,870	2,200,750
Interest expense	658,793	667,457
Depreciation and amortization	1,183,569	1,141,649
	-----	-----
Total expenses	4,075,232	4,009,856
	-----	-----
Net loss	\$ (628,545)	\$ (656,354)
	=====	=====
Other partners' share of net loss	\$ (8,382)	\$ (8,463)
	=====	=====
Partnerships' share of net loss	\$ (620,163)	\$ (647,891)
Suspended losses	563,296	544,973
	-----	-----
Equity in Losses of Project Partnerships	\$ (56,867)	\$ (102,918)
	=====	=====

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

In accordance with the Partnership's policy of presenting the financial information of the Project Partnerships on a three month lag, below is the summarized financial information for the Series' Project Partnerships as of September 30, of each year:

SERIES 9	2003	2002
	----	----
SUMMARIZED BALANCE SHEETS		
Assets:		
Current assets	\$ 1,827,766	\$ 1,780,557
Investment properties, net	18,096,688	18,828,554
Other assets	3,573	7,839
	-----	-----
Total assets	\$19,928,027	\$20,616,950
	=====	=====
Liabilities and Partners' Equity:		
Current liabilities	\$ 270,446	\$ 240,529
Long-term debt	20,187,089	20,315,565
	-----	-----
Total liabilities	20,457,535	20,556,094
	-----	-----
Partners' equity (deficit)		
Limited Partner	(285,411)	270,613
General Partners	(244,097)	(209,757)
	-----	-----
Total Partners' equity	(529,508)	60,856
	-----	-----
Total liabilities and partners' equity	\$19,928,027	\$20,616,950
	=====	=====
SUMMARIZED STATEMENTS OF OPERATIONS		
Rental and other income	\$ 1,762,155	\$ 1,661,674
Expenses:	-----	-----
Operating expenses	1,140,548	1,126,737
Interest expense	346,043	352,549
Depreciation and amortization	624,500	615,523
	-----	-----
Total expenses	2,111,091	2,094,809
	-----	-----
Net loss	\$ (348,936)	\$ (433,135)
	=====	=====
Other partners' share of net loss	\$ (3,490)	\$ (4,331)
	=====	=====
Partnerships' share of net loss	\$ (345,446)	\$ (428,804)
Suspended losses	189,138	202,920
	-----	-----
Equity in Losses of Project Partnerships	\$ (156,308)	\$ (225,884)
	=====	=====

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

In accordance with the Partnership's policy of presenting the financial information of the Project Partnerships on a three month lag, below is the summarized financial information for the Series' Project Partnerships as of September 30, of each year:

SERIES 10	2003	2002
	----	----
SUMMARIZED BALANCE SHEETS		
Assets:		
Current assets	\$ 1,691,260	\$ 1,561,259
Investment properties, net	13,105,539	13,529,695
Other assets	9,112	2,948
	-----	-----
Total assets	\$14,805,911	\$15,093,902
	=====	=====
Liabilities and Partners' Equity:		
Current liabilities	\$ 288,543	\$ 193,159
Long-term debt	13,195,207	13,284,180
	-----	-----
Total liabilities	13,483,750	13,477,339
	-----	-----
Partners' equity (deficit)		
Limited Partner	1,613,946	1,859,069
General Partners	(291,785)	(242,506)
	-----	-----
Total Partners' equity	1,322,161	1,616,563
	-----	-----
Total liabilities and partners' equity	\$14,805,911	\$15,093,902
	=====	=====
SUMMARIZED STATEMENTS OF OPERATIONS		
Rental and other income	\$ 1,183,271	\$ 1,131,933
Expenses:		
Operating expenses	779,271	753,376
Interest expense	193,146	195,442
Depreciation and amortization	372,329	358,779
	-----	-----
Total expenses	1,344,746	1,307,597
	-----	-----
Net loss	\$ (161,475)	\$ (175,664)
	=====	=====
Other partners' share of net loss	\$ (2,679)	\$ (2,616)
	=====	=====
Partnerships' share of net loss	\$ (158,796)	\$ (173,048)
Suspended losses	18,711	39,478
	-----	-----
Equity in Losses of Project Partnerships	\$ (140,085)	\$ (133,570)
	=====	=====

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

In accordance with the Partnership's policy of presenting the financial information of the Project Partnerships on a three month lag, below is the summarized financial information for the Series' Project Partnerships as of September 30, of each year:

SERIES 11	2003	2002
	----	----
SUMMARIZED BALANCE SHEETS		
Assets:		
Current assets	\$ 1,287,516	\$ 1,285,272
Investment properties, net	11,322,260	11,746,898
Other assets	0	60,071
	-----	-----
Total assets	\$12,609,776	\$13,092,241
	=====	=====
Liabilities and Partners' Equity:		
Current liabilities	\$ 205,295	\$ 171,088
Long-term debt	10,128,122	10,349,141
	-----	-----
Total liabilities	10,333,417	10,520,229
	-----	-----
Partners' equity (deficit)		
Limited Partner	2,485,750	2,738,686
General Partners	(209,391)	(166,674)
	-----	-----
Total Partners' equity	2,276,359	2,572,012
	-----	-----
Total liabilities and partners' equity	\$12,609,776	\$13,092,241
	=====	=====
SUMMARIZED STATEMENTS OF OPERATIONS		
Rental and other income	\$ 1,122,516	\$ 1,118,361
Expenses:		
Operating expenses	750,730	702,492
Interest expense	175,354	184,830
Depreciation and amortization	386,514	392,591
	-----	-----
Total expenses	1,312,598	1,279,913
	-----	-----
Net loss	\$ (190,082)	\$ (161,552)
	=====	=====
Other partners' share of net loss	\$ (11,363)	\$ (10,052)
	=====	=====
Partnerships' share of net loss	\$ (178,719)	\$ (151,500)
Suspended losses	104,326	0
	-----	-----
Equity in Losses of Project Partnerships	\$ (74,393)	\$ (151,500)
	=====	=====

NOTE 5 - INVESTMENTS IN PROJECT PARTNERSHIPS (continued):

In accordance with the Partnership's policy of presenting the financial information of the Project Partnerships on a three month lag, below is the summarized financial information for the Series' Project Partnerships as of September 30, of each year:

TOTAL SERIES 7 - 11	2003 ----	2002 ----
SUMMARIZED BALANCE SHEETS		
Assets:		
Current assets	\$ 12,167,631	\$ 11,756,941
Investment properties, net	104,274,308	108,587,647
Other assets	107,591	110,680
	-----	-----
Total assets	\$116,549,530	\$120,455,268
	=====	=====
Liabilities and Partners' Equity:		
Current liabilities	\$ 2,640,318	\$ 2,513,272
Long-term debt	117,660,056	118,594,883
	-----	-----
Total liabilities	120,300,374	121,108,155
	-----	-----
Partners' equity (deficit)		
Limited Partner	(2,270,113)	614,553
General Partners	(1,480,731)	(1,267,440)
	-----	-----
Total Partners' equity (deficit)	(3,750,844)	(652,887)
	-----	-----
Total liabilities and partners' equity	\$116,549,530	\$120,455,268
	=====	=====
SUMMARIZED STATEMENTS OF OPERATIONS		
Rental and other income	\$ 10,999,883	\$ 10,616,835
Expenses:	-----	-----
Operating expenses	7,278,447	7,019,382
Interest expense	1,989,874	2,030,244
Depreciation and amortization	3,666,854	3,602,014
	-----	-----
Total expenses	12,935,175	12,651,640
	-----	-----
Net loss	\$ (1,935,292)	\$ (2,034,805)
	=====	=====
Other partners' share of net loss	\$ (31,977)	\$ (31,543)
	=====	=====
Partnerships' share of net loss	\$ (1,903,315)	\$ (2,003,262)
Suspended losses	1,386,482	1,271,403
	-----	-----
Equity in Losses of Project Partnerships	\$ (516,833)	\$ (731,859)
	=====	=====

Item 4. Controls and Procedures:

Within 90 days prior to the filing of this report, under the supervision and with the participation of the Partnership's management, including the Partnership's chief executive and chief financial officers, an evaluation of the effectiveness of the Partnership's disclosure controls and procedures (as defined in Rule 13a-14(c) under the Securities and Exchange Act of 1934) was performed. Based on this evaluation, such officers have concluded that the Partnership's disclosure controls and procedures were effective as of the date of that evaluation in alerting them in a timely manner to material information relating to the Partnership required to be included in this report and the Partnership's other reports that it files or submits under the Securities Exchange Act of 1934. There were no significant changes in the Partnership's internal controls or in other factors that could significantly affect these controls subsequent to the date of their evaluation.

Item 7. Management's Discussion and Analysis of Financial Condition and Results of Operations

Results of Operations, Liquidity and Capital Resources

As disclosed on the statement of operations for each Series, except as described below, interest income is comparable for the nine and three months ended December 31, 2003 and December 31, 2002. Other income increased to \$9,061 for Series 7, \$12,073 for Series 8, \$3,038 for Series 9, \$1,500 for Series 10, and \$3,167 for Series 11 for the nine months ended December 31, 2003. These amounts consisted of distributions from Project Partnerships that were in excess of Gateway's investment in the partnership. The General and Administrative expenses - General Partner increased for the three and nine months ended December 31, 2003 due to higher administrative costs. General and Administrative - Other for the three and nine months ended December 31, 2003 are comparable to December 31, 2002. There were no unusual variations in the operating results between these two periods.

The capital resources of each Series are used to pay General and Administrative operating costs including personnel, supplies, data processing, travel and legal and accounting associated with the administration and monitoring of Gateway and the Project Partnerships. The capital resources are also used to pay the Asset Management Fee due the Managing General Partner, but only to the extent that Gateway's remaining resources are sufficient to fund Gateway's ongoing needs. (Payment of any Asset Management Fee unpaid at the time Gateway sells its interests in the Project Partnerships is subordinated to the investors' return of their original capital contribution.)

The sources of funds to pay the operating costs of each Series are short-term investments and interest earned thereon, the maturity of U.S. Treasury Security Strips ("Zero Coupon Treasuries") which were purchased with funds set aside for this purpose, and cash distributed to the Series from the operations of the Project Partnerships.

As of June 3, 2003, an affiliate of Gateway's Managing General Partner, Value Partners, Inc. became the general partner of Logan Heights, Ltd., a project partnership contained in Gateway III - Series 8.

Series 7 - Gateway closed this series on October 16, 1992 after receiving \$10,395,000 from 635 Limited Partner investors. Equity in Losses of Project Partnerships for the nine months ended December 31, 2003 decreased from \$117,987 for the nine months ended December 31, 2002 to \$89,180 as a result of an increase in suspended losses. In general, it is common in the real estate industry to experience losses for financial and tax reporting purposes because of the non-cash expenses of depreciation and amortization. As a result, management expects that this Series, as well as those described below, will report its equity in Project Partnerships as a loss for tax and financial reporting purposes. Overall, management believes the Project Partnerships are operating as expected and are generating tax credits which meet projections.

At December 31, 2003, the Series had \$294,280 of short-term investments (Cash and Cash Equivalents). It also had \$328,319 in Zero Coupon Treasuries with annual maturities providing \$68,000 in fiscal year 2004 increasing to \$86,000 in fiscal year 2008. Management believes the sources of funds are sufficient to meet current and ongoing operating costs for the foreseeable future, and to pay part of the Asset Management Fee.

As disclosed on the statement of cash flows, the Series had a net loss of \$189,285 for the nine months ended December 31, 2003. However, after adjusting for Equity in Losses of Project Partnerships of \$89,180 and the changes in operating assets and liabilities, net cash used in operating activities was \$112,082. Cash provided by investing activities totaled \$16,354 consisting of cash distributions from the Project Partnerships. There were no unusual events or trends to describe.

Series 8 - Gateway closed this Series on September 28, 1993 after receiving \$9,980,000 from 664 Limited Partner investors. Equity in Losses of Project Partnerships for the nine months ended December 31, 2003 decreased from \$102,918 for the nine months ended December 31, 2002 to \$56,867 as a result of an increase in rental revenue. At December 31, 2003, the Series had \$332,167 of short-term investments (Cash and Cash Equivalents). It also had \$310,684 in Zero Coupon Treasuries with annual maturities providing \$63,000 in fiscal year 2004 increasing to \$82,000 in fiscal year 2008. Management believes the sources of funds are sufficient to meet current and ongoing operating costs for the foreseeable future, and to pay part of the Asset Management Fee.

As disclosed on the statement of cash flows, the Series had a net loss of \$163,100 for the nine months ended December 31, 2003. However, after adjusting for Equity in Losses of Project Partnerships of \$56,867 and the changes in operating assets and liabilities, net cash used in operating activities was \$131,141. Cash provided by investing activities totaled \$13,102, consisting of cash distributions from the Project Partnerships. There were no unusual events or trends to describe.

Series 9 - Gateway closed this Series on December 31, 1993 after receiving \$6,254,000 from 406 Limited Partner investors. Equity in Losses of Project Partnerships for the nine months ended December 31, 2003 decreased from \$225,884 for the nine months ended December 31, 2002 to \$156,308 as a result of an increase in rental revenue. At December 31, 2003, the Series had \$224,120 of short-term investments (Cash and Cash Equivalents). It also had \$213,350 in Zero Coupon Treasuries with annual maturities providing \$37,000 in fiscal year 2004 increasing to \$47,000 in fiscal year 2009. Management believes the sources of funds are sufficient to meet current and ongoing operating costs for the foreseeable future, and to pay part of the Asset Management Fee.

As disclosed on the statement of cash flows, the Series had a net loss of \$217,499 for the nine months ended December 31, 2003. However, after adjusting for Equity in Losses of Project Partnerships of \$156,308 and the changes in operating assets and liabilities, net cash used in operating activities was \$44,806. Cash provided by investing activities totaled \$8,441, consisting of cash distributions from the Project Partnerships. There were no unusual events or trends to describe.

Series 10 - Gateway closed this Series on January 21, 1994 after receiving \$5,043,000 from 325 Limited Partner investors. Equity in Losses of Project Partnerships for the nine months ended December 31, 2003 increased from \$133,570 for the nine months ended December 31, 2002 to \$140,085 as a result of a decrease in suspended losses. At December 31, 2003, the Series had \$225,449 of short-term investments (Cash and Cash Equivalents). It also had \$185,299 in Zero Coupon Treasuries with annual maturities providing \$28,000 in fiscal year 2004 increasing to \$40,000 in fiscal year 2010. Management believes the sources of funds are sufficient to meet current and ongoing operating costs for the foreseeable future, and to pay part of the Asset Management Fee.

As disclosed on the statement of cash flows, the Series had a net loss of \$179,483 for the nine months ended December 31, 2003. However, after adjusting for Equity in Losses of Project Partnerships of \$140,085 and the changes in operating assets and liabilities, net cash used in operating activities was \$41,144. Cash provided by investing activities totaled \$14,652, consisting of cash distributions from the Project Partnerships. There were no unusual events or trends to describe.

Series 11 - Gateway closed this Series on April 29, 1994 after receiving \$5,127,000 from 330 Limited investors. Equity in losses of Project Partnerships for the nine months ended December 31, 2003 decreased from \$151,500 for the nine months ended December 31, 2002 to \$74,393 as a result of an increase in suspended losses. At December 31, 2003, the Series had \$222,672 of short-term investments (Cash and Cash Equivalents). It also had \$210,039 in Zero Coupon Treasuries with annual maturities providing \$32,000 in fiscal year 2004 increasing to \$44,000 in fiscal year 2010. Management believes the sources of funds are sufficient to meet current and ongoing operating costs for the foreseeable future, and to pay part of the Asset Management Fee.

As disclosed on the statement of cash flows, the Series had a net loss of \$104,184 for the nine months ended December 31, 2003. However, after adjusting for Equity in Losses of Project Partnerships of \$74,393 and the changes in operating assets and liabilities, net cash used in operating activities was \$47,080. Cash provided by investing activities totaled \$5,554, consisting of cash distributions from the Project Partnerships. There were no unusual events or trends to describe.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, this report has been signed by the following persons on behalf of the Registrant and in the capacities and on the dates indicated.

GATEWAY TAX CREDIT FUND III, LTD.
(A Florida Limited Partnership)
By: Raymond James Tax Credit Funds, Inc.

Date: February 13, 2004

By: /s/ Ronald M. Diner
Ronald M. Diner
President

Date: February 13, 2004

By: /s/ Sandra L. Furey
Sandra L. Furey
Secretary and Treasurer

Date: February 13, 2004

By: /s/ Carol Georges
Carol Georges
Vice President and Director of Accounting

CERTIFICATIONS*

I, Ron Diner, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Gateway Tax Credit Fund III, Ltd.;

2. Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report;

3. Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this quarterly report;

4. The registrant's other certifying officers and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and we have:

a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this quarterly report is being prepared;

b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and

c) presented in this quarterly report our conclusions about the effectiveness of the disclosure controls and procedures based on our evaluation as of the Evaluation Date;

5. The registrant's other certifying officers and I have disclosed, based on our most recent evaluation, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent function):

a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and

b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and

6. The registrant's other certifying officers and I have indicated in this quarterly report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Date: February 13, 2004

By: /s/ Ronald M. Diner
Ronald M. Diner
President

I, Carol Georges, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Gateway Tax Credit Fund III, Ltd.;

2. Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report;

3. Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this quarterly report;

4. The registrant's other certifying officers and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and we have:

a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this quarterly report is being prepared;

b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and

c) presented in this quarterly report our conclusions about the effectiveness of the disclosure controls and procedures based on our evaluation as of the Evaluation Date;

5. The registrant's other certifying officers and I have disclosed, based on our most recent evaluation, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent function):

a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and

b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and

6. The registrant's other certifying officers and I have indicated in this quarterly report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Date: February 13, 2004

By: /s/ Carol Georges
Carol Georges
Vice President and Director of Accounting
Secretary and Treasurer