

LIQUIDITY SERVICES INC

Form 4

April 06, 2011

FORM 4**UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

Check this box
if no longer
subject to
Section 16.
Form 4 or
Form 5
obligations
may continue.
See Instruction
1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF
SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
30(h) of the Investment Company Act of 1940

OMB APPROVAL

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(Print or Type Responses)

1. Name and Address of Reporting Person *
CLOUGH PHILLIP A

2. Issuer Name **and** Ticker or Trading
Symbol
LIQUIDITY SERVICES INC
[LQDT]

5. Relationship of Reporting Person(s) to
Issuer

(Check all applicable)

(Last) (First) (Middle)
400 EAST PRATT STREET, SUITE
910

3. Date of Earliest Transaction
(Month/Day/Year)
04/04/2011

☒ Director ☐ 10% Owner
☐ Officer (give title below) ☐ Other (specify below)

(Street)
BALTIMORE, MD 21202-3116

4. If Amendment, Date Original
Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check
Applicable Line)
☒ Form filed by One Reporting Person
☐ Form filed by More than One Reporting
Person

(City) (State) (Zip)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
			Code	V	Amount	(A) or (D)	Price			
Common Stock	04/04/2011		S ⁽¹⁾		6,031 ⁽²⁾	D	\$ 19.51	1,320,659 ⁽³⁾	I	See footnote ⁽⁴⁾
Common Stock	04/05/2011		S ⁽¹⁾		25,000 ⁽⁵⁾	D	\$ 19.5	1,295,659 ⁽⁶⁾	I	See footnote ⁽⁴⁾
Common Stock	04/06/2011		S ⁽¹⁾		7,118 ⁽⁷⁾	D	\$ 19.7	1,288,541 ⁽⁸⁾	I	See footnote ⁽⁴⁾
Common								17,740	D	

Stock

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Underlying Securities (Instr. 3 and 4)		8. Pri Deriv Secu (Instr
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	
Employee Stock Option	\$ 12.89					<u>(9)</u>	04/03/2016	Common Stock	20,000	
Employee Stock Option	\$ 14.75					<u>(10)</u>	10/02/2016	Common Stock	9,393	
Employee Stock Option	\$ 11.19					<u>(11)</u>	10/01/2017	Common Stock	8,560	
Employee Stock Option	\$ 11.66					<u>(12)</u>	06/03/2018	Common Stock	15,082	
Employee Stock Option	\$ 8.55					<u>(13)</u>	04/28/2019	Common Stock	21,086	
Employee Stock Option	\$ 10.7					<u>(14)</u>	02/01/2020	Common Stock	18,612	
Employee Stock Option	\$ 14.3					<u>(15)</u>	02/01/2021	Common Stock	15,012	
	\$ 14.3					(16)	02/01/2021		2,517	

Restricted
Stock
Grant

Common
Stock

Restricted
Stock
Grant

\$ 14.3

(17)

02/01/2021

Common
Stock

2,098

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
CLOUGH PHILLIP A 400 EAST PRATT STREET, SUITE 910 BALTIMORE, MD 21202-3116	X			

Signatures

/s/ James E. Williams, by power of
attorney

04/06/2011

__Signature of Reporting Person

Date

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

- (1) The transactions reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on December 10, 2010.

- (2) Consists of the following shares sold by the following entities: (a) 5,300 shares by ABS Capital Partners VI, LP ("ABS VI"), (b) 101 shares by ABS Capital Partners VI-A, LP ("ABS VI-A"), and (c) 630 shares by ABS Capital Partners VI Offshore, LP ("ABS Capital Partners VI Offshore" and together with ABS VI and ABS VI-A, the "ABS Entities"). ABS Partners VI, LLC is the general partner of the ABS Entities and has voting and dispositive powers over these shares. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.

- (3) Consists of the following shares held by the following entities: (a) 1,160,595 shares by ABS Capital Partners VI, LP ("ABS VI"), (b) 22,108 shares by ABS Capital Partners VI-A, LP ("ABS VI-A"), and (c) 137,956 shares by ABS Capital Partners VI Offshore, LP ("ABS Capital Partners VI Offshore" and together with ABS VI and ABS VI-A, the "ABS Entities"). ABS Partners VI, LLC is the general partner of the ABS Entities and has voting and dispositive powers over these shares. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.

- (4) Mr. Philip Clough is a managing member of ABS Partners VI, LLC, the general partner of the ABS Entities. Mr. Clough disclaims beneficial ownership of these shares except to the extent of his pecuniary interest. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.

- (5) Consists of the following shares sold by the following entities: (a) 21,970 shares by ABS Capital Partners VI, LP ("ABS VI"), (b) 418 shares by ABS Capital Partners VI-A, LP ("ABS VI-A"), and (c) 2,612 shares by ABS Capital Partners VI Offshore, LP ("ABS Capital Partners VI Offshore" and together with ABS VI and ABS VI-A, the "ABS Entities"). ABS Partners VI, LLC is the general partner of the ABS Entities and has voting and dispositive powers over these shares. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.

- (6) Consists of the following shares held by the following entities: (a) 1,138,625 shares by ABS Capital Partners VI, LP ("ABS VI"), (b) 21,690 shares by ABS Capital Partners VI-A, LP ("ABS VI-A"), and (c) 135,344 shares by ABS Capital Partners VI Offshore, LP ("ABS Capital Partners VI Offshore" and together with ABS VI and ABS VI-A, the "ABS Entities"). ABS Partners VI, LLC is the general partner of the ABS Entities and has voting and dispositive powers over these shares. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.

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Consists of the following shares sold by the following entities: (a) 6,255 shares by ABS Capital Partners VI, LP ("ABS VI"), (b) 119 shares by ABS Capital Partners VI-A, LP ("ABS VI-A"), and (c) 744 shares by ABS Capital Partners VI Offshore, LP ("ABS Capital Partners VI Offshore" and together with ABS VI and ABS VI-A, the "ABS Entities"). ABS Partners VI, LLC is the general partner of the ABS Entities and has voting and dispositive powers over these shares. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.

Consists of the following shares held by the following entities: (a) 1,132,370 shares by ABS Capital Partners VI, LP ("ABS VI"), (b) 21,571 shares by ABS Capital Partners VI-A, LP ("ABS VI-A"), and (c) 134,600 shares by ABS Capital Partners VI Offshore, LP

- (8) ("ABS Capital Partners VI Offshore" and together with ABS VI and ABS VI-A, the "ABS Entities"). ABS Partners VI, LLC is the general partner of the ABS Entities and has voting and dispositive powers over these shares. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.
- (9) These options became fully vested on April 3, 2008.
- (10) These options became fully vested on October 2, 2007.
- (11) These options became fully vested on October 1, 2008.
- (12) These options became fully vested on April 29, 2009.
- (13) These options became fully vested on February 18, 2010.
- (14) These options became fully vested on February 1, 2011.
- (15) These options have a one-year vesting period such that 100% of this option grant will vest on February 1, 2012.
- (16) These restricted shares have a one-year vesting period such that 100% of this restricted share grant will vest on February 1, 2012.
- (17) These restricted shares have a one-year vesting period such that 100% of this restricted share grant will vest on February 1, 2012.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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