

GROSS PATRICK W
Form 5
November 15, 2010

FORM 5

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

OMB APPROVAL

OMB Number: 3235-0362
Expires: January 31, 2005
Estimated average burden hours per response... 1.0

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).
Form 3 Holdings Reported Form 4 Transactions Reported

ANNUAL 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

1. Name and Address of Reporting Person *
GROSS PATRICK W

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)

3. Statement for Issuer's Fiscal Year Ended (Month/Day/Year)
09/30/2010

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

C/O LIQUIDITY SERVICES, INC., 1920 L STREET, N.W., 6TH FLOOR

(Street)

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

6. Individual or Joint/Group Reporting

(check applicable line)

WASHINGTON, DC 20036

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 at end of Issuer's Fiscal Year (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|--|--|-----------------------------------|
| | | | | (A) or (D) Price | | | |
| Common Stock | 12/18/2009 | | G | 1,000 D \$ 0 | 15,155 | D | |
| Common Stock | 12/22/2009 | | G | 2,500 D \$ 0 | 12,655 | D | |
| Common Stock | 12/22/2009 | | G | 2,500 D \$ 0 | 10,155 | D | |

Edgar Filing: GROSS PATRICK W - Form 5

| | | | | | | | | | |
|--------------|------------|---|---|-------|---|------|---------|---|------------------------------|
| Common Stock | 12/22/2009 | Â | G | 1,000 | D | \$ 0 | 9,155 | D | Â |
| Common Stock | 12/22/2009 | Â | G | 500 | D | \$ 0 | 8,655 | D | Â |
| Common Stock | Â | Â | Â | Â | Â | Â | 130,000 | I | By wife |
| Common Stock | Â | Â | Â | Â | Â | Â | 26,250 | I | By the Geoffrey Gross Trust |
| Common Stock | Â | Â | Â | Â | Â | Â | 26,250 | I | By the Stephanie Gross Trust |

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

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 2270
(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. Amount or Number of Shares |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|-------------------------------|
| Employee Stock Option | \$ 12.89 | Â | Â | Â | Â (A) | Â (1) 04/03/2016 | Common Stock | 20,000 |
| Employee Stock Option | \$ 14.75 | Â | Â | Â | Â (A) | Â (2) 10/02/2016 | Common Stock | 11,271 |
| Employee Stock Option | \$ 11.19 | Â | Â | Â | Â (A) | Â (3) 10/01/2017 | Common Stock | 10,272 |
| Employee Stock Option | \$ 11.66 | Â | Â | Â | Â (A) | Â (4) 06/03/2018 | Common Stock | 15,082 |
| Employee Stock | \$ 8.55 | Â | Â | Â | Â (A) | Â (5) 04/28/2019 | Common Stock | 21,086 |

| | | | | | | | | | | | |
|------------|---------|---|---|---|---|---|---|---|------------|--------|--------|
| Option | | | | | | | | | | | |
| Employee | | | | | | | | | | | |
| Stock | \$ 10.7 | Â | Â | Â | Â | Â | Â | Â | 02/01/2020 | Common | 18,612 |
| Option | | | | | | | | | | Stock | |
| Restricted | | | | | | | | | | | |
| Share | \$ 10.7 | Â | Â | Â | Â | Â | Â | Â | 02/01/2020 | Common | 3,364 |
| Grant | | | | | | | | | | Stock | |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|---|---------------|-----------|---------|-------|
| | Director | 10% Owner | Officer | Other |
| GROSS PATRICK W C/O LIQUIDITY SERVICES, INC. 1920 L STREET, N.W., 6TH FLOOR WASHINGTON, DC 20036 | Â X | Â | Â | Â |

Signatures

/s/ James E. Williams, by power of attorney
11/15/2010

__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) These options became fully vested on April 3, 2008.
- (2) These options became fully vested on October 2, 2007.
- (3) These options became fully vested on October 1, 2008.
- (4) These options became fully vested on June 3, 2009.
- (5) These options became fully vested on February 18, 2010.
- (6) These options have a one-year vesting period such that 100% of this option grant will vest on February 1, 2011.
- (7) These restricted shares have a one-year vesting period such that 100% of this restricted share grant will vest on February 1, 2011.

Note: File three copies of this Form, one of which must be manually signed. If space provided is insufficient, see Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.