FORM 5

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

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington,	D.C.	20549

ANNUAL STATEMENT OF CHANGES IN BENEFICIAL **OWNERSHIP**

OMB APPROVAL OMB Number: 3235-0362 Estimated average burden

Form 3	Holdings Rep	orted.			O	WNE	RSHIP				h	ours per r	esponse:	1.0	
_	Transactions I		Fil				ne Securities Exch				_				
1. Name ar		Reporting Person*		2. Issuer N	lame and	Ticker or	Trading Symbol			5. Relations (Check all a		-		Issuer Owner	
(Last) (First) (Middle) C/O LIQUIDITY SERVICES, INC. 1920 L STREET, N.W., 6TH FLOOR					3. Statement for Issuer's Fiscal Year Ended (Month/Day/Year)								(give title Other (specify below) an of the Board and CEO		
(Street) WASHIN	4. If Amend	Line) X Form filed									t/Group Filing (Check Applicable by One Reporting Person by More than One Reporting				
(City)	(Si		(Zip)												
1. Title of Se	ecurity (Instr. :		2. Transaction Date	2A. Deemed Execution Da	3. Ite, Tran	3. Transaction	ed, Disposed of, or Benefic 4. Securities Acquired (A) or Dispose Of (D) (Instr. 3, 4 and 5)			5. Amo	5. Amount of Securities Beneficially		rship I	7. Nature of ndirect	
			(Month/Day/Year)	if any (Month/Day/Y		Code (Instr. 8)	Amount	(A) or (D)	Price	Owned Issuer'	at end of s Fiscal estr. 3 and	Form: Direct (D) or Indirect (I) (Instr. 4)	ct (I)	Beneficial Ownership (Instr. 4)	
Common	Stock		09/13/2010			G	35,000	D	\$0	<u> </u>	5,527]	D		
Common	Stock									5,3	43,194		I .	By the William P. Angrick III Revocable Frust ⁽¹⁾	
Common	Stock									87	3,379		I :	By the William P. Angrick 2005 Frevocable Frust ⁽¹⁾	
Common	Stock									31	4,468		I .	By the Stephanie S. Angrick Revocable Frust ⁽²⁾	
Common	Stock									28	9,377		I :	By the Stephanie S. Angrick 2005 Trevocable Frust ⁽²⁾	
Common Stock								99),367		I (By the Stephanie S. Angrick 2005 Qualified Grantor Retained Annuity Frust ⁽²⁾			
		Ta	able II - Deriva (e.g., n				l, Disposed o				d				
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 Expira (Month	e Exercisable and tion Date n/Day/Year)	7. Title and Amount of Securities Underlying Derivative Secur (Instr. 3 and 4)		8. Price of Derivativ Security (Instr. 5)	e derivat Securit Benefic Owned Follow Report Transa	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)		ip of Indirect Seneficial Ownership (Instr. 4)	

1. Title of Derivative Security (Instr. 3) 1. Title of Conversion or Exercise Price of Derivative Security		3. Transaction	able II - Deriva (e.g., 3A. Deemed Execution Date, if any (Month/Day/Year)	tive Secu buts, calls 4. Transaction Code (Instr. 8)	(A) or Disposed of (D) (Instr. 3, 4 and 5)		quired, Disposed of S, Options, Convert Expiration Expiration Expiration Expiration Date (Month/Day/Year)		ible securities)		8. Price of Derivative Security (Instr. 5)		10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
Employee					(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Stock Grant	\$9.96						(3)	10/01/2019	Common Stock	26,334		26,334	D	
Employee Stock Option	\$9.96						(4)	10/01/2019	Common Stock	109,589		109,589	D	
Employee Stock Option	\$8.23						(5)	10/01/2018	Common Stock	80,000		80,000	D	
Employee Stock Option	\$12.02						(6)	10/01/2017	Common Stock	84,000		84,000	D	
Common Stock	\$17.63						(7)	09/21/2016	Common Stock	100,000		100,000	D	

Explanation of Responses:

- 1. These shares are held in a trust for the benefit of the reporting person. The reporting person disclaims beneficial ownership of these securities, and the filing of this report is not an admission that the reporting person is the beneficial owner of the securities for the purposes of Section 16 or for any other purpose.
- 2. These shares are held in a trust for the benefit of the reporting person's spouse, who is also trustee of the trust. The reporting person disclaims beneficial ownership of these securities, and the filing of this report is not an admission that the reporting person is the beneficial owner of the securities for the purposes of Section 16 or for any other purpose.
- 3. Twenty-five percent of this restricted share grant vested on October 1, 2010 and thereafter 1/4th of the restricted share grant will vest October 1 of each year for three years.
- 4. Twenty-five percent of this option grant vested on October 1, 2010 and thereafter 1/48th of the option grant will vest each month for thirty-six months.
- 5. Twenty-five percent of this option grant vested on October 1, 2009 and thereafter 1/48th of the option grant will vest each month for thirty-six months.
- 6. Twenty-five percent of this option grant vested on October 1, 2008 and thereafter 1/48th of the option grant will vest each month for thirty-six months.
- 7. These options became fully vested on September 21, 2010.

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

11/15/2010

** Signature of Reporting Person Date

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

- * 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).

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

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 Number.