

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

OMB APPROVAL	
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Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* <u>Dudley Gardner H</u> (Last) (First) (Middle) C/O LIQUIDITY SERVICES, INC. 1920 L STREET, N.W., 6TH FLOOR (Street) WASHINGTON DC 20036 (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) 09/29/2014	3. Issuer Name and Ticker or Trading Symbol <u>LIQUIDITY SERVICES INC [LQDT]</u> 4. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>Pres, Capital Assets Group</u>	5. If Amendment, Date of Original Filed (Month/Day/Year) 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person
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Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
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Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)		4. Conversion or Exercise Price of Derivative Security	5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares			
Employee Stock Grant	(1)	06/16/2020	Common Stock	1,500	13.35	D	
Employee Stock Option	(2)	06/16/2020	Common Stock	3,188	13.35	D	
Employee Stock Option	(3)	06/16/2020	Common Stock	2,550	13.35	D	
Employee Stock Grant	(4)	11/30/2020	Common Stock	2,211	15.47	D	
Employee Stock Grant	(5)	11/22/2021	Common Stock	1,145	31.37	D	
Employee Stock Grant	(6)	11/16/2022	Common Stock	1,250	38.09	D	
Employee Stock Grant	(7)	11/16/2022	Common Stock	2,500	38.09	D	
Employee Stock Grant	(8)	11/27/2023	Common Stock	1,246	21.99	D	
Employee Stock Grant	(9)	11/27/2023	Common Stock	1,661	21.99	D	
Employee Stock Option	(10)	11/27/2023	Common Stock	3,519	21.99	D	
Employee Stock Option	(11)	11/27/2023	Common Stock	3,519	21.99	D	
Employee Stock Grant	(12)	05/14/2024	Common Stock	22,108	13.57	D	

Explanation of Responses:

1. These restricted shares will vest, if at all, based on the Issuer's achievement of certain financial milestones.
2. These options became fully vested on June 1, 2014.
3. This option becomes exercisable, if at all, based on the Issuer's achievement of certain financial milestones.
4. These restricted shares will vest, if at all, based on the Issuer's achievement of certain financial milestones.
5. Twenty-five percent of this restricted stock grant vested on October 1, 2012 and thereafter 1/4th of the restricted stock grant will vest on October 1 of each year for three years.
6. Twenty-five percent of this restricted stock grant vested on October 1, 2013 and thereafter 1/4th of the restricted stock grant will vest on October 1 of each year for three years.
7. These restricted shares will vest, if at all, based on the Issuer's achievement of certain financial milestones.
8. Twenty-five percent of this restricted stock grant vested on October 1, 2014 and thereafter 1/4th of the restricted stock grant will vest on October 1 of each year for three years.
9. These restricted shares will vest, if at all, based on the Issuer's achievement of certain financial milestones.
10. Twenty-five percent of this option grant vested on October 1, 2014 and thereafter 1/48th of the option grant will vest each month for thirty-six months.
11. This option becomes exercisable, if at all, based on the Issuer's achievement of certain financial milestones.
12. Twenty-five percent of this restricted stock grant vested on April 1, 2015 and thereafter 1/4th of the restricted stock grant will vest on April 1 of each year for three years.

Remarks:

No non-derivative securities are beneficially owned.

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

10/08/2014

** 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 5 (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.