| SEC | Form | 4 |
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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 biligations may continue. <i>See</i> nstruction 1(b). |
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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

| OMB APPROVAL | | | | | | | | |
|--------------------------|-----------|--|--|--|--|--|--|--|
| OMB Number: | 3235-0287 | | | | | | | |
| Estimated average burden | | | | | | | | |
| hours per response: 0. | | | | | | | | |

| 1. Name and Address of Reporting Person* Mateus-Tique Jaime | | n* | 2. Issuer Name and Ticker or Trading Symbol <u>LIQUIDITY SERVICES INC</u> [LQDT] | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) | | | | | |
|--|---------|-------|--|--|--|-------------|---|--|--|
| (Last) (First) (Middle) | | 2. | 3. Date of Earliest Transaction (Month/Day/Year) 07/30/2009 | X X | Director Officer (give title below) President and C | x nief C | 10% Owner Other (specify below) Op Officer | | |
| (Street) WASHINGTON | | 20036 | 4. If Amendment, Date of Original Filed (Month/Day/Year) | 6. Indiv Line) X | idual or Joint/Group | Report | ing Person | | |
| (City) | (State) | (Zip) | | | Form filed by More Person | than C | One Reporting | | |

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

| Table 1 - Non-Derivative Securities Acquired, Disposed of, or Denencially 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) | | | | | 5. Amount of Securities Beneficially Owned Following Reported | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership | |
| | | | Code | v | Amount | (A) or (D) | Price | Transaction(s) (Instr. 3 and 4) | | (Instr. 4) | |
| Common Stock | 07/30/2009 | | S ⁽¹⁾ | | 8,000 | D | \$11.39 | 2,485,375 ⁽²⁾ | D | | |
| Common Stock | 07/31/2009 | | S ⁽¹⁾ | | 8,000 | D | \$11.42 | 2,477,375 ⁽²⁾ | D | | |
| Common Stock | 08/03/2009 | | S ⁽¹⁾ | | 8,000 | D | \$11.53 | 2,469,375 ⁽²⁾ | D | | |
| Common Stock | | | | | | | | 359,000 | I | By the Em El 2007 Irrevocable Trust | |
| Common Stock | | | | | | | | 257,311 | I | By the Jaime Mateus- Tique 2005 Qualified Grantor Retained Annuity Trust | |
| Common Stock | | | | | | | | 32,400 | I | By the Mateus- Tique Foundation | |

| | 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. Transa Code (8) | | of | | 6. Date Exercisable and Expiration Date (Month/Day/Year) | | of Securities | | 8. Price of Derivative Security (Instr. 5) | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4) | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
| | | | | Code | v | (A) | (D) | Date Exercisable | Expiration Date | Title | Amount or Number of Shares | | | | |
| Employee Stock Option | \$12.02 | | | | | | | (3) | 10/01/2017 | Common Stock | 76,000 | | 76,000 | D | |
| Employee Stock Option | \$17.63 | | | | | | | (4) | 09/21/2016 | Common Stock | 75,000 | | 75,000 | D | |
| Employee Stock Option | \$7 | | | | | | | (5) | 12/21/2015 | Common Stock | 30,000 | | 30,000 | D | |

Explanation of Responses:

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 12, 2006.

2. Includes 10,000 shares of restricted stock that vest on September 30, 2009. These restricted shares were reported in Table II of the Form 4 filed on behalf of the reporting person on December 31, 2008.

3. 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.

4. Twenty-five percent of this option grant vested on September 21, 2007, and thereafter 1/48th of the option grant will vest each month for thirty-six months.

5. This option became fully vested on April 19, 2006.

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

08/03/2009

** 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.