FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

l	OMB APPROVAL								
	OMB Number:	3235-0287							
l	Estimated average burd	en							
	hours per response:	0.5							

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

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*  Mateus-Tique Jaime						2. Issuer Name and Ticker or Trading Symbol LIQUIDITY SERVICES INC [ LQDT ]									Relationship of Reporting Person(s) to Issuer (Check all applicable)     X Director X 10% Owner						
(Last) (First) (Middle) C/O LIQUIDITY SERVICES, INC. 1920 L STREET, N.W., 6TH FLOOR					01/	3. Date of Earliest Transaction (Month/Day/Year) 01/31/2007									Officer (give title Other (specify below) below)  President and Chief Op Officer						
(Street) WASHINGTON DC 20036					-   4. l	4. If Amendment, Date of Original Filed (Month/Day/Year)									Individual or Joint/Group Filing (Check Applicable Line)     X Form filed by One Reporting Person     Form filed by More than One Reporting						
(City)	(S	tate)	(Zip)												Persor	1					
		Tab	le I - N	on-Deri	vative	e Sec	curiti	es Ac	quire	d, Di	sposed (	of, or Be	enefic	ially	y Owned	i					
Di				Date	2. Transaction Date (Month/Day/Year)		2A. Deemed Execution Date, if any (Month/Day/Year)				4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4 5)		d (A) or r. 3, 4 an	s 5. Amoun Securities Beneficia Owned Fo Reported		у	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature Indirect Beneficial Ownershi	u	
				Code					v	Amount	(A) or (D)	Price		Transactio (Instr. 3 an	n(s) d 4)			(Instr. 4)			
Common Stock 01/3:					2007				S <sup>(1)</sup>		3,000	D	\$1	9	3,098,708		D				
Common Stock 02/0					2007				S <sup>(1)</sup>		3,000	D	\$19.	75	3,095,708		D				
Common Stock				02/02/2007					S <sup>(1)</sup>		3,000	D	\$19.	36	3,092,708		D				
Common Stock															700,C	000	1	I	By the Jaime Mateus- Tique 20 Qualifie Grantor Retained Annuity Trust	:005 ed :	
Common Stock															35,000		I		By the Mateus- Tique Foundat		
		Т	able II	- Deriva	ative S	Secu	ırities	S Acq	uired,	Dis <sub>l</sub>	posed of converti	, or Ben	eficia	ally (	Owned						
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	e (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year		4. Transac Code (Ir		5. Number			Exerci	sable and te	7. Title and Amor of Securities Underlying Derivative Secur (Instr. 3 and 4)		nt 8. Price of Derivative Security		9. Number of the second of the	ve ies ially ng ed ction(s)	10. Owners! Form: Direct (I or Indire (I) (Instr.	nip of Ind Bene O) Owner ct (Insti	lature direct eficial ership r. 4)	
					Code	v	(A)		Date Exercisa		Expiration Date	Title	Amou or Numb of Share	er							
Emloyee Stock Option	\$17.63								(2)		09/21/2016	Common Stock	75,00	00	75,		,000 D				
Employee Stock Option	\$7								(3)		12/21/2015	Common Stock	60,00	00		60,000		D			
					_	_						_			_					$\overline{}$	

## **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. Twenty-five percent of this option grant will vest on 9/21/2007, and thereafter, 1/48th of the option grant will vest each month for thirty-six months.
- 3. The option becomes vested and exercisable, if at all, in 25% increments if the average closing price of the Company's common stock during any twenty consecutive trading day period is \$9.00, \$10.00, \$11.00 and \$12.00, respectively.

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

02/02/2007

\*\* 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.