

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

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

OMB APPROVAL	
OMB Number:	3235-0287
Estimated average burden hours per response:	0.5

1. Name and Address of Reporting Person* <u>ABS PARTNERS IV LLC</u>  (Last) (First) (Middle) <u>400 EAST PRATT STREET</u> <u>SUITE 910</u>  (Street) <u>BALTIMORE MD 21202-3116</u>  (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>LIQUIDITY SERVICES INC [ LQDT ]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  Director <input checked="" type="checkbox"/> 10% Owner  Officer (give title below) Other (specify below)
	3. Date of Earliest Transaction (Month/Day/Year) <u>03/19/2007</u>	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

**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 Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	03/19/2007		S		3,262,643 <sup>(1)</sup>	D	\$17.055	0	I	See Footnote (2) <sup>(2)</sup>

**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)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	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)					

1. Name and Address of Reporting Person\*  
ABS PARTNERS IV LLC  
 (Last) (First) (Middle)  
400 EAST PRATT STREET  
SUITE 910  
 (Street)  
BALTIMORE MD 21202-3116  
 (City) (State) (Zip)

1. Name and Address of Reporting Person\*  
HEBB DONALD B JR  
 (Last) (First) (Middle)  
400 EAST PRATT STREET  
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 (Street)  
BALTIMORE MD 21202-3116  
 (City) (State) (Zip)

1. Name and Address of Reporting Person\*  
STOBO JOHN D JR  
 (Last) (First) (Middle)

400 EAST PRATT STREET  
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(Street)

BALTIMORE MD 21202-3116

(City)

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(Zip)

1. Name and Address of Reporting Person\*

EMRY FREDERIS G III

(Last)

(First)

(Middle)

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SUITE 910

(Street)

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(City)

(State)

(Zip)

1. Name and Address of Reporting Person\*

WITT LAURA

(Last)

(First)

(Middle)

400 EAST PRATT STREET  
SUITE 910

(Street)

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(City)

(State)

(Zip)

1. Name and Address of Reporting Person\*

CLOUGH PHILLIP A

(Last)

(First)

(Middle)

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(City)

(State)

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1. Name and Address of Reporting Person\*

WEGLICKI TIMOTHY T

(Last)

(First)

(Middle)

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1. Name and Address of Reporting Person\*

TERKOWITZ RALPH S

(Last)

(First)

(Middle)

400 E. PRATT STREET  
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(Street)

BALTIMORE MD 21202

(City)

(State)

(Zip)

1. Name and Address of Reporting Person\*

## GOSWAMI ASHOKE

(Last) (First) (Middle)

400 E. PRATT STREET SUITE 910

(Street)

BALTIMORE MD 21202

(City)

(State)

(Zip)

### Explanation of Responses:

1. Consists of the following shares held by the following entities: (a)2,887,105 shares held by ABS Capital Partners IV, L.P. ("ABS Capital Partners IV"); (b)96,664 held by ABS Capital Partners IV-A, L.P. ("ABS Capital Partners IV-A"); (c)165,817 shares held by ABS Capital Partners IV Offshore, L.P. ("ABS Capital Partners IV Offshore"); and (d) 113,057 shares held by ABS Capital Partners IV Special Offshore, L.P. ("ABS Capital Partners IV Special Offshore," and together with ABS Capital Partners IV, ABS Capital Partners IV-A, ABS Capital Partners IV Offshore, the "ABS Entities"). ABS Partners IV, LLC is the general partner of these entities and has voting and dispositive powers over these shares. The address for these entities affiliated with ABS Capital Partners is 400 East Pratt Street, Suite 910, Baltimore, MD 21202-3116.

2. The General Partner and each of the Managers disclaims beneficial ownership of these shares except to the extent of their pecuniary interest therein. ABS Partners IV, L.L.C. is the general partner of these entities and has voting and dispositive power over these shares.

### Remarks:

This filing constitutes one of three related filings by the following joint reporting persons with respect to the securities of the issuer set forth hereon. ABS Capital Partners IV,L.P., ABS Capital Partners IV-A, L.P., ABS Capital Partners IV Offshore, L.P., ABS Capital Partners IV Special Offshore, L.P., ABS Partners IV L.L.C., Donald B. Hebb,Jr., Phillip A. Clough, Timothy T. Weglicki, John D. Stobo, Jr., Frederic G. Emry, Ashoke Goswami, Ralph S. Terkowitz and Laura L. Witt.

<a href="#">Donald B. Hebb, Managing Member of ABS Partners IV, LLC</a>	<a href="#">03/19/2007</a>
<a href="#">Phillip A. Clough</a>	<a href="#">03/19/2007</a>
<a href="#">Donald B. Hebb</a>	<a href="#">03/19/2007</a>
<a href="#">Timothy T. Weglicki</a>	<a href="#">03/19/2007</a>
<a href="#">John D. Stobo</a>	<a href="#">03/19/2007</a>
<a href="#">Frederic G. Emry</a>	<a href="#">03/19/2007</a>
<a href="#">Ashoke Goswami</a>	<a href="#">03/19/2007</a>
<a href="#">Ralph Terkowitz</a>	<a href="#">03/19/2007</a>
<a href="#">Laura L. Witt</a>	<a href="#">03/19/2007</a>

\*\* 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.**