

Rallo James M
Form 4
January 04, 2019

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
obligations
may continue.
See Instruction
1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF
SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
30(h) of the Investment Company Act of 1940

OMB APPROVAL

OMB
Number: 3235-0287
Expires: January 31,
2005
Estimated average
burden hours per
response... 0.5

(Print or Type Responses)

1. Name and Address of Reporting Person *
Rallo James M

2. Issuer Name **and** Ticker or Trading
Symbol
LIQUIDITY SERVICES INC
[LQDT]

5. Relationship of Reporting Person(s) to
Issuer

(Check all applicable)

(Last) (First) (Middle)
C/O LIQUIDITY SERVICES,
INC., 6931 ARLINGTON ROAD,
SUITE 200

3. Date of Earliest Transaction
(Month/Day/Year)
01/02/2019

____ Director ____ 10% Owner
____X____ Officer (give title below) ____ Other (specify below)
President RSCG and CAG

(Street)
BETHESDA, MD 20814

4. If Amendment, Date Original
Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check
Applicable Line)
____X____ Form filed by One Reporting Person
____ Form filed by More than One Reporting
Person

(City) (State) (Zip)

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)
Common Stock	01/02/2019		J ⁽¹⁾	4,090 A \$ 0	4,090	D	
Common Stock	01/02/2019		S ⁽²⁾	4,090 D \$ 6.12	0	D	
Common Stock					15,039 ⁽³⁾	I	By James M. Rallo 401k
Common Stock					8,000	I	By James M. Rallo

Edgar Filing: Rallo James M - Form 4

Common Stock	685	I	IRA By James M. Rallo Cust. Michael Rallo MD UTMA ⁽⁴⁾
Common Stock	460	I	By James M. Rallo Cust. Melissa Rallo MD UTMA ⁽⁴⁾

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

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 control number.

SEC 1474
(9-02)

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)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. Amount or Number of Shares
Employee Stock Option	\$ 7.48					<u>(5)</u> 10/01/2018	Common Stock	2,338
Employee Stock Option	\$ 15.47					<u>(6)</u> 10/01/2020	Common Stock	6,678
Employee Stock Grant	\$ 15.47					<u>(7)</u> 10/01/2020	Common Stock	5,527
Employee Stock Option	\$ 31.37					<u>(8)</u> 10/01/2021	Common Stock	12,358

Edgar Filing: Rallo James M - Form 4

Employee Stock Option	\$ 38.09	<u>(9)</u>	10/01/2022	Common Stock	3,335
Employee Stock Option	\$ 29.47	<u>(10)</u>	07/18/2023	Common Stock	24,871
Employee Stock Option	\$ 21.99	<u>(11)</u>	10/01/2023	Common Stock	9,938
Employee Stock Option	\$ 10.41	<u>(12)</u>	10/01/2024	Common Stock	12,675
Employee Stock Grant	\$ 6.63	<u>(13)</u>	10/01/2025	Common Stock	6,380
Employee Stock Grant	\$ 6.63	<u>(7)</u>	10/01/2025	Common Stock	1,595
Employee Stock Option	\$ 6.63	<u>(14)</u>	10/01/2025	Common Stock	13,987
Employee Stock Option	\$ 6.63	<u>(15)</u>	10/01/2025	Common Stock	3,497
Employee Stock Grant	\$ 8.3	<u>(16)</u>	10/01/2026	Common Stock	3,925
Employee Stock Grant	\$ 8.3	<u>(7)</u>	10/01/2026	Common Stock	7,850
Employee Stock Option	\$ 8.3	<u>(17)</u>	10/01/2026	Common Stock	4,650
Employee Stock Option	\$ 8.3	<u>(18)</u>	10/01/2026	Common Stock	4,650
Employee Stock Option	\$ 4.47	<u>(19)</u>	10/01/2027	Common Stock	93,420
Employee Stock Grant	\$ 4.47	<u>(20)</u>	10/01/2027	Common Stock	24,540
Employee Stock	\$ 4.47	<u>(21)</u>	10/01/2027	Common Stock	62,280

Option									
Employee Stock Grant	\$ 4.47	01/02/2019	J ⁽¹⁾	4,090	⁽²²⁾	10/01/2027	Common Stock	16,360	
Employee Stock Option	\$ 6.11				⁽²³⁾	10/01/2028	Common Stock	36,550	
Employee Stock Grant	\$ 6.11				⁽²⁴⁾	10/01/2028	Common Stock	5,950	
Employee Stock Option	\$ 6.11				⁽¹⁹⁾	10/01/2028	Common Stock	36,550	
Employee Stock Grant	\$ 6.11				⁽²⁰⁾	10/01/2028	Common Stock	5,950	

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Rallo James M C/O LIQUIDITY SERVICES, INC. 6931 ARLINGTON ROAD, SUITE 200 BETHESDA, MD 20814			President RSCG and CAG	

Signatures

/s/ Mark A. Shaffer, by power of attorney
01/04/2019

__Signature of Reporting Person

Date

Explanation of Responses:

- * 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).
- (1) Represents the vesting of restricted stock.
- (2) Represents reporting person's advance election to sell upon vesting such restricted shares.
The number of securities shown as being held in Issuer's 401(k) account for the Reporting Person's benefit is the approximate number of shares of common stock. De minimis fractional interests reported by the Issuer's 401(k) Plan trustee/administrator and held indirectly through the Plan's stock purchase account are not reflected.
- (3) Mr. Rallo disclaims beneficial ownership of these shares.
- (4) These options became fully vested on October 1, 2013.
- (5) These options became fully vested on October 1, 2014.
- (6) These restricted stock units will vest, if at all, based on the Issuer's achievement of certain financial milestones.
- (7) These options became fully vested on October 1, 2015.
- (8)

Edgar Filing: Rallo James M - Form 4

- (9) These options became fully vested on October 1, 2016.
- (10) Twenty-five percent of this option grant vested on July 18, 2014 and thereafter 1/48th of the option grant will vest each month for thirty-six months.
- (11) These options became fully vested on October 1, 2017.
- (12) Twenty-five percent of this option grant vested on October 1, 2015 and thereafter 1/48th of the option grant will vest each month for thirty-six months.
- (13) Twenty-five percent of this restricted stock grant vested on October 1, 2016 and thereafter 1/4th of the restricted stock grant will vest on October 1 of each year for three years.
- (14) Twenty-five percent of this option grant vested on October 1, 2016 and thereafter 1/48th of the option grant will vest each month for thirty-six months.
- (15) 75% of the options were certified as vested on December 6, 2018. The remaining options become exercisable, if at all, based on the Issuer's achievement of certain financial milestones.
- (16) Twenty-five percent of this restricted stock grant vested on April 1, 2018 and thereafter 1/4th of the restricted stock grant will vest on each of October 1, 2018, October 1, 2019, and October 1, 2020.
- (17) 18/48th of this option grant vested on April 1, 2018 and thereafter 1/48th of this option grant will vest each month for thirty months.
- (18) This option becomes exercisable, if at all, based on the Issuer's achievement of certain financial milestones.

This option becomes exercisable, if at all, based on total shareholder return (TSR) milestones. TSR is calculated based on the change in a the issuer's stock price during the performance period, taking into account any dividends paid during that period, which are assumed to be reinvested in the stock
- (19) These restricted stock units vest, if at all, based on total shareholder return (TSR) milestones. TSR is calculated based on the change in a the issuer's stock price during the performance period, taking into account any dividends paid during that period, which are assumed to be reinvested in the stock.
- (20) 15/48th of this option grant will vest on January 1, 2019 and thereafter 1/48th of the option grant will vest each month for thirty three months.
- (21) Twenty-five percent of this restricted stock grant vested on January 1, 2019 and thereafter 1/4th of the restricted stock grant will vest on each October 1, 2019, October 1, 2020, and October 1, 2021.
- (22) 15/48th of this option grant will vest on January 1, 2020 and thereafter 1/48th of the option grant will vest each month for thirty three months.
- (23) Twenty-five percent of this restricted stock grant will vest on January 1, 2020 and thereafter 1/4th of the restricted stock grant will vest on each October 1, 2020, October 1, 2021, and October 1, 2022.
- (24)

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

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.