LML PAYMENT SYSTEMS INC Form 8-K August 02, 2010

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 OR 15(d) of The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): July 30, 2010

LML PAYMENT SYSTEMS INC.

(Exact name of registrant as specified in its charter)

Yukon Territory (State or other jurisdiction of incorporation)

0-13959 (Commission File Number)

98-0209289 IRS Employer Identification No.)

1680-1140 West Pender Street, Vancouver, BC V6E 4G1 (Address of principal executive offices and Zip Code)

(604) 689-4440 Registrant's telephone number, including area code

Not Applicable (Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

[] Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425) [] Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12) [] Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b)) [] Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))	
[] Fre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))	

Item Other 8.01 Events

On July 29, 2010, LML Payment Systems Inc. (the "Corporation") (Nasdaq: LMLP) learned that the United States Patent and Trademark Office had posted a non-final office action on its public Patent Application Information Retrieval ("PAIR") website regarding the inter-partes reexamination proceeding with respect to U.S. patent #RE40,220 (the "Patent"). As of the close of business on July 29, 2010, the Corporation had not yet received formal notice from the USPTO regarding the issuance of the office action. Pursuant to the office action, 16 of the Patent's 104 claims are now subject to reexamination and have been rejected.

On July 30, 2010, the Registrant issued a press release regarding the non-final office action, which release is attached hereto as Exhibit 99.1 and incorporated herein by reference.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits

99.1 News Release issued by the Registrant on July 30, 2010.

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

LML PAYMENT SYSTEMS INC.

/s/ Carolyn L. Gaines Carolyn L. Gaines Corporate Secretary

July 30, 2010

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