

Scholl Greg J.  
Form 4  
December 23, 2008

**FORM 4** UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

OMB APPROVAL

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**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

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
Scholl Greg J.

2. Issuer Name and Ticker or Trading Symbol  
Orchard Enterprises, Inc. [ORCD]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

3. Date of Earliest Transaction (Month/Day/Year)  
06/04/2008

Director  10% Owner  
 Officer (give title below)  Other (specify below)  
CEO, President, Treasurer

C/O THE ORCHARD ENTERPRISES, INC., 100 PARK AVENUE, 2ND FLOOR

(Street)

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

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

NEW YORK, NY 10017

(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 Ownership (Instr. 4) |   |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|-----------------------------------|---|
|                                 |                                      |  |                                | (A) or (D)  | Price   |  |                                   |   |
|                                 |                                      |  |                                | Code  | V   | Amount   |                                   |   |
| Series A Preferred Stock        | 06/04/2008                           |  | F                              | 126 <sup>(1)</sup>  | D   | \$ 1   | 152                               | D |
| Common Stock                    | 06/04/2008                           |  | F                              | 9,115 <sup>(2)</sup>  | D   | \$ 5.21  | 23,820                            | D |
| Common Stock                    | 06/04/2008                           |  | F                              | 2,376 <sup>(3)</sup>  | D   | \$ 5.21  | 26,999                            | D |
| Common Stock                    | 06/04/2008                           |  | F                              | 2,048 <sup>(4)</sup>  | D   | \$ 5.21  | 30,506                            | D |
|                                 | 12/08/2008                           |  | F                              |   | D   |  | 36,744                            | D |

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Common Stock 4,872 \$ (5) 2.22

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

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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. Price of Derivative Security (Instr. 5) | 9. Number of Derivative Securities Beneficially Owned Following Reported Transaction (Instr. 3) |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|---|
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|---|

Reporting Owners

| Reporting Owner Name / Address  | Relationships |           |                           |       |
|---|---------------|-----------|---------------------------|-------|
|   | Director      | 10% Owner | Officer                   | Other |
| Scholl Greg J.<br>C/O THE ORCHARD ENTERPRISES, INC.<br>100 PARK AVENUE, 2ND FLOOR<br>NEW YORK, NY 10017 | X             |           | CEO, President, Treasurer |       |

Signatures

/s/ Stanley H. Schneider for Greg Scholl 12/23/2008  
 \*\*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) On June 1, 2008, 278 shares of Series A Preferred Stock were transferred to the reporting person in accordance with the Deferred Stock Award Agreement dated October 2, 2007. On June 4, 2008, the reporting person requested, and the Board of Directors authorized in accordance with the Deferred Stock Award Agreement, the Company to withhold shares equal to the amount of the reporting person's minimum tax obligation resulting from the transfer of the shares.

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(2) On June 1, 2008, 22,935 shares of Common Stock were transferred to the reporting person in accordance with the Deferred Stock Award Agreement dated October 2, 2007. On June 4, 2008, the reporting person requested, and the Board of Directors authorized in accordance with the Deferred Stock Award Agreement, the Company to withhold shares equal to the amount of the reporting person's minimum tax obligation resulting from the transfer of the shares.

(3) On February 13, 2008, 5,555 shares of Common Stock vested in accordance with the Restricted Stock Award Agreement dated November 13, 2007. On June 4, 2008, the reporting person requested, and the Compensation Committee approved in accordance with the the Company's 2008 Stock Plan, the withholding of shares by the Company equal to the amount of the reporting person's minimum tax obligation.

(4) On May 13, 2008, 5,555 shares of Common Stock vested in accordance with the Restricted Stock Award Agreement dated November 13, 2007. On June 4, 2008, the reporting person requested, and the Compensation Committee approved in accordance with the the Company's 2008 Stock Plan, the withholding of shares by the Company equal to the amount of the reporting person's minimum tax obligation.

(5) On August 13, 2008, 5,555 shares of Common Stock vested in accordance with the Restricted Stock Award Agreement dated November 13, 2007. On December 8, 2008, the reporting person elected to have the Company withhold shares equal to the amount of the reporting person's minimum tax obligation as authorized by the Compensation Committee in accordance with the Company's 2008 Stock Plan. On November 13, 2008, 5,555 shares of Common Stock vested in accordance with the Restricted Stock Award Agreement dated November 13, 2007. The reporting person elected to pay his tax obligation related to such vesting.

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

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