

BLUE NILE INC  
Form SC 13G  
June 28, 2016

**SECURITIES AND EXCHANGE COMMISSION**  
**WASHINGTON, DC 20549**

**SCHEDULE 13G**  
**UNDER THE SECURITIES EXCHANGE ACT OF 1934**  
**(AMENDMENT NO. )\***

**Blue Nile, Inc.**

**(Name of Issuer)**

**Common Stock**

**(Title of Class of Securities)**

**09578R103**

**(CUSIP Number)**

**June 24, 2016**

**(Date of Event Which Requires Filing of this Statement)**

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

Rule 13d-1(b)

Rule 13d-1(c)

“ Rule 13d-1(d)

\* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934 ( Act ) or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, *see the Notes*).

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**CUSIP No. 09578R103**

1. Names of Reporting Persons

Mark Vadon

2. Check the Appropriate Box if a Member of a Group (see instructions)

(a)  (b)

3. SEC USE ONLY

4. Citizenship or Place of Organization

United States

5. Sole Voting Power

Number of

Shares

580,509<sup>(1)</sup>

Beneficially

6. Shared Voting Power

Owned by

Each

Not applicable.

7. Sole Dispositive Power

Reporting

Person

580,509<sup>(1)</sup>

With:

8. Shared Dispositive Power

Not applicable.

9. Aggregate Amount Beneficially Owned by Each Reporting Person

580,509 shares<sup>(1)</sup>

10. Check if the Aggregate Amount in Row (9) Excludes Certain Shares (see instructions)

11. Percent of Class Represented by Amount in Row 9

5.0%<sup>(2)</sup>

12. Type of Reporting Person (see instructions)

IN

- (1) Includes (1) 93,200 shares of Common Stock held by Mr. Vadon, (2) 387,000 shares of Common Stock held by Lake Tana LLC, with respect to which Mr. Vadon holds sole voting and dispositive power, and (3) 100,309 shares of Common Stock held by MVHF, LLC, with respect to which Mr. Vadon holds sole voting and dispositive power.
- (2) The percentages reported in this Schedule 13G are based upon 11,608,967 shares of Common Stock outstanding as of May 4, 2016 according to the Form 10-Q filed by the issuer with the Securities and Exchange Commission on May 10, 2016. All of the other numbers and percentages reported in this Schedule 13G are as of 9:00 a.m. (PT) on the date of filing.

**CUSIP No. 09578R103**

1. Names of Reporting Persons

Lake Tana LLC

2. Check the Appropriate Box if a Member of a Group (see instructions)

(a)  (b)

3. SEC USE ONLY

4. Citizenship or Place of Organization

Washington

5. Sole Voting Power

Number of

Shares

387,000

Beneficially

6. Shared Voting Power

Owned by

Each

Not applicable.

7. Sole Dispositive Power

Reporting

Person

387,000

With:

8. Shared Dispositive Power

Not applicable.

9. Aggregate Amount Beneficially Owned by Each Reporting Person

387,000 shares

10. Check if the Aggregate Amount in Row (9) Excludes Certain Shares (see instructions)

11. Percent of Class Represented by Amount in Row 9

3.3%<sup>(2)</sup>

12. Type of Reporting Person (see instructions)

OO

**CUSIP No. 09578R103**

1. Names of Reporting Persons

MVHF, LLC

2. Check the Appropriate Box if a Member of a Group (see instructions)

(a)  (b)

3. SEC USE ONLY

4. Citizenship or Place of Organization

Washington

5. Sole Voting Power

Number of

Shares

100,309

Beneficially

6. Shared Voting Power

Owned by

Each

Not applicable.

7. Sole Dispositive Power

Reporting

Person

100,309

With:

8. Shared Dispositive Power

Not applicable.

9. Aggregate Amount Beneficially Owned by Each Reporting Person

100,309 shares

10. Check if the Aggregate Amount in Row (9) Excludes Certain Shares (see instructions)

11. Percent of Class Represented by Amount in Row 9

0.9%<sup>(2)</sup>

12. Type of Reporting Person (see instructions)

OO



**Item 1(a).** Name of Issuer: Blue Nile, Inc.

**Item 1(b).** Address of Issuer's Principal Executive Offices: 411 First Avenue South, Suite 700, Seattle, Washington, 98104

**Item 2(a).** Name of Person Filing:

(i) Mark Vadon

(ii) Lake Tana LLC

(iii) MVHF, LLC

**Item 2(b).** Address of Principal Business Office or, if none, Residence: The address and principal business office of the Reporting Person is:

1201 Western Ave., Suite 406

Seattle, WA 98101

**Item 2(c).** Citizenship: Mr. Vadon is a United States citizen. Lake Tana LLC and MVHF, LLC are organized under the laws of the State of Washington.

**Item 2(d).** Title of Class of Securities: Common Stock

**Item 2(e).** CUSIP Number: 09578R103

**Item 3.** **If this statement is filed pursuant to §§240.13d-1(b), or 240.13d-2(b) or (c), check whether the person filing is a:**

- (a) .. Broker or dealer registered under Section 15 of the Act (15 U.S.C. 78o);
- (b) .. Bank as defined in section 3(a)(6) of the Act (15 U.S.C. 78c);
- (c) .. Insurance company as defined in section 3(a)(19) of the Act (15 U.S.C. 78c);
- (d) .. Investment company registered under section 8 of the Investment Company Act of 1940 (15 U.S.C. 80a-8);
- (e) .. An investment adviser in accordance with §240.13d-1(b)(1)(ii)(E);
- (f) .. An employee benefit plan or endowment fund in accordance with §240.13d-1(b)(1)(ii)(F);
- (g) .. A parent holding company or control person in accordance with §240.13d-1(b)(1)(ii)(G);

- (h) " A savings associations as defined in Section 3(b) of the Federal Deposit Insurance Act (12 U.S.C. 1813);
- (i) " A church plan that is excluded from the definition of an investment company under section 3(c)(14) of the Investment Company Act of 1940 (15 U.S.C. 80a-3);
- (j) " A non-U.S. institution in accordance with §240.13d 1(b)(1)(ii)(J);
- (k) " Group, in accordance with §240.13d 1(b)(1)(ii)(K).

If filing as a non-U.S. institution in accordance with §240.13d 1(b)(1)(ii)(J), please specify the type of institution:

**Item 4. Ownership**

Provide the following information regarding the aggregate number and percentage of the class of securities of the Issuer identified in Item 1.

- (a) Amount Beneficially Owned: 580,509 shares<sup>(1)</sup>
- (b) Percent of Class: 5.0%<sup>(2)</sup>
- (c) Number of shares as to which the person has:
  - (i) Sole power to vote or to direct the vote:
    - (1) Mr. Vadon: 580,509 shares<sup>(1)</sup>
    - (2) Lake Tana LLC: 387,000 shares
    - (3) MVHF, LLC: 100,309 shares
  - (ii) Shared power to vote or to direct the vote:
    - Not applicable.

- (iii) Sole power to dispose or to direct the disposition of:
  - (1) Mr. Vadon: 580,509 shares<sup>(1)</sup>
  - (2) Lake Tana LLC: 387,000 shares
  - (3) MVHF, LLC: 100,309 shares
- (iv) Shared power to dispose or to direct the disposition of:  
Not applicable.

**Item 5. Ownership of 5 Percent or Less of a Class**

If this statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than 5 percent of the class of securities, check the following “.

**Item 6. Ownership of More than 5 Percent on Behalf of Another Person**

Not applicable.

**Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on By the Parent Holding Company or Control Person.**

Not applicable.

**Item 8. Identification and Classification of Members of the Group**

Not applicable.

**Item 9. Notice of Dissolution of a Group**

Not applicable.

**Item 10. Certification**

Not applicable.

**SIGNATURE**

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

/s/ Mark Vadon  
Mark Vadon

June 28, 2016  
Date

Lake Tana LLC

/s/ Mark Vadon  
Mark Vadon, Manager

June 28, 2016  
Date

MVHF, LLC

/s/ Mark Vadon  
Mark Vadon, Manager

June 28, 2016  
Date