Report of Organizational Actions Affecting Basis of Securities

Part I Reporting Issuer

1 Issuer's name
LIBERTY MEDIA CORPORATION

3 Name of contact for additional information
INVESTOR RELATIONS

5 Telephone No. of contact
677-772-1518

7 Email address of contact
INVESTOR@LibERTyMediA.com

8 Number and street (or P.O. box if mail is not delivered to street address) of contact
12300 Liberty Blvd

9 City, town, or post office, state, and ZIP code of contact
Englewood, CO 80112

10 Date of action
5/15/20

11 Classification and description
DISTRIBUTION OF RIGHTS TO PURCHASE SERIES C LIBERTY SIRIUSXM COMMON STOCK

Part II Organizational Action

12 Ticker symbol
LSXMR

13 Account number(s)

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action. On May 15, 2020, each holder of Series C Liberty SiriusXM Common Stock ("LSXMR") received 0.0939 of a subscription right ("LSXMR") to purchase one share of Series C Liberty SiriusXM Common Stock ("LSXMR") for each share of LSXMR held. Fractional rights were rounded up to the nearest whole right with respect to each beneficial owner.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis. Under IRC Section 307(b), the tax basis of any subscription right received should generally be zero because the fair market value of the subscription rights was less than 15% of the fair market value of the stock with respect to which such rights were distributed. However, under IRC Section 307(b)(2) and the Treasury regulations promulgated thereunder, a taxpayer may make an election to allocate tax basis to the subscription rights with their timely filed U.S. federal income tax return for the taxable year in which the distribution of rights was received. If an IRC Section 307(b)(2) election is made, the tax basis of each LSXMR share is reduced to approximately 90% (the exact percentage depending on rounding of a fractional right) of the tax basis of an LSXRA share prior to the distribution of LSXRA subscription rights and the remainder is allocated to the subscription rights. Shareholders should consider their individual circumstances and consult a tax advisor.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates. Average price* on May 18, 2020, was $33.22 for 75 shares of LSXMR and $7.28 for 8 shares of LSXRA. The total value of LSXMR was $2,491.50 and $58.24 for LSXRA. The percentage change in basis is 97.72% and 2.28%.

*AVERAGE OF HIGH AND LOW ON BASED ON FIRST DAY OF RIGHTS TRADING.
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based. 

The distribution of the subscription rights should be non-taxable under IRC section 305(a), under IRC section 307(b), no tax basis is allocated to the subscription rights unless an election is made by the shareholders under IRC section 307(b)(2). If a section 307(b)(2) election is made, the shareholder should allocate their tax basis in the LSXMA shares between the LSXMA shares and the subscription right based on relative fair market values. Other fair market value methodologies may be permissible.

18 Can any resulting loss be recognized?  ► NO

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year. 

The reportable tax year is the calendar year ending December 31, 2020.

Signature ► [Signature]  Date ► 5/29/20

Print your name ► TY KEARNS

Title ► VICE PRESIDENT

Check if self-employed

Firm's EIN ►

Phone no. ►