

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  LIBERTY MEDIA CORPORATION		<b>2</b> Issuer's employer identification number (EIN)  37-1699499	
<b>3</b> Name of contact for additional information  MARLENE HILL	<b>4</b> Telephone No. of contact  720-875-5400	<b>5</b> Email address of contact  MARLENE@LIBERTYMEDIA.COM	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  12300 LIBERTY BLVD		<b>7</b> City, town, or post office, state, and Zip code of contact  ENGLEWOOD, CO 80112	
<b>8</b> Date of action  7/24/14		<b>9</b> Classification and description  STOCK DIVIDEND	
<b>10</b> CUSIP number  531229201	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol  LMCB	<b>13</b> Account number(s)

**Part II Organizational Action** Attach additional statements if needed. See back of form for additional questions.

**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 JULY 24, 2014, EACH HOLDER OF SERIES B LIBERTY MEDIA COMMON STOCK ("LMCB") RECEIVED 2 SHARES OF SERIES C LIBERTY MEDIA COMMON STOCK ("LMCK") FOR EACH SHARE OF LMCB HELD BY THEM AS OF THE RECORD DATE.

**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 ▶ THE TAX BASIS OF EACH LMCB SHARES IS REDUCED TO 34.71% OF THE TAX BASIS OF A LMCB SHARE PRIOR TO THE STOCK DIVIDEND. THE REMAINING 65.29% OF THE TAX BASIS IS ALLOCATED EQUALLY TO THE 2 LMCK SHARES.

**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*	DATE	SHARES	TOTAL VALUE	PERCENT
LMCB	\$50.45	7/24/14	1	\$50.45	34.71%
LMCK	\$47.44	7/24/14	2	\$94.88	65.29%

\*AVERAGE OF HIGH AND LOW BASED ON FIRST DAY OF TRADING.

