

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

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

