LIBERTY MEDIA CORPORATION

MARLENE HILL

12300 LIBERTY BLVD

ENGLEWOOD, CO 80112

STOCK DIVIDEND

LMCK

531229300

7/24/14

16

\begin{tabular}{|l|c|c|c|}
\hline
CUSIP number & Serial number(s) & Ticker symbol & Account number(s) \\
\hline
531229300 & & LMCK & \\
\hline
\end{tabular}

\textbf{Part II Organizational Action} Attach additional statements if needed. See back of form for additional questions.

\textbf{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.

\textbf{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 LMCK SHARE IS GENERALLY 65.29% OF THE TAX BASIS OF A LMCB SHARE PRIOR TO THE STOCK DIVIDEND. THE REMAINING 34.71% IS ALLOCATED TO THE LMCK SHARE.

\textbf{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 OF HIGH AND LOW BASED ON FIRST DAY OF TRADING.

\begin{tabular}{|l|c|c|c|c|}
\hline
Security & Average Price * & Date & Shares & Total Value & Percent \\
\hline
LMCB & $50.45 & 7/24/14 & 1 & $50.45 & 34.71% \\
LMCK & $47.44 & 7/24/14 & 2 & $94.88 & 65.29% \\
\hline
\end{tabular}

\textbf{For Paperwork Reduction Act Notice, see the separate Instructions.}
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ THE DIVIDEND OF THE SERIES C SHARES IS NON-TAXABLE UNDER IRC SECTION 305(a). UNDER IRC SECTION 307(a) EACH SHAREHOLDER IS REQUIRED TO ALLOCATE THEIR TAX BASIS IN THE LMCB SHARE BETWEEN THE LMCB SHARE AND THE TWO SHARES OF LMCK THEY RECEIVED BASED ON RELATIVE FAIR MARKET VALUE OF THE SHARES.

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, 2014.

Sign Here
Signature ▶ TIM LENNEMAN Date ▶ 7/25/14

Print your name ▶ TIM LENNEMAN Title ▶ VICE PRESIDENT

Paid Preparer Use Only
Firm's name ▶ Print/Type preparer's name Preparer's signature Date ▶
Firm's address ▶ Check □ if self-employed PTIN ▶ Firm's EIN ▶ Phone no. ▶