

## **BASIS ALLOCATION FOR LIBERTY MEDIA CORPORATION (LMC) AND DISCOVERY HOLDING COMPANY (DHC) COMMON STOCK**

**Record date for spin off** 15-Jul-05

**Record date for the distribution** 21-Jul-05

**First trading date** 21-Jul-05

**DHC Class A Common** Each share of LMC Class A Common Stock held on the record date for the distribution will receive .10 of a share of DHC Class A Common Stock.

**DHC Class B Common** Each share of LMC Class B Common Stock held on the record date for the distribution will receive .10 of a share of DHC Class B Common Stock.

### **July 21, 2005 Trading Activity**

	<b>Hi</b>	<b>Lo</b>	<b>Average</b>
LMC Series A	8.64	8.46	8.55
LMC Series B	10.15	8.8	9.475
DHC Series A	15.1	14.2	14.65
DHC Series B	15.25	15	15.125

### **Basis Allocation**

	<b>Average</b>	<b>Shares</b>	<b>Total</b>	<b>Percent</b>
LMC Series A	8.55	1	8.55	85.37%
DHC Series A	14.65	0.1	1.465	14.63%
LMC Series B	9.475	1	9.475	86.23%
DHC Series B	15.125	0.1	1.5125	13.77%

This information is intended only as guidance to assist you in your tax calculations. Please be sure to check with your own tax advisor as to the particular tax consequences to you of the LBTY and DHC distributions.