Report of Organizational Actions Affecting Basis of Securities

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
720-875-5354

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
11/4/14

9. Classification and description
SPIN-OFF OF SERIES B LIBERTY BROADBAND COMMON STOCK (LBRDB)

10. CUSIP number
530307206

11. Serial number(s)

12. Ticker symbol
LBRDB

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 NOVEMBER 4, 2014, EACH HOLDER OF LIBERTY MEDIA CORPORATION SERIES B ("LMCB") RECEIVED ONE-FOURTH OF A SHARE OF LIBERTY BROADBAND CORPORATION SERIES B ("LBRDB") FOR EVERY SHARE OF LIBERTY MEDIA CORPORATION SERIES B ("LMCB") HELD BY THEM AS OF THE RECORD DATE. CASH WAS ISSUED IN LIEU OF FRACTIONAL SHARES.

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 SHARE IS REDUCED TO 75.2185% OF THE TAX BASIS OF A LMCB SHARE PRIOR TO THE SPIN-OFF. THE REMAINING 24.7815% OF THE TAX BASIS IS ALLOCATED TO THE LBRDB SHARE. HOWEVER, A SHAREHOLDER MUST CONSIDER THEIR INDIVIDUAL CIRCUMSTANCES RELATED TO FRACTIONAL SHARES TO DETERMINE THEIR APPROPRIATE TAX BASIS ALLOCATION.

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 $37.65 11/5/14 1 $37.65 75.2185%
LBRDB $49.61 11/5/14 0.25 $12.403 24.7815%

*AVERAGE OF HIGH AND LOW BASED ON FIRST DAY OF TRADING. THERE HAS BEEN NO TRADING VOLUME FOR LBRDB FROM 11/5/14 TO 11/12/14. AS SUCH, IT IS REASONABLE TO USE THE TRADING PRICE AND BASIS ALLOCATION FOR LMCA/LBRDA TO DETERMINE THE BASIS ALLOCATION OF LMCB/LBRDB RESPECTIVELY.
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based: THE SPIN-OFF IS INTENDED TO BE A TAX-FREE EXCHANGE UNDER IRC SECTIONS 355 AND 368(a)(1)(D). UNDER IRC SECTION 358, THE AGGREGATE BASIS OF THE LMCB SHARES BEFORE THE EXCHANGE SHOULD BE THE SAME AS THE AGGREGATE BASIS OF THE LMCB AND LDRB Shares AFTER THE EXCHANGE. CASH RECEIVED IN LIEU OF FRACTIONAL SHARES IS TAXABLE.

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.

Signature: TIM LENNEMAN
Date: 11/12/14

Print your name: TIM LENNEMAN
Title: VICE PRESIDENT

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054