

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 720-875-5354	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 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 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 ISSUE 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.

Part II Organizational Action (continued)

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) (A) (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 LBRDB 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.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here
Signature ►  Date ► 11/12/14

Print your name ► TIM LENNEMAN Title ► VICE PRESIDENT

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ►			Firm's EIN ►	
Firm's address ►			Phone no.	

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