Report of Organizational Actions Affecting Basis of Securities

Part I Reporting Issuer

1. Issuer's name
   LIBERTY BROADBAND CORPORATION

2. Issuer's employer identification number (EIN)
   47-1211994

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 BOULEVARD

7. City, town, or post office, state, and Zip code of contact
   ENGLEWOOD, CO 80112

8. Date of action
   12/4/14

9. Classification and description
   SUBSCRIPTION RIGHTS OFFERING OF SERIES A LIBERTY BROADBAND COMMON STOCK

10. CUSIP number
    530307115

11. Serial number(s)
    LBRKR

12. Ticker symbol

13. Account number(s)

Part II Organizational Action

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 DECEMBER 4, 2014 EACH HOLDER OF SERIES A LIBERTY BROADBAND CORPORATION ("LBRDA") RECEIVED 1/5TH OF A SUBSCRIPTION RIGHT ("LBRKR") TO PURCHASE ONE SHARE OF SERIES C LIBERTY BROADBAND CORPORATION ("LBRDK") WITH RESPECT TO A WHOLE SUBSCRIPTION RIGHT. RIGHTS WERE ROUNDED UP TO THE NEAREST WHOLE RIGHT.

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. UNDER IRC SECTION 307(b), THE ALLOCATION OF TAX BASIS TO THE SUBSCRIPTION RIGHTS SHOULD BE ZERO BECAUSE THE FAIR MARKET VALUE OF THE SUBSCRIPTION RIGHTS WAS LESS THAN 15% OF THE FAIR MARKET VALUE OF THE STOCK ON THE DISTRIBUTION DATE. HOWEVER, UNDER IRC SECTION 307(b)(2), A TAXPAYER MAY ELECT TO ALLOCATE TAX BASIS TO THE SUBSCRIPTION RIGHTS WITH THEIR TIMELY FILED INCOME TAX RETURN FOR THE YEAR THE DISTRIBUTION WAS RECEIVED. IF AN IRC SECTION 307(b)(2) ELECTION IS MADE, THE TAX BASIS OF EACH LBRDA SHARE IS REDUCED TO 95.9134% OF THE TAX BASIS OF A LBRDA SHARE PRIOR TO THE DISTRIBUTION OF LBRKR SUBSCRIPTION RIGHTS AND THE REMAINDER IS ALLOCATED TO THE SUBSCRIPTION RIGHTS. A SHAREHOLDER MUST CONSIDER THEIR INDIVIDUAL CIRCUMSTANCES AND SHOULD CONSULT A TAX ADVISOR.

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

<table>
<thead>
<tr>
<th></th>
<th>AVERAGE PRICE*</th>
<th>DATE</th>
<th>SHARES</th>
<th>TOTAL VALUE</th>
<th>PERCENT</th>
</tr>
</thead>
<tbody>
<tr>
<td>LBRDA</td>
<td>$50.86</td>
<td>12/11/14</td>
<td>60</td>
<td>$3,051.60</td>
<td>95.9134%</td>
</tr>
<tr>
<td>LBRKR</td>
<td>$10.84</td>
<td>12/11/14</td>
<td>12</td>
<td>$130.02</td>
<td>4.0866%</td>
</tr>
</tbody>
</table>

*AVERAGE OF HIGH AND LOW BASED ON FIRST DAY OF TRADING
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based: THE DISTRIBUTION OF THE SUBSCRIPTION RIGHTS IS NON-TAXABLE UNDER IRC SECTION 305(a). UNDER IRC SECTION 307(b), NO TAX BASIS IS ALLOCATED TO THE SUBSCRIPTION RIGHTS UNLESS AN ELECTION IS MADE BY THE SHAREHOLDERS UNDER IRC SECTION 307(b)(2). IF A SECTION 307(b)(2) ELECTION IS MADE, THE SHAREHOLDER SHOULD ALLOCATE THEIR TAX BASIS IN THE LBRDA SHARE BETWEEN THE LBRDA SHARE AND THE SUBSCRIPTION RIGHT 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 ➤

Date ➤ 12/16/14

Print your name ➤ TIM LENNEMAN

Title ➤ VICE PRESIDENT

Paid Preparer Use Only

Print/Type preparer’s name ➤
Prepare’s signature ➤
Date ➤

Check if self-employed

PTIN

Firm’s name ➤
Firm’s address ➤
Firm’s EIN ➤
Phone no ➤