



Q4-10 Earnings Call

February 28, 2011



Forward Looking Statements

This presentation includes certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including statements about business strategies, market potential, future financial prospects, international expansion, new service and product launches, the proposed split-off of our Liberty Capital and Liberty Starz tracking stock groups and other matters that are not historical facts. These forward-looking statements involve many risks and uncertainties that could cause actual results to differ materially from those expressed or implied by such statements, including, without limitation, possible changes in market acceptance of new products or services, competitive issues, regulatory matters affecting our businesses, continued access to capital on terms acceptable to Liberty Media, changes in law and government regulations that may impact the derivative instruments that hedge certain of our financial risks and the satisfaction of the conditions to the proposed split-off. These forward looking statements speak only as of the date of this presentation, and Liberty Media expressly disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statement contained herein to reflect any change in Liberty Media's expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based. Please refer to the publicly filed documents of Liberty Media, including the most recent Form 10-K, for additional information about Liberty Media and about the risks and uncertainties related to Liberty Media's business which may affect the statements made in this presentation.

On today's call we will discuss certain non-GAAP financial measures including adjusted OIBDA and adjusted OIBDA margin. The required definitions and reconciliations (Preliminary Note and Schedules 1 - 3) can be found at the end of this presentation. Unless otherwise noted, this presentation compares financial information for the year ended December 31, 2010 to the prior year. Certain prior period amounts have been reclassified for comparability with the 2010 presentation.

Additional Information

Nothing in this presentation shall constitute a solicitation to buy or an offer to sell shares of the split-off entity or any of Liberty's tracking stocks. The offer and sale of shares in the proposed split-off will only be made pursuant to an effective registration statement. Liberty stockholders and other investors are urged to read the definitive registration statement to be filed with the SEC, including the proxy statement/prospectus to be contained therein (preliminary filings of which have been made with the SEC), because they will contain important information about the split-off. Copies of Liberty's SEC filings are available free of charge at the SEC's website (<http://www.sec.gov>). Copies of the filings together with the materials incorporated by reference therein will also be available, without charge, by directing a request to Liberty Media Corporation, 12300 Liberty Boulevard, Englewood, Colorado 80112, Attention: Investor Relations, Telephone: (720) 875-5408.

Participants in a Solicitation

The directors and executive officers of Liberty and other persons may be deemed to be participants in the solicitation of proxies in respect of proposals to approve the split-off. Information regarding the directors and executive officers of each of Liberty and the split-off entity and other participants in the proxy solicitation and a description of their respective direct and indirect interests, by security holdings or otherwise, will be available in the definitive proxy materials filed with the SEC (preliminary filings of which have been made with the SEC).



Highlights

- Liberty Media Corporation
 - Filed amended proxy statement with SEC for split-off of Liberty Capital and Liberty Starz – set shareholder vote for April
- Liberty Interactive
 - Achieved Q4 revenue and adjusted OIBDA⁽¹⁾ growth at QVC of 4% and 1%, respectively
 - Operating income grew 1% for Q4 and 11% for 2010
 - Excluding the effects of the new GE Money Bank agreement and Italy launch, adjusted OIBDA grew 5% for Q4 and 10% for the year
 - Continued to pay down debt at QVC
- Liberty Starz
 - Attained record viewership for *Spartacus: Gods of the Arena*, the most watched premium series this winter
- Liberty Capital
 - Purchased 1.8m shares of Live Nation in February and plan to purchase an additional 5.5m shares subject to Live Nation approval, increasing ownership to 21%
 - Value of Liberty's stake in SIRIUS XM increased to \$4.6b as of February 25, 2011

1) See reconciling schedules (Preliminary Note, Schedule 1, Schedule 2 and Schedule 3) at the end of this presentation.



Liberty Interactive

Full Year – 2010⁽¹⁾

(\$ millions)	Revenue	Percent Change	Adjusted OIBDA(3)	Percent Change	Operating Income	Percent Change
QVC	7,807	6%	1,671	7%	1,130	11%
eCommerce businesses	1,125	18%	103	-8%	40	-26%
Corporate and other	-	N/A	(28)	-100%	(62)	-130%
Total Liberty Interactive	\$ 8,932	8%	\$ 1,746	6%	\$ 1,108	6%

QVC excluding the effects of the new GE Money Bank agreement and Italy launch **10%**

4th Quarter – 2010⁽²⁾

(\$ millions)	Revenue	Percent Change	Adjusted OIBDA(3)	Percent Change	Operating Income	Percent Change
QVC	2,521	4%	533	1%	393	1%
eCommerce businesses	365	27%	47	38%	28	65%
Corporate and other	--	N/A	(16)	-220%	(25)	-213%
Total Liberty Interactive	\$ 2,886	6%	\$ 564	1%	\$ 396	--

QVC excluding the effects of the new GE Money Bank agreement and Italy launch **5%**

1) Represents the percentage change from the prior period, full year 2009

2) Represents the percentage change from the prior period, Q4 2009

3) See reconciling schedules (Preliminary Note, Schedule 1, Schedule 2 and Schedule 3) at the end of this presentation.



LINTA Liquidity Summary

	September 30, 2010	December 31, 2010
<u>Cash, Public Holdings and Derivatives</u>		
Expedia ⁽¹⁾	1,954	1,737
HSN	553	568
InterActiveCorp	336	--
Interval Leisure Group and Tree.com ⁽¹⁾	243	294
Total	\$ 3,086	\$ 2,599
Cash	935	1,089
Total	\$ 4,021	\$ 3,688
<u>Attributed Debt (at face)</u>		
Liberty senior notes and debentures	3,075	3,075
QVC senior notes	2,000	2,000
QVC bank credit facility and other	1,157	864
Total Debt	\$ 6,232	\$ 5,939

1) Represents fair value of Liberty's investment. In accordance with GAAP, Liberty accounts for these investments using the equity method of accounting and includes these investments in its consolidated balance sheet at their historical carrying values.



QVC Q4 Results

	<u>Revenue</u>	<u>Adj. OIBDA⁽¹⁾</u>
US	3%	-1%
International	<u>7%</u>	<u>6%</u>
Consolidated	4%	1%

- US: ASP increased 11% and units sold decreased 6%
- US gross margin and adjusted OIBDA margin⁽¹⁾ decreased 40 bps and 83 bps, respectively
- QVC.com sales increased to 36% of US revenue from 31% in Q4-10
- Consolidated operating income for QVC increased by 1%

<u>Local currency</u>	<u>Revenue</u>	<u>Adjusted OIBDA⁽¹⁾</u>	<u>ASP</u>	<u>Units Sold</u>
UK	6%	16%	0%	8%
Germany	9%	18%	-4%	15%
Japan	<u>7%</u>	<u>12%</u>	<u>-6%</u>	<u>13%</u>
International⁽²⁾	8%	7%	-4%	13%

1) See reconciling schedules (Preliminary Note, Schedule 1, Schedule 2 and Schedule 3) at the end of this presentation.

2) Inclusive of adjusted OIBDA losses related to start up operations for QVC Italy. Excluding the costs associated with the QVC Italy start up, international local currency adjusted OIBDA growth would have been 15%.



QVC 2010 Results

	<u>Revenue</u>	<u>Adj. OIBDA⁽¹⁾</u>
US	5%	8%
International	<u>8%</u>	<u>7%</u>
Consolidated	6%	7%

- US: ASP and units sold increased 4% and 2%, respectively
- US gross margin and adjusted OIBDA margin⁽¹⁾ increased 60 bps and 46 bps, respectively
- QVC.com sales increased to 33% of US revenue from 29% in 2009
- Consolidated operating income for QVC increased by 11%

<u>Local currency</u>	<u>Revenue</u>	<u>Adjusted OIBDA⁽¹⁾</u>	<u>ASP</u>	<u>Units Sold</u>
UK	5%	10%	-2%	8%
Germany	7%	11%	-1%	9%
Japan	<u>10%</u>	<u>15%</u>	<u>-6%</u>	<u>17%</u>
International⁽²⁾	8%	6%	-2%	11%

1) See reconciling schedules (Preliminary Note, Schedule 1, Schedule 2 and Schedule 3) at the end of this presentation.

2) Inclusive of adjusted OIBDA losses related to start up operations for QVC Italy. Excluding the costs associated with the QVC Italy start up, international local currency adjusted OIBDA growth would have been 12%.



Liberty Starz

Full Year – 2010⁽¹⁾

(\$ millions)	Revenue	Percent Change	Adjusted OIBDA(3)	Percent Change	Operating Income	Percent Change
Starz, LLC ⁽⁴⁾	1,329	11%	415	8%	358	8%
Corporate and other	13	18%	(14)	-40%	(31)	47%
Total Liberty Starz	\$ 1,342	11%	\$ 401	7%	\$ 327	20%

4th Quarter – 2010⁽²⁾

(\$ millions)	Revenue	Percent Change	Adjusted OIBDA(3)	Percent Change	Operating Income	Percent Change
Starz, LLC ⁽⁴⁾	400	33%	110	41%	70	8%
Corporate and other	5	25%	(4)	0%	(8)	50%
Total Liberty Starz	\$ 405	33%	\$ 106	43%	\$ 62	27%

1) Represents the percentage change from the prior period, full year 2009

2) Represents the percentage change from the prior period, Q4 2009

3) See reconciling schedules (Preliminary Note, Schedule 1, Schedule 2 and Schedule 3) at the end of this presentation.

4) Includes Starz Entertainment for full year 2010 and Starz Media for Q4 2010 after the change in attribution of Starz Media from Liberty Capital to Liberty Starz.



LSTZA Liquidity Summary

	September 30, 2010	December 31, 2010
<u>Cash, Public Holdings and Derivatives</u>		
Other	1	--
Cash and liquid investments ^{(1) (2)}	1,164	1,120
Total	\$ 1,165	\$ 1,120
<u>Attributed Debt (at face)</u>		
Total Debt	\$ 99	\$ 105

- 1) Includes \$149 million and \$175 million of short-term marketable securities with an original maturity greater than 90 days as of September 30, 2010 and December 31, 2010, respectively.
- 2) Includes \$67 million of marketable securities with an original maturity greater than one year as of December 31, 2010, which is reflected in investments in available-for-sale securities in Liberty's condensed consolidated balance sheet. See reconciling Schedule 3 at the end of this presentation.



Starz, LLC

- Subscribers grew vs. prior year
 - ▣ 2010 subscribers vs. year end 2009
 - Starz – increased 8%
 - Encore – increased 7%
- Original programming
 - ▣ Strong viewership for *Spartacus: Gods of the Arena*
 - Most watched premium series this winter
 - Higher viewership than average for Season 1
 - Announced Season 2 to air in 2012
 - ▣ Full slate of original programming schedule for 2011
- Extended affiliation agreement with AT&T U-Verse



Liberty Capital

Full Year – 2010⁽¹⁾

(\$ millions)	Revenue	Percent Change	Adjusted OIBDA(3)	Percent Change	Operating Income	Percent Change
Starz Media	317	-13%	(67)	28%	(71)	29%
Corporate and other	391	37%	(10)	88%	(61)	63%
Total Liberty Capital	\$ 708	9%	\$ (77)	56%	\$ (132)	50%

4th Quarter – 2010⁽²⁾

(\$ millions)	Revenue	Percent Change	Adjusted OIBDA(3)	Percent Change	Operating Income	Percent Change
Starz Media	--	-100%	--	-100%	--	100%
Corporate and other	91	139%	--	-100%	24	145%
Total Liberty Capital	\$ 91	-41%	\$ -	-100%	\$ 24	125%

1) Represents the percentage change from the prior period, full year 2009

2) Represents the percentage change from the prior period, Q4 2009

3) See reconciling schedules (Preliminary Note, Schedule 1, Schedule 2 and Schedule 3) at the end of this presentation.



LCAPA Liquidity Summary

	September 30, 2010	December 31, 2010
<u>Cash, Public Holdings and Derivatives</u>		
SIRIUS XM debt and equity ⁽¹⁾	3,533	4,650
Live Nation debt and equity	270	389
Other ⁽²⁾	2,344	2,482
Total	\$ 6,147	\$ 7,521
Cash and liquid investments ^{(3) (4)}	1,894	1,546
Total	\$ 8,041	\$ 9,067
<u>Attributed Debt (at face)</u>		
3.125% exchangeable senior debentures due 2023	1,138	1,138
Bank investment facility	750	750
Other	--	--
Total Debt	\$ 1,888	\$ 1,888

- 1) Represents the fair value of Liberty's various debt and equity investments in SIRIUS XM. The fair value of Liberty's convertible preferred stock is calculated on an as-if-converted basis into common stock. In accordance with GAAP, Liberty accounts for the convertible preferred stock using the equity method of accounting and includes this in its consolidated balance sheet at historical carrying value.
- 2) Represents Liberty's other public holdings which are accounted for at fair value including any associated equity derivatives on such investments. Also includes the liability associated with borrowed shares which totaled \$1,148 million and \$1,219 million on September 30, 2010 and December 31, 2010, respectively.
- 3) Does not include \$476 million and \$503 million of restricted cash on September 30, 2010 and December 31, 2010, respectively, associated with the bank credit facility that is reflected in other long-term assets in Liberty's condensed consolidated balance sheet.
- 4) Includes \$313 million and \$334 million of short-term marketable securities with an original maturity greater than 90 days as of September 30, 2010 and December 31, 2010, respectively. See reconciling Schedule 3 at the end of this presentation.



Priorities

- Liberty Media
 - ▣ Progress with split-off of Liberty Capital and Liberty Starz
- Liberty Interactive
 - ▣ Exploit growth opportunities at QVC and eCommerce companies
 - ▣ Rationalize non-core investments
- Liberty Starz
 - ▣ Cost-effectively develop compelling original programming to differentiate and strengthen Starz
 - ▣ Build and enhance relationships with existing and new distributors
 - ▣ Evaluate opportunities for cash and balance sheet management
- Liberty Capital
 - ▣ Deploy/invest excess capital
 - ▣ Rationalize non-core investments



Reconciling Schedules

Preliminary Note

This presentation includes references to adjusted OIBDA, which is a non-GAAP financial measure, for each of Liberty Media's tracking stock groups and each of QVC (and certain of its subsidiaries), the eCommerce businesses, Starz, LLC, and Starz Media together with a reconciliation to that group's or entity's operating income, as determined under GAAP. Liberty Media defines adjusted OIBDA as revenue less cost of sales, operating expenses and selling, general and administrative expenses (excluding stock and other equity-based compensation) and excludes from that definition depreciation and amortization, restructuring and impairment charges and gains on legal settlements that are included in the measurement of operating income pursuant to GAAP. Further, this presentation includes adjusted OIBDA margin, which is also a non-GAAP financial measure. Liberty Media defines adjusted OIBDA margin as adjusted OIBDA divided by revenue.

Liberty Media believes adjusted OIBDA is an important indicator of the operational strength and performance of its businesses, including the ability to service debt and fund capital expenditures. In addition, this measure allows management to view operating results and perform analytical comparisons and benchmarking between businesses and identify strategies to improve performance. Because adjusted OIBDA is used as a measure of operating performance, Liberty Media views operating income as the most directly comparable GAAP measure. Adjusted OIBDA is not meant to replace or supersede operating income or any other GAAP measure, but rather to supplement such GAAP measures in order to present investors with the same information that Liberty Media's management considers in assessing the results of operations and performance of its assets. Please see the attached schedules for a reconciliation of adjusted OIBDA to operating income (loss) for Liberty Interactive group, Liberty Starz group and Liberty Capital group (Schedule 1) and a reconciliation, for QVC (and certain of its subsidiaries), the eCommerce businesses, Starz Entertainment and Starz Media, of each identified entity's adjusted OIBDA to its operating income calculated in accordance with GAAP (Schedule 2).



Reconciling Schedules (Schedule 1)

(\$ millions)	<u>4Q09</u>	<u>1Q10</u>	<u>2Q10</u>	<u>3Q10</u>	<u>4Q10</u>
Liberty Interactive Group					
Adjusted OIBDA	\$ 556	\$ 381	\$ 428	\$ 373	\$ 564
Depreciation and amortization	(145)	(141)	(139)	(141)	(150)
Stock compensation expense	(14)	(22)	(15)	(12)	(18)
Operating Income	\$ 397	\$ 218	\$ 274	\$ 220	\$ 396
Liberty Starz Group					
Adjusted OIBDA	\$ 74	\$ 103	\$ 103	\$ 89	\$ 106
Depreciation and amortization	(4)	(5)	(4)	(7)	(2)
Stock compensation expense	(16)	(6)	(3)	(5)	(38)
Impairment of long-lived assets	(5)	--	--	--	(4)
Operating Income	\$ 49	\$ 92	\$ 96	\$ 77	\$ 62
Liberty Capital Group					
Adjusted OIBDA	\$ (76)	\$ (43)	\$ (59)	\$ 25	--
Depreciation and amortization	(17)	(16)	(21)	(20)	(15)
Stock compensation expense	--	(11)	(3)	(8)	(9)
Impairment of long-lived assets	(4)	--	--	--	--
Gain on legal settlement	--	--	--	--	48
Operating Income (Loss)	\$ (97)	\$ (70)	\$ (83)	\$ (3)	\$ 24

The information shown above provides a reconciliation for Liberty Interactive group, Liberty Starz group and Liberty Capital group of adjusted OIBDA to operating income calculated in accordance with GAAP for the three months ended December 31, 2009, March 31, 2010, June 30, 2010, September 30, 2010 and December 31, 2010, respectively.



Reconciling Schedules (Schedule 1)

(\$ millions)	<u>2009</u>	<u>2010</u>
Liberty Interactive Group		
Adjusted OIBDA	\$ 1,654	\$ 1,746
Depreciation and amortization	(566)	(571)
Stock compensation expense	(47)	(67)
Operating Income	<u>\$ 1,041</u>	<u>\$ 1,108</u>
Liberty Starz Group		
Adjusted OIBDA	\$ 374	\$ 401
Depreciation and amortization	(21)	(18)
Stock compensation expense	(76)	(52)
Impairment of long-lived assets	(5)	(4)
Operating Income	<u>\$ 272</u>	<u>\$ 327</u>
Liberty Capital Group		
Adjusted OIBDA	\$ (175)	\$ (77)
Depreciation and amortization	(79)	(72)
Stock compensation expense	(5)	(31)
Impairment of long-lived assets	(4)	--
Gain on legal settlement	--	48
Operating Loss	<u>\$ (263)</u>	<u>\$ (132)</u>

The information shown above provides a reconciliation for Liberty Interactive group, Liberty Starz group and Liberty Capital group of adjusted OIBDA to operating income calculated in accordance with GAAP for years ended December 31, 2009, and 2010, respectively.



Reconciling Schedules (Schedule 1)

(\$ millions)	2009	2010
Liberty Interactive group	\$ 1,654	\$ 1,746
Liberty Starz group	374	401
Liberty Capital group	(175)	(77)
Consolidated Adjusted OIBDA	\$1,853	\$ 2,070
Consolidated segment adjusted OIBDA	\$ 1,853	\$ 2,070
Stock-based compensation	(128)	(150)
Depreciation and amortization	(666)	(661)
Legal settlement	--	48
Impairment of long-lived assets	(9)	(4)
Interest expense	(628)	(647)
Share of earnings (losses) of affiliates, net	(58)	50
Realized and unrealized gain (losses) on financial instruments, net	(155)	232
Gains on dispositions, net	284	569
Other than temporary declines in the fair value of investments	(9)	--
Other, net	137	51
Earnings from Continuing Operations Before Income Taxes	\$ 621	\$ 1,558

The information shown above provides a reconciliation of adjusted OIBDA to earnings from continuing operations before income taxes for the years ended 2009 and 2010, respectively.



Reconciling Schedules (Schedule 2)

(\$ millions)

Liberty Interactive Group	4Q09	1Q10	2Q10	3Q10	4Q10
QVC					
QVC US adjusted OIBDA	368	261	303	261	364
QVC UK adjusted OIBDA	39	19	22	25	43
QVC Germany adjusted OIBDA	65	42	30	38	71
QVC Japan adjusted OIBDA	57	48	53	54	69
QVC Italy adjusted OIBDA	(2)	(4)	(5)	(9)	(14)
QVC International adjusted OIBDA	\$ 159	\$ 105	\$ 100	\$ 108	\$ 169
Total QVC adjusted OIBDA	\$ 527	\$ 366	\$ 403	\$ 369	\$ 533
Depreciation and amortization	(134)	(129)	(129)	(129)	(136)
Stock compensation expense	(5)	(5)	(4)	(5)	(4)
Operating Income	\$ 388	\$ 232	\$ 270	\$ 235	\$ 393
Operating Income					
QVC US	265	161	201	159	261
QVC International	123	71	69	76	132
eCommerce Businesses					
Adjusted OIBDA	\$ 34	\$ 18	\$ 28	\$ 10	\$ 47
Depreciation and amortization	(11)	(10)	(11)	(12)	(15)
Stock compensation expense	(6)	(4)	(9)	2	(4)
Operating Income	\$ 17	\$ 4	\$ 8	--	\$ 28

The information shown above provides a reconciliation for QVC (and certain of its subsidiaries) and the eCommerce businesses of adjusted OIBDA to that entity or group's operating income calculated in accordance with GAAP for the three months ended December 31, 2009, March 31, 2010, June 30, 2010, September 30, 2010 and December 31, 2010, respectively.



Reconciling Schedules (Schedule 2)

(\$ millions)

<u>Liberty Starz Group</u>	<u>4Q09</u>	<u>1Q10</u>	<u>2Q10</u>	<u>3Q10</u>	<u>4Q10</u>
Starz, LLC⁽¹⁾					
Adjusted OIBDA	\$ 78	\$ 106	\$ 107	\$ 92	\$ 110
Depreciation and amortization	(4)	(4)	(4)	(3)	(5)
Stock compensation expense	(9)	(3)	(1)	(2)	(35)
Operating Income	\$ 65	\$ 99	\$ 102	\$ 87	\$ 70
<u>Liberty Capital Group</u>					
Starz Media⁽²⁾					
Adjusted OIBDA	\$ (44)	\$ (7)	\$ (54)	\$ (6)	--
Depreciation and amortization	(1)	(2)	(2)	(1)	--
Stock compensation expense	1	--	1	--	--
Operating Loss	\$ (44)	\$ (9)	\$ (55)	\$ (7)	--

The information shown above provides a reconciliation for Starz, LLC of adjusted OIBDA to that entity or group's operating income calculated in accordance with GAAP for the three months ended December 31, 2009, March 31, 2010, June 30, 2010, September 30, 2010 and December 31, 2010, respectively.

- 1) Includes Starz Entertainment for full year 2010 and Starz Media for Q4 2010 after the change in attribution of Starz Media from Liberty Capital to Liberty Starz.
- 2) Includes Starz Media for Q1 2010 through Q3 2010, until the change in attribution of Starz Media from Liberty Capital to Liberty Starz effective as of September 30, 2010.



Reconciling Schedules (Schedule 2)

(\$ millions)

<u>Liberty Interactive Group</u>	<u>2009</u>	<u>2010</u>
QVC		
QVC US adjusted OIBDA	1,105	1,189
QVC UK adjusted OIBDA	101	109
QVC Germany adjusted OIBDA	172	181
QVC Japan adjusted OIBDA	183	224
QVC Italy adjusted OIBDA	(5)	(32)
QVC International adjusted OIBDA	\$ 451	\$ 482
Total QVC adjusted OIBDA	\$ 1,556	\$ 1,671
Depreciation and amortization	(526)	(523)
Stock compensation expense	(16)	(18)
Operating Income	\$ 1,014	\$ 1,130
Operating Income		
QVC US	701	782
QVC International	313	348
eCommerce Businesses		
Adjusted OIBDA	112	103
Depreciation and amortization	(40)	(48)
Stock compensation expense	(18)	(15)
Operating Income	\$ 54	\$ 40

The information shown above provides a reconciliation for QVC (and certain of its subsidiaries) and the eCommerce businesses of adjusted OIBDA to that entity or group's operating income calculated in accordance with GAAP for the years ended December 31, 2009 and December, 31, 2010, respectively.



Reconciling Schedules (Schedule 2)

(\$ millions)

<u>Liberty Starz Group</u>	<u>2009</u>	<u>2010</u>
Starz, LLC⁽¹⁾		
Adjusted OIBDA	\$ 384	\$ 415
Depreciation and amortization	(16)	(16)
Stock compensation expense	(38)	(41)
Operating Income	\$ 330	\$ 358
<u>Liberty Capital Group</u>		
Starz Media⁽²⁾		
Adjusted OIBDA	\$ (93)	\$ (67)
Depreciation and amortization	(9)	(5)
Stock compensation expense	2	1
Operating Loss	\$ (100)	\$ (71)

The information shown above provides a reconciliation for Starz, LLC of adjusted OIBDA to that entity or group's operating income (loss) calculated in accordance with GAAP for the years ended December 31, 2009 and December 31, 2010, respectively.

- 1) Includes Starz Entertainment for full year 2010 and Starz Media for Q4 2010 after the change in attribution of Starz Media from Liberty Capital to Liberty Starz.
- 2) Includes Starz Media for Q1 2010 through Q3 2010, until the change in attribution of Starz Media from Liberty Capital to Liberty Starz effective as of September 30, 2010.



Reconciling Schedules (Schedule 3)

(amounts in millions)

Cash and Liquid Investments Attributable to:

	<u>9/30/10</u>	<u>12/31/10</u>
Liberty Interactive group	935	1,089
Liberty Starz group ^{(1) (2)}	1,164	1,120
Liberty Capital group ^{(3) (4)}	1,894	1,546
Liberty Consolidated Cash and Liquid Investments	\$ 3,993	\$ 3,755
Less:		
Short-term marketable securities - Liberty Starz group	149	175
Long-term marketable securities - Liberty Starz group	-	67
Short-term marketable securities - Liberty Capital group	313	334
Total Liberty Consolidated Cash (GAAP)	\$ 3,531	\$ 3,179
Debt:		
Senior notes and debentures ⁽⁵⁾	1,115	1,115
Senior exchangeable debentures ⁽⁶⁾	1,960	1,960
QVC senior notes ⁽⁵⁾	2,000	2,000
QVC bank credit facility	1,080	785
Other	77	79
Total Attributed Liberty Interactive Group Debt	\$ 6,232	\$ 5,939
Unamortized discount	(23)	(22)
Fair market value adjustment	(794)	(737)
Total Attributed Liberty Interactive Group Debt (GAAP)	\$ 5,415	\$ 5,180
Other	99	105
Total Attributed Liberty Starz Group Debt (GAAP)	\$ 99	\$ 105
Senior exchangeable debentures ⁽⁶⁾	1,138	1,138
Bank investment facility	750	750
Other	-	-
Total Attributed Liberty Capital Group Debt	\$ 1,888	\$ 1,888
Fair market value adjustment	117	145
Total Attributed Liberty Capital Group Debt (GAAP)	\$ 2,005	\$ 2,033
Consolidated Liberty Debt (GAAP)	\$ 7,519	\$ 7,318

- 1) Includes \$149 million and \$175 million of short-term marketable securities with an original maturity greater than 90 days as of September 30, 2010 and December 31, 2010, respectively.
- 2) Includes \$67 million of marketable securities with an original maturity greater than one year as of December 31, 2010, which is reflected in investments in available-for-sale securities in Liberty's condensed consolidated balance sheet.
- 3) Includes \$313 million and \$334 million of short-term marketable securities with an original maturity greater than 90 days as of September 30, 2010, and December 31, 2010, respectively, which is reflected in other current assets in Liberty's condensed consolidated balance sheet.
- 4) Excludes \$476 million and \$503 million of restricted cash on September 30, 2010 and December 31, 2010, respectively, associated with the bank credit facility which is reflected in other long-term assets in Liberty's condensed consolidated balance sheet.
- 5) Face amount of Senior Notes and Debentures with no reduction for the unamortized discount or fair market value adjustment.
- 6) Face amount of Senior Exchangeable Debentures with no reduction for the fair market value adjustment.