

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 720-875-5400	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 7/24/14		9 Classification and description STOCK DIVIDEND	
10 CUSIP number 531229300	11 Serial number(s)	12 Ticker symbol LMCK	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 JULY 24, 2014, EACH HOLDER OF SERIES B LIBERTY MEDIA COMMON STOCK ("LMCB") RECEIVED 2 SHARES OF SERIES C LIBERTY MEDIA COMMON STOCK ("LMCK") FOR EACH SHARE OF LMCB HELD BY THEM AS OF THE RECORD DATE.

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 LMCK SHARE IS GENERALLY 65.29% OF THE TAX BASIS OF A LMCB SHARE PRIOR TO THE STOCK DIVIDEND. THE REMAINING 34.71% IS ALLOCATED TO THE LMCB SHARE.

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	\$50.45	7/24/14	1	\$50.45	34.71%
LMCK	\$47.44	7/24/14	2	\$94.88	65.29%

*AVERAGE OF HIGH AND LOW BASED ON FIRST DAY OF TRADING.

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 DIVIDEND OF THE SERIES C SHARES IS NON-TAXABLE UNDER IRC SECTION 305(a). UNDER IRC SECTION 307(a) EACH SHAREHOLDER IS REQUIRED TO ALLOCATE THEIR TAX BASIS IN THE LMCB SHARE BETWEEN THE LMCB SHARE AND THE TWO SHARES OF LMCK THEY RECEIVED 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

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.

Signature ►  Date ► 7/25/14

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