

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 INVESTOR RELATIONS | 4 Telephone No. of contact 877-772-1518 | 5 Email address of contact INVESTOR@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 5/15/20 | | 9 Classification and description DISTRIBUTION OF RIGHTS TO PURCHASE SERIES C LIBERTY SIRIUSXM COMMON STOCK | |
| 10 CUSIP number 531229128 | 11 Serial number(s) | 12 Ticker symbol LSXMR | 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 MAY 15, 2020 EACH HOLDER OF SERIES B LIBERTY SIRIUSXM COMMON STOCK ("LSXMB") RECEIVED 0.0939 OF A SUBSCRIPTION RIGHT ("LSXMR") TO PURCHASE ONE SHARE OF SERIES C LIBERTY SIRIUSXM COMMON STOCK ("LSXMK") FOR EACH SHARE OF LSXMB HELD. FRACTIONAL RIGHTS WERE ROUNDED UP TO THE NEAREST WHOLE RIGHT WITH RESPECT TO EACH BENEFICIAL OWNER.

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 TAX BASIS OF ANY SUBSCRIPTION RIGHT RECEIVED SHOULD GENERALLY BE ZERO BECAUSE THE FAIR MARKET VALUE OF THE SUBSCRIPTION RIGHTS WAS LESS THAN 15% OF THE FAIR MARKET VALUE OF THE STOCK WITH RESPECT TO WHICH SUCH RIGHTS WERE DISTRIBUTED. HOWEVER, UNDER IRC SECTION 307(b)(2) AND THE TREASURY REGULATIONS PROMULGATED THEREUNDER, A TAXPAYER MAY MAKE AN ELECTION TO ALLOCATE TAX BASIS TO THE SUBSCRIPTION RIGHTS WITH THEIR TIMELY FILED U.S. FEDERAL INCOME TAX RETURN FOR THE TAXABLE YEAR IN WHICH THE DISTRIBUTION OF RIGHTS WAS RECEIVED. IF AN IRC SECTION 307(b)(2) ELECTION IS MADE, THE TAX BASIS OF EACH LSXMB SHARE IS REDUCED TO APPROXIMATELY 98% (THE EXACT PERCENTAGE DEPENDING ON ROUNDING OF A FRACTIONAL RIGHT) OF THE TAX BASIS OF AN LSXMB SHARE PRIOR TO THE DISTRIBUTION OF LSXMR SUBSCRIPTION RIGHTS AND THE REMAINDER IS ALLOCATED TO THE SUBSCRIPTION RIGHTS. SHAREHOLDERS SHOULD CONSIDER THEIR INDIVIDUAL CIRCUMSTANCES AND 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/RIGHTS | TOTAL VALUE | PERCENT |
|-------|----------------|----------|---------------|-------------|---------|
| LSXMB | \$33.22 | 05/18/20 | 75 | \$2,491.50 | 97.72% |
| LSXMR | \$ 7.28 | 05/18/20 | 8 | \$ 58.24 | 2.28% |

*AVERAGE OF HIGH AND LOW BASED ON FIRST DAY OF TRADING. THERE HAS BEEN LIMITED TRADING VOLUME FOR LSXMB. AS SUCH, IT IS REASONABLE TO USE THE TRADING PRICE AND BASIS ALLOCATION FOR LSXMA TO DETERMINE THE BASIS ALLOCATION OF LSXMB.

For Paperwork Reduction Act Notice, see the separate Instructions.

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 DISTRIBUTION OF THE SUBSCRIPTION RIGHTS SHOULD BE 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 LSXMB SHARE BETWEEN THE LSXMB SHARE AND THE
SUBSCRIPTION RIGHT BASED ON RELATIVE FAIR MARKET VALUES. OTHER FAIR MARKET VALUE METHODOLOGIES MAY
BE PERMISSIBLE.

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, 2020.

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 **▶** 5/29/20

Print your name **▶** TY KEARNS 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 ▶ | | Phone no. | |
| Firm's address ▶ | | | | |

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