

# Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-2224

► See separate instructions.

## Part I Reporting Issuer

1 Issuer's name  LIBERTY INTERACTIVE CORPORATION		2 Issuer's employer identification number (EIN)  84-1288730	
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 BOULEVARD		7 City, town, or post office, state, and Zip code of contact  ENGLEWOOD, CO 80112	
8 Date of action  10/20/14		9 Classification and description  STOCK DIVIDEND	
10 CUSIP number  53071M203	11 Serial number(s)	12 Ticker symbol  QVCB	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 OCTOBER 20, 2014, EACH HOLDER OF SERIES B LIBERTY INTERACTIVE COMMON STOCK ("QVCB" FORMERLY "LINTB") RECEIVED 0.14217 SHARES OF SERIES B LIBERTY VENTURES COMMON STOCK ("LVNTB") FOR EACH SHARE OF QVCB HELD BY THEM AS OF THE RECORD DATE. CASH WAS ISSUED IN LIEU OF FRACTIONAL SHARES OF LVNTB.

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 QVCB SHARE IS REDUCED TO 84.9235% OF THE TAX BASIS OF A QVCB SHARE PRIOR TO THE RECAPITALIZATION. THE REMAINING 15.0765% OF THE TAX BASIS IS ALLOCATED EQUALLY TO THE LVNTB SHARES. 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
QVCB	\$25.35	10/21/14	1	\$25.35	84.9235%
LVNTB	\$31.66	10/21/14	0.14217	\$4.50	15.0765%

\*AVERAGE OF HIGH AND LOW BASED ON FIRST DAY OF TRADING. THE TRADE VOLUME OF QVCB AND LVNTB ON 10/21/14 WAS NOT SUBSTANTIAL. HOWEVER, THE AVERAGE PRICE AND BASIS ALLOCATIONS ARE REASONABLE WHEN COMPARED TO THE QVCA/LVNTA AVERAGE PRICES.

**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 B LVNTB SHARES IS NON-TAXABLE UNDER IRC SECTION 305(a). UNDER IRC SECTION 307(a) EACH SHAREHOLDER IS REQUIRED TO ALLOCATE THEIR BASIS IN THE QVCB SHARES BETWEEN THE QVCB SHARE AND THE SHARES OF LVNTB 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 ► 10/27/14Print your name ► TIM LENNEMANTitle ► VICE PRESIDENT

Paid Preparer Use Only

Print/Type preparer's name

Preparer's signature

Date

Check ☐ 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