

**Report of Organizational Actions
Affecting Basis of Securities**

▶ 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 INVESTOR RELATIONS	4 Telephone No. of contact 844-795-9468	5 Email address of contact INVESTOR@LIBERTYEXPEDIA.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 11/4/16		9 Classification and description REDEMPTIVE EXCHANGE OF COMMON STOCK	
10 CUSIP number 53071M864	11 Serial number(s)	12 Ticker symbol LVNTB	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 NOVEMBER 4, 2016, LIBERTY INTERACTIVE CORPORATION REDEEMED 0.4 OF EACH OUTSTANDING SHARE OF ITS SERIES B LIBERTY VENTURES COMMON STOCK ("LVNTB") HELD AS OF THE REDEMPTION DATE FOR 0.4 OF A SHARE OF LIBERTY EXPEDIA HOLDINGS, INC. SERIES B COMMON STOCK ("LEXEB"). 0.6 OF EACH SHARE OF LVNTB REMAINED OUTSTANDING. CASH WAS PAID IN LIEU OF FRACTIONAL SHARES.

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 ▶ 40% OF THE TAX BASIS OF A LVNTB SHARE HELD PRIOR TO THE SPLIT-OFF IS ALLOCATED TO THE 0.4 LEXEB SHARE. 60% OF THE TAX BASIS OF A LVNTB SHARE HELD PRIOR TO THE SPLIT-OFF IS ALLOCATED TO THE 0.6 LVNTB SHARES RETAINED AFTER THE SPLIT-OFF. EACH SHAREHOLDER SHOULD CONSIDER THEIR OWN 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 ▶

	SHARES	PERCENT
LVNTA	0.6	60%
LEXEA	0.4	40%
	1.0	100%

