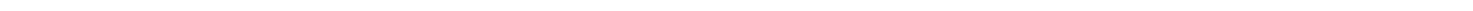


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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
Washingt







QVC's international revenue increased 4% in the fourth quarter to \$658 million and 5% in 2007 to \$2.19 billion driven by favorable foreign currencies 4

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with a music copyright authority. Partially offsetting full-year operating expense declines was a slight increase in SG&A expenses due to higher marketing support expenses and costs associated with new Starz branding initiatives. Starz Entertainment expects its 2008 programming expenses to be comparable to 2007 levels as it invests in original programming initiatives with the launch of its series *Crash*, *Headcase*, and *Hollywood Residential*.

Starz LLC Chairman and CEO Robert B. Clasen said, "Starz Entertainment posted a strong year of growth in subscribers and cash flow in 2007. We look forward to strengthening our programming lineup this year as we launch our first exclusive, original programming." "On the Starz Media side," he added, "the first movie from Overture Films, *Mad Money*, hit theaters in January of 2008, our home video unit produced films for limited theatrical release and home video distribution, our live action TV division produced several made-for-TV movies and our Toronto studio secured contracts for additional computer-generated animation work. Because of production and marketing costs, we expect that the losses at Starz Media will continue this year, but we are pleased with the progress we have made in forming a fully integrated media company with the ability to produce all kinds of programming and to distribute on all platforms."

#### Share Repurchases

There were no share repurchases of Liberty Capital stock during the fourth quarter of 2007. Throughout 2007, Liberty repurchased 11.5 million shares of Series A Liberty Capital common stock at a cost per share of \$113.00 for aggregate cash consideration of \$1.3 billion. The shares repurchased represent approximately 8.2% of the outstanding Liberty Capital common shares. Currently, Liberty has \$1 billion remaining under its Liberty Capital stock repurchase authorization.

The businesses and assets attributed to Liberty Capital Group prior to the issuance of the new Liberty Entertainment tracker are all of Liberty Media's businesses and assets other than those attributed to Liberty Interactive Group and include its subsidiaries Starz Entertainment, LLC, Starz Media, LLC, TruePosition, Inc., FUN Technologies, Inc., Atlanta National League Baseball Club, Inc. (the owner of the Atlanta Braves), Leisure Arts, Inc., and WFRV and WJMN Television Station, Inc., its equity affiliates GSN LLC and WildBlue Communications, Inc. and its interests in News Corporation, Time Warner, Inc. and Sprint Nextel Corporation. Liberty has identified Starz Entertainment, LLC, a consolidated, wholly owned subsidiary, as the principal operating segment of Liberty Capital Group.

6

#### NOTES

Liberty Media Corporation operates and owns interests in a broad range of video and on-line commerce, media, communications and entertainment businesses. Those interests are currently attributed to two tracking stock groups: Liberty Interactive Group and Liberty Capital Group.

As a supplement to Liberty's consolidated statements of operations included in its 10-K, the following is a presentation of financial information on a stand-alone basis for QVC and Starz Entertainment which have been identified as the principal operating segments of Liberty Interactive and Liberty Capital, respectively.

Unless otherwise noted, the foregoing discussion compares financial information for the twelve months and three months ended December 31, 2007 to the same periods in 2006. Please see page 11 of this press release for the definition of operating cash flow and a discussion of management's use of this performance measure. Schedule 1 to this press release provides a reconciliation of Liberty's consolidated segment operating cash flow for its operating segments to consolidated earnings from continuing operations before income taxes and minority interests. Schedule 2 to this press release provides a reconciliation of the operating cash flow for each privately held entity presented herein to that entity's operating income for the same period, as determined under GAAP. Certain prior period amounts have been reclassified for comparability with the 2006 presentation. Liberty completed the sale of its controlling interests in OpenTV and On Command during 2007, and as such, the financial results of these companies have been excluded from all periods presented.

#### Fair Value of Public Holdings and Derivatives

(amounts in millions and include the value of derivatives)	December 31, 2006	September 30, 2007	December 31, 2007
InterActiveCorp	\$ 2,572	2,054	1,863
Expedia (1)	1,452	2,207	2,189
Other Public Holdings	173	246	181
<b>Total Attributed Liberty Interactive Group</b>	<b>\$ 4,197</b>	<b>4,507</b>	<b>4,233</b>
News Corporation	11,003	11,404	10,558
Non Strategic Public Holdings	7,205	5,464	5,048
<b>Total Attributed Liberty Capital Group</b>	<b>\$ 18,208</b>	<b>16,868</b>	<b>15,606</b>

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

7

#### Cash and Debt

The following presentation is provided to separately identify cash and liquid investments and debt information.

(amounts in millions)	September 30, 2007	December 31, 2007
<b>Cash and Cash Related Investments:</b>		
Total Attributed Liberty Interactive Group Cash (GAAP)	\$ 718	557
Total Attributed Liberty Capital Group Cash (GAAP)	2,371	2,578
Total Liberty Consolidated Cash (GAAP)	3,089	3,135
Short-Term Marketable Securities (1)	—	—
Long-Term Marketable Securities (2)	342	86
Total Attributed Liberty Capital Group Liquid Investments	342	86
Total Attributed Liberty Interactive Group Cash and Liquid Investments	718	557
Total Attributed Liberty Capital Group Cash and Liquid Investments	2,713	2,664
<b>Total Liberty Consolidated Cash and Liquid Investments (3)</b>	<b>\$ 3,431</b>	<b>3,221</b>

#### Debt:

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“**Caller:** One question for Greg. So the current Liberty stock prices reflected a pretty large discount asset to value despite the entertainment tracker from last week. . . . Arguably massive. There is always going to be moving parts but with Dr. Malone charged with replacement of purchasing shares could you walk us through the potential sources of cash, I know it's at trib [sic] use but each of those trackers.”

“**Company Representative:** Well Liberty Entertainment has attributed to it \$550 million of exchangeable debt. Which is long term. It needs it be serviced but it's not current in trying to handle the maturity. It has roughly \$1 billion of cash. You could imagine coming up with some sort of a reg U loan. Not anywhere near what a reg U loan could do against the stock at Liberty Entertainment but that is a sort of capital. But I would leavely [sic] discount. It's not a 50% source of capital. And the second is what borrowings we could generate against Starz Entertainment, which has a healthy cash flow and certainly could generate some capital in this marketplace less than in some, but still we're comfortable if we were — needed to borrow against Liberty Entertainment. There is at least those two sources as well as its own cash. . . . Just to be clear. We've always been — I should not leave that comment without noting, we have never been enthusiastic about borrowing against those positions when you do not have takeouts ab [sic] liquidity. Why we felt better about borrowing against Liberty international is you have a cash flow generating business that can re pay the bet [sic] debt. You do not have to sell an asset to pay taxes to repay the debt. So if you took that metric, you're really left with only the cash at Liberty Capital and you're left with only the cash and the borrowing capacity against Starz at Liberty Entertainment that and would substantially reduce your borrowing.”

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“**Company Representative:** As far as bringing LINTA back in, I don't know why we would bring LINTA into LCAPA, new LCAPA. . . . We're hoping to get more clarity, more focus, stronger operating businesses that are logical and fit together at Liberty interactive and the same at Liberty Entertainment. So it would sort of be counter our strategy and I do not think it would be positive for either of those stocks merging back in. So don't see that as part of our plan. Of course things could change but that's not where we're added today.”

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Under the Securities Act of 1933  
Subject Company: Liberty Media Corporation  
Exchange Act File No. 000-51990

**Liberty Media Announces When-Issued Trading Information for New Tracking Stock**

ENGLEWOOD, Colo., February 28, 2008 — Liberty Media Corporation (Nasdaq: LINTA/B and LCAPA/B) (Liberty) has been advised by Nasdaq that shares of Series A Liberty Entertainment tracking stock and Series B Liberty Entertainment tracking stock will trade, on a when-issued basis, on the OTC Bulletin Board under the symbols "LMDRA" and "LMDRB" respectively, on March 3, 2008. Shares of Liberty Entertainment tracking stock are intended to be issued in the previously announced reclassification of Liberty Capital common stock into a reclassified Liberty Capital tracking stock and a new Liberty Entertainment tracking stock. The completion of the reclassification is subject to certain conditions, including the receipt of a tax opinion and the filing of Liberty's amended charter with the Delaware Secretary of State. If the reclassification is completed, it is complete. Depose D D Di LCAPA/B ~

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