FORM 4

obligations may continue. See Instruction 1(b).

Check this box if no longer subject to Section 16. Form 4 or Form 5

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL OMB Number: Estimated average burden hours per response: 0.5

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* <u>LIBERTY MEDIA CORP</u>						[2. Issuer Name and Ticker or Trading Symbol [IAC/INTERACTIVECORP] [IACI]								Relationship of Reporti (Check all applicable) Director			-		ssuer Owner
(Last) (First) (Middle) 12300 LIBERTY BOULEVARD						3. Date of Earliest Transaction (Month/Day/Year) 01/20/2009									Offic belov	er (give title w)		Other below	(specify)
(Street) ENGLEWOOD CO 80112					. If Amendment, Date of 0				of Original Filed (Month/Day/Year)				6. Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting Person						
(City)	?)	State)	(Zip)	D i-		0		- 4 -				£ F	6			1			
Table I - Non-Deriv 1. Title of Security (Instr. 3) 2. Transact Date (Month/Date)				tion	2A. I Exec if an	A. Deemed Execution Date,		3. Transaction Code (Instr. 8)		4. Securities Acquired (A) o				5. Amount of Securities Beneficially Owned Following		6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership	
									Code	v	Amount	(A) or (D)	Price			ed ction(s) 3 and 4)			(Instr. 4)
Common Stock				01/20/2009				S		56,900	D	\$15.	03(1)	25,923,803		I		Held through wholly- owned subsidiary	
Common Stock				01/21/2009					S		6,000	D	\$1	\$ 15		25,917,803		I	Held through wholly- owned subsidiary
Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)																			
1. Title of Derivative Security (Instr. 3)	2. Conversior or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	Executi if any	3A. Deemed Execution Date,		4. Transaction Code (Instr. 8)		5. Number of			cisable and	7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4)		8. F Der See (Ins	Price of rivative curity str. 5)	9. Number derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	y	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
					Code	v	(A) (D)		Date Exercisable		Expiration Date	Amou or Numb of Title Share		r					

Explanation of Responses:

1. The price reflects a weighted average of sales made at prices ranging from \$15.00 to \$15.18. The Reporting Person agrees to provide upon request by the staff of the Securities and Exchange Commission, the Issuer, or a security holder of the Issuer, information regarding the number of shares sold at each separate price.

> LIBERTY MEDIA CORPORATION By: /S/ Craig 01/22/2009 **Troyer Vice President**

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- * If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.