

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Laboratory Corporation of America Holdings		2 Issuer's employer identification number (EIN) 13-3757370	
3 Name of contact for additional information Paul Surdez	4 Telephone No. of contact (336) 229-1127	5 Email address of contact surdezp@LabCorp.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 358 South Main Street		7 City, town, or post office, state, and Zip code of contact Burlington, North Carolina 27215	
8 Date of action February 19, 2015	9 Classification and description Stock		
10 CUSIP number 50540R409	11 Serial number(s)	12 Ticker symbol LH	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 February 19, 2015, Laboratory Corporation of America Holdings ("LabCorp") acquired Covance Inc. ("Covance"). At the effective time of the merger (9:00 AM on February 19, 2015) and without any action on the part of the shareholders, each Covance share was cancelled and automatically converted into and became the right to receive (x) \$75.76 in cash, without interest, and (y) 0.2686 of a share of common stock of LabCorp.**

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 ▶ **Each former Covance shareholder will take a fair market value basis in the LabCorp common stock received in the transaction.**

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 ▶ **The fair market value of one share of LabCorp common stock was determined to be \$117.00 as of the effective time. This fair market value is based on the closing price of the LabCorp common stock traded on the NYSE on February 18, 2015, the last trading day before the effective time of the merger.**

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Sections 1001 and 1012.

18 Can any resulting loss be recognized? ▶ Yes.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The transaction is reportable by each former Covance shareholder in their tax year that includes February 19, 2015.

Former Covance shareholders are urged to consult their own tax advisors with respect to their individual tax consequences of the merger. The information contained in this document does not constitute tax advice and is not intended or written to be used, and cannot be used, for the purposes of (i) avoiding the penalties under the Internal Revenue Code of 1986, or (ii) promoting, marketing, or recommending any transaction or matter addressed herein.

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 ▶ 3/5/15
Print your name ▶ Richard F. Bryant, Jr. Title ▶ Senior Vice President -- Tax

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 ▶			
	Firm's address ▶	Phone no.			