## SOHU.COM INC. CONDENSED CONSOLIDATED BALANCE SHEETS (UNAUDITED, IN THOUSANDS)

|   | As of Jun. 30, 2010 |         | As of Dec. 31, 2009 |         |
|---|---------------------|---------|---------------------|---------|
| ASSETS                                      |                     |         |                     |         |
| Current assets:                             |                     |         |                     |         |
| Cash and cash equivalents                   | \$                  | 599,105 | \$                  | 563,782 |
| Accounts receivable, net                    |                     | 62,014  |                     | 46,610  |
| Prepaid and other current assets            |                     | 19,263  |                     | 10,781  |
| Total current assets                        |                     | 680,382 |                     | 621,173 |
| Fixed assets, net                           |                     | 119,136 |                     | 115,088 |
| Goodwill                                    |                     | 67,708  |                     | 55,555  |
| Intangible assets, net                      |                     | 14,073  |                     | 7,933   |
| Other assets, net                           |                     | 73,242  |                     | 28,524  |
| Total assets                                | \$                  | 954,541 | \$                  | 828,273 |
| LIABILITIES AND SHAREHOLDERS' EQUITY        |                     |         |                     |         |
| Current liabilities:                        |                     |         |                     |         |
| Accounts payable                            | \$                  | 7,397   | \$                  | 4,602   |
| Accrued liabilities to suppliers and agents |                     | 49,233  |                     | 41,103  |
| Receipts in advance and deferred revenue    |                     | 41,780  |                     | 36,944  |
| Accrued salary and benefits                 |                     | 29,697  |                     | 28,860  |
| Tax payables                                |                     | 19,997  |                     | 21,953  |
| Other accrued liabilities                   |                     | 23,436  |                     | 17,035  |
| Total current liabilities                   | \$                  | 171,540 | \$                  | 150,497 |
| Contingent consideration                    |                     | 1,325   |                     | _       |
| Commitments and contingencies               |                     | _       |                     | -       |
| Shareholders' equity:                       |                     |         |                     |         |
| Sohu.com Inc. shareholders' equity          |                     | 684,174 |                     | 609,781 |
| Noncontrolling interest                     |                     | 97,502  |                     | 67,995  |
| Total shareholders' equity                  | \$                  | 781,676 | \$                  | 677,776 |
| Total liabilities and shareholders' equity  | \$                  | 954,541 | \$                  | 828,273 |