

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

	<u>As of Mar. 31, 2006</u>	<u>As of Dec. 31, 2005</u>
ASSETS		
Cash, cash equivalents and investments in		
marketable debt securities	\$ 137,456	\$ 133,086
Accounts receivable, net	24,851	19,283
Prepaid and other current assets	4,254	4,546
Fixed assets, net	16,144	15,745
Goodwill	50,920	50,918
Intangible assets, net	10,483	11,251
Restricted cash	998	991
Other assets, net	3,638	3,861
	<u>\$ 248,744</u>	<u>\$ 239,681</u>
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Accounts payable and accrued liabilities	\$ 34,661	\$ 35,053
Zero coupon convertible senior notes	<u>74,780</u>	<u>74,780</u>
Total liabilities	109,441	109,833
 Shareholders' equity	 <u>139,303</u>	 <u>129,848</u>
	<u>\$ 248,744</u>	<u>\$ 239,681</u>