

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

	<u>As of Dec. 31, 2007</u>	<u>As of Dec. 31, 2006</u>
	(Unaudited)	(Audited)
ASSETS		
Cash, cash equivalents and investments in		
marketable debt securities	\$ 122,706	\$ 129,698
Accounts receivable, net	27,058	23,825
Prepaid and other current assets	7,551	5,961
Fixed assets, net	65,027	21,453
Goodwill	55,542	54,986
Intangible assets, net	7,041	8,360
Restricted cash	4,324	4,774
Other assets, net	1,268	4,534
	<u>\$ 290,517</u>	<u>\$ 253,591</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Accounts payable and accrued liabilities	\$ 71,607	\$ 37,795
Zero coupon convertible senior notes	<u>6</u>	<u>59,780</u>
Total liabilities	71,613	97,575
Minority interests	7	53
Shareholders' equity	<u>218,897</u>	<u>155,963</u>
	<u>\$ 290,517</u>	<u>\$ 253,591</u>