

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

	<u>As of Jun 30, 2011</u>	<u>As of Dec 31, 2010</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 718,055	\$ 678,389
Short term investments	16,070	–
Investment in debt securities	77,280	75,529
Accounts receivable, net	85,998	62,603
Prepaid and other current assets	<u>27,124</u>	<u>19,646</u>
Total current assets	<u>924,527</u>	<u>836,167</u>
Fixed assets, net	134,297	120,627
Goodwill	176,562	67,761
Intangible assets, net	67,021	17,308
Prepaid non-current assets	151,412	137,999
Other assets	<u>6,487</u>	<u>7,728</u>
Total assets	<u>\$ 1,460,306</u>	<u>\$ 1,187,590</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 25,177	\$ 5,940
Accrued liabilities	75,923	65,229
Receipts in advance and deferred revenue	57,392	51,513
Accrued salary and benefits	39,210	35,409
Taxes payable	26,154	31,719
Other short-term liabilities	25,376	21,862
Contingent consideration	<u>13,978</u>	<u>–</u>
Total current liabilities	<u>\$ 263,210</u>	<u>\$ 211,672</u>
Long-term accounts payable	1,727	–
Deferred tax liabilities	4,718	–
Contingent consideration	15,646	1,359
Total long-term liabilities	<u>\$ 22,091</u>	<u>\$ 1,359</u>
Total liabilities	<u>\$ 285,301</u>	<u>\$ 213,031</u>
MEZZANINE EQUITY	53,577	–
SHAREHOLDERS' EQUITY:		
Sohu.com Inc. shareholders' equity	903,390	796,117
Noncontrolling Interest	<u>218,038</u>	<u>178,442</u>
Total shareholders' equity	<u>\$ 1,121,428</u>	<u>\$ 974,559</u>
Total liabilities, mezzanine equity and shareholders' equity	<u>\$ 1,460,306</u>	<u>\$ 1,187,590</u>

Note:

(a) Certain amounts from prior periods have been reclassified to conform with current period presentation.