SOHU.COM INC.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited) (In thousands)

Nine Months Ended September 30,

Net loss		2016	 2017
Adjustments to reconcile net income /(loss) to net eash provided by operating activities: Amortization of intangible assets and purchased video content in prepaid expense Depreciation Goodwill impairment and impairment of intangible assets acquired as part of business acquisitions Impairment of other intangible assets and other assets footowing acquisitions Impairment of other intangible assets and other assets footowing acquisitions Impairment of other intangible assets and other assets footowing acquisitions Impairment of other intangible assets and other assets footowing acquisitions Share-based compensation expense Investment loss from equity investments Investment loss from equity investments Investment of available-for-sale securities Change in fair value of financial instruments Changes in sasets and liabilities, net of acquisition: Accounts receivable Accounts receivable Accounts receivable Accounts payable Accounts and deferred revenue Accounts payable Ac	Cash flows from operating activities:	 	
Amortization of intangible assets and purchased video content in prepaid expense 105,773 110,883 Depreciation 53,769 61,000 Goodwill impairment and impairment of intangible assets acquired as part of business acquisitions 4,341 4,408 Provision for allowance for doubtful accounts 4,341 4,403 Share-based compensation expense 16,147 22,455 Investment loss from equity investments 1,006 850 Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments (7,732) (5,560 Others (407) (434) Changes in assets and liabilities, net of acquisition: (407) (434) Changes in assets and liabilities, net of acquisition: 21,101 Accounts receivable 56,560 (84,542 Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Acerued liabilities and other short-term liabilities (47,720 27,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 214,224 83,972 Cash flows from investing activities: (134,513) (46,310) Purchase of intangible and other assets (134,513) (46,310) Purchase of financial instruments (282,000) (568,686) Purchase of fong-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party (18,115) 0 Other cash proceeds/(payments) related to investing activities (9,046) (185,233) Cash flows from financing activities (9,046) (185,233)	Net loss	\$ (77,886)	\$ (200,426)
Depreciation 53,769 61,000 Goodwill impairment and impairment of intangible assets acquired as part of business acquisitions 0 86,882 Impairment of other intangible assets and other assets 6,027 44,989 Provision for allowance for doubtful accounts 4,341 4,403 Share-based compensation expense 16,147 22,455 Investment loss from equity investments 1,006 850 Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments (7,732) (5,566) Others (407) (434) Changes in assets and liabilities, net of acquisition: 4(407) (434) Accounts receivable 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable 35,520 26,463 Deferred tax 5,191 6,837			
Goodwill impairment and impairment of intangible assets acquired as part of business acquisitions 0 86,882 business acquisitions Impairment of other intangible assets and other assets 6,027 44,989 Provision for allowance for doubtful accounts 4,341 4,403 Share-based compensation expense 16,147 22,455 Investment loss from equity investments 1,006 850 Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments (407) (434) Others (407) (434) Changes in assets and liabilities, net of acquisition: (407) (434) Accounts receivable 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities (282,000) <td>Amortization of intangible assets and purchased video content in prepaid expense</td> <td>105,773</td> <td>110,883</td>	Amortization of intangible assets and purchased video content in prepaid expense	105,773	110,883
Dusiness acquisitions Dusiness acquisitions Impairment of other intangible assets and other assets 6,027 44,989 Provision for allowance for doubtful accounts 4,341 4,403 5,402 16,147 22,455 Investment loss from equity investments 1,006 850 Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments 0,732 0,5660 Others (407 0,434) Changes in assets and liabilities, net of acquisition: Accounts receivable 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable 35,520 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities 228,000 (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of financial instruments (282,000) (64,764) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 (2,5462) 0 0 0 0 0 0 0 0 0	•	53,769	61,000
Provision for allowance for doubtful accounts 4,341 4,403 Share-based compensation expense 16,147 22,455 Investment loss from equity investments 1,006 850 Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments (7,732) (5,566) Others (407) (434) Changes in assets and liabilities, net of acquisition:	business acquisitions	0	86,882
Share-based compensation expense 16,147 22,455 Investment loss from equity investments 1,006 850 Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments (7,732) (5,566) Others (407) (434) Changes in assets and liabilities, net of acquisition: 36,560 (84,542) Accounts receivable 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities (82,000) (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term	Impairment of other intangible assets and other assets	6,027	44,989
Investment loss from equity investments 1,006 850 Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments (7,732) (5,566) Others (407) (434) Changes in assets and liabilities, net of acquisition: 3 407 (434) Changes in assets and liabilities, net of acquisition: 3 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 214,224 83,972 Cash flows from investing activities (282,000) (568,680) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (12,940) (7,68	Provision for allowance for doubtful accounts	•	4,403
Impairment of available-for-sale securities 0 5,754 Change in fair value of financial instruments (7,732) (5,566) Others (407) (434) Changes in assets and liabilities, net of acquisition: 36,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,643 Deferred tax 511 6,837 Net cash provided by operating activities 31,972 Cash flows from investing activities: 214,224 83,972 Cash flows from investing activities: (282,000) (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of intangible and other assets (134,513) (40,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted ti	Share-based compensation expense	16,147	22,455
Change in fair value of financial instruments (7,732) (5,566) Others (407) (434) Changes in assets and liabilities, net of acquisition: 86,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable 35,520 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: Purchase of financial instruments (282,000) (568,686) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591	Investment loss from equity investments	1,006	850
Others (407) (434) Changes in assets and liabilities, net of acquisition: (84,542) Accounts receivable 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities 2282,000) (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments	Impairment of available-for-sale securities	0	5,754
Changes in assets and liabilities, net of acquisition: 56,560 (84,542) Accounts receivable 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 214,224 83,972 Cash flows from investing activities (282,000) (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 <	Change in fair value of financial instruments	(7,732)	(5,566)
Accounts receivable 56,560 (84,542) Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 214,224 83,972 Cash flows from investing activities: (282,000) (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 R	Others	(407)	(434)
Prepaid and other assets 7,520 21,101 Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 214,224 83,972 Purchase of financial instruments (282,000) (568,686) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,840 3,065) Net cash used in investing activities 9,046 (185,233)	Changes in assets and liabilities, net of acquisition:		
Accounts payable 17,507 20,624 Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 89,902 (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: 7,785 <td>Accounts receivable</td> <td>56,560</td> <td>(84,542)</td>	Accounts receivable	56,560	(84,542)
Accrued liabilities and other short-term liabilities 64,720 (44,733) Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities:	Prepaid and other assets	7,520	21,101
Receipts in advance and deferred revenue (2,792) 7,432 Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 89,990 (568,686) Purchase of financial instruments (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: 0 67,785	Accounts payable	17,507	20,624
Taxes payable (35,520) 26,463 Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: \$\$\$\$\$\$\$\$\$\$-\$\$\$\$-\$\$\$\$ \$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$ Purchase of financial instruments (282,000) (568,686) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: 0 67,785	Accrued liabilities and other short-term liabilities	64,720	(44,733)
Deferred tax 5,191 6,837 Net cash provided by operating activities 214,224 83,972 Cash flows from investing activities: 89,902 (568,686) Purchase of financial instruments (282,000) (568,686) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Receipts in advance and deferred revenue	(2,792)	7,432
Net cash provided by operating activities Cash flows from investing activities: Purchase of financial instruments Purchase of fixed assets Purchase of intangible and other assets Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net Proceeds from financial instruments 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party Other cash proceeds/(payments) related to investing activities Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Taxes payable	(35,520)	26,463
Cash flows from investing activities: Purchase of financial instruments (282,000) (568,686) Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Deferred tax	 5,191	6,837
Purchase of financial instruments(282,000)(568,686)Purchase of fixed assets(89,990)(64,764)Purchase of intangible and other assets(134,513)(46,310)Purchase of long-term investments(12,940)(7,680)Matching loan to a related party(18,115)0Cash released from restricted time deposits and time deposits, net225,4620Proceeds from financial instruments295,591500,344Return of funds from a third party3,6194,928Other cash proceeds/(payments) related to investing activities3,840(3,065)Net cash used in investing activities(9,046)(185,233)Cash flows from financing activities:Proceeds from short-term bank loan067,785	Net cash provided by operating activities	 214,224	 83,972
Purchase of fixed assets (89,990) (64,764) Purchase of intangible and other assets (134,513) (46,310) Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities: Proceeds from short-term bank loan 0 67,785	Cash flows from investing activities:		
Purchase of intangible and other assets Purchase of long-term investments (12,940) Matching loan to a related party Cash released from restricted time deposits and time deposits, net Proceeds from financial instruments Return of funds from a third party Other cash proceeds/(payments) related to investing activities Net cash used in investing activities: Proceeds from short-term bank loan (134,513) (46,310) (7,680) (18,115) 0 225,462 0 90,344 Return of funds from a third party 3,619 4,928 (3,065) Net cash used in investing activities (9,046) (185,233)	Purchase of financial instruments	(282,000)	(568,686)
Purchase of long-term investments (12,940) (7,680) Matching loan to a related party (18,115) 0 Cash released from restricted time deposits and time deposits, net 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities: (9,046) (185,233) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Purchase of fixed assets	(89,990)	(64,764)
Matching loan to a related party Cash released from restricted time deposits and time deposits, net Proceeds from financial instruments 225,462 0 Proceeds from financial instruments 295,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities Net cash used in investing activities (9,046) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Purchase of intangible and other assets	(134,513)	(46,310)
Cash released from restricted time deposits and time deposits, net Proceeds from financial instruments 225,462 95,591 500,344 Return of funds from a third party 3,619 4,928 Other cash proceeds/(payments) related to investing activities Net cash used in investing activities (9,046) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Purchase of long-term investments	(12,940)	(7,680)
Proceeds from financial instruments Return of funds from a third party Other cash proceeds/(payments) related to investing activities Net cash used in investing activities Cash flows from financing activities: Proceeds from short-term bank loan 295,591 3,619 4,928 (3,065) (9,046) (185,233) 67,785	Matching loan to a related party	(18,115)	0
Return of funds from a third party3,6194,928Other cash proceeds/(payments) related to investing activities3,840(3,065)Net cash used in investing activities(9,046)(185,233)Cash flows from financing activities:067,785	Cash released from restricted time deposits and time deposits, net	225,462	0
Other cash proceeds/(payments) related to investing activities 3,840 (3,065) Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Proceeds from financial instruments	295,591	500,344
Net cash used in investing activities (9,046) (185,233) Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Return of funds from a third party	3,619	4,928
Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Other cash proceeds/(payments) related to investing activities	3,840	(3,065)
Cash flows from financing activities: Proceeds from short-term bank loan 0 67,785	Net cash used in investing activities	 (9,046)	(185,233)
Proceeds from short-term bank loan 0 67,785	_		
	-	0	67,785
	Matching loan from a related party	17,041	0

Exercise of share-based awards in subsidiaries	291	493
Repayments of loans from banks	(344,500)	(6,914)
Repurchase of Sogou Class A Common Shares from noncontrolling shareholders	0	(3,190)
Other cash payments related to financing activities	(423)	(909)
Net cash provided by/(used in) financing activities	(327,591)	57,265
Effect of exchange rate changes on cash and cash equivalents	(20,427)	21,919
Reclassification of cash and cash equivalents from assets held for sale	 (10,280)	 11,684
Net decrease in cash and cash equivalents	 (153,120)	 (10,393)
Cash and cash equivalents at beginning of period	1,245,205	1,050,957
Cash and cash equivalents at end of period	\$ 1,092,085	\$ 1,040,564
Supplemental cash flow disclosures:		
Barter transactions recognized in revenue	\$ 9,259	\$ 4,771
Supplemental schedule of non-cash investing activity:		
Changes in payables and other liabilities related to fixed assets and intangible assets additions	0	54,071

The accompanying notes are an integral part of these condensed consolidated financial statements