

CONDENSED CONSOLIDATED BALANCE SHEETS

(UNAUDITED, IN THOUSANDS)

	<u>As of Sep. 30, 2016</u>	<u>As of Dec. 31, 2015</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,092,085	\$ 1,245,205
Restricted time deposits (a)	-	227,285
Short-term investments	264,109	174,515
Accounts receivable, net	204,748	273,617
Prepaid and other current assets	274,701	158,890
Assets held for sale (b)	101,786	-
Total current assets	<u>1,937,429</u>	<u>2,079,512</u>
Long-term investments	68,861	62,093
Fixed assets, net	525,899	508,692
Goodwill	69,688	154,219
Intangible assets, net	33,593	55,415
Restricted time deposits (a)	9,270	136,694
Prepaid non-current assets	5,167	6,254
Other assets	25,546	39,315
Total assets	<u>\$ 2,675,453</u>	<u>\$ 3,042,194</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 163,843	\$ 129,025
Accrued liabilities	335,046	309,657
Receipts in advance and deferred revenue	128,943	135,385
Accrued salary and benefits	84,783	99,631
Taxes payable	38,764	67,480
Deferred tax liability	26,247	24,884
Short-term bank loans (a)	-	344,500
Other short-term liabilities	198,171	154,017
Liabilities held for sale (b)	3,236	-
Total current liabilities	<u>\$ 979,033</u>	<u>\$ 1,264,579</u>
Long-term accounts payable	17,272	4,600
Long-term tax payable	33,199	24,732
Deferred tax liabilities	14,037	17,531
Total long-term liabilities	<u>\$ 64,508</u>	<u>\$ 46,863</u>
Total liabilities	<u>\$ 1,043,541</u>	<u>\$ 1,311,442</u>
SHAREHOLDERS' EQUITY:		
Sohu.com Inc. shareholders' equity	1,084,273	1,241,022
Noncontrolling Interest	547,639	489,730
Total shareholders' equity	<u>\$ 1,631,912</u>	<u>\$ 1,730,752</u>
Total liabilities and shareholders' equity	<u>\$ 2,675,453</u>	<u>\$ 3,042,194</u>

Note:

- (a) Changyou had repaid all of the remaining bank loans of \$344.5 million, and restricted time deposits of \$354.7 million that secured these loans had been released during the first quarter of 2016.
- (b) Changyou's management had an intention to divest its interest in MoboTap during the third quarter of 2016. Therefore, the assets and liabilities of MoboTap were recognized as "Assets held for sale" and "Liabilities held for sale," respectively, in the third quarter of 2016.