

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

	<b>As of Sep. 30, 2006</b>	<b>As of Dec. 31, 2005</b>
		<b>(Audited)</b>
<b>ASSETS</b>		
Cash, cash equivalents and investments in		
marketable debt securities	\$ 119,950	\$ 133,086
Accounts receivable, net	25,919	19,283
Prepaid and other current assets	5,221	4,546
Fixed assets, net	20,316	15,745
Goodwill	51,442	50,918
Intangible assets, net	9,050	11,251
Restricted cash	4,762	991
Other assets, net	5,250	3,861
	\$ 241,910	\$ 239,681
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Accounts payable and accrued liabilities	\$ 36,914	\$ 35,053
Zero coupon convertible senior notes	59,780	74,780
Total liabilities	96,694	109,833
Shareholders' equity	145,216	129,848
	\$ 241,910	\$ 239,681