

F5 Networks, Inc.
Consolidated Statements of Operations
(unaudited, in thousands, except per share amounts)

	Three months ended		Nine months ended	
	June? 30,		June? 30,	
	<u>2000</u>	<u>1999</u>	<u>2000</u>	<u>1999</u>
Net revenues:				
Products.....	\$23,834	\$ 6,444	\$ 58,648	???????? \$ 11,872
Services.....	5,387	1,161	13,350	2,190
Total net revenues.....	<u>29,221</u>	<u>7,605</u>	<u>71,998</u>	<u>14,062</u>
Cost of net revenues:				
Products.....	6,032	1,636	15,709	3,085
Services.....	2,238	396	5,089	976
Total cost of net revenues.....	<u>8,270</u>	<u>2,032</u>	<u>20,798</u>	<u>4,061</u>
Gross profit.....	<u>20,951</u>	<u>5,573</u>	<u>51,200</u>	<u>10,001</u>
Operating expenses:				
Sales and marketing.....	10,575	4,010	24,769	9,113
Research and development.....	3,422	1,466	8,408	3,810
General and administrative.....	2,222	954	5,448	2,145
Amortization of unearned compensation.....	434	759	1,447	1,797
Total operating expenses.....	<u>16,653</u>	<u>7,189</u>	<u>40,072</u>	<u>16,865</u>
Income (loss) from operations.....	4,298	(1,616)	11,128	(6,864)
Interest income, net.....	855	97	2,414	186
Income (loss) before income taxes.....	5,153	(1,519)	13,542	(6,678)
Provision for income taxes.....	1,308		1,308	
Net income (loss).....	<u>\$ 3,845</u>	<u>\$ (1,519)</u>	<u>\$ 12,234</u>	<u>?????????? \$ (6,678)</u>
Net income (loss) per share ? basic.....	<u>\$ 0.18</u>	<u>\$ (0.15)</u>	<u>\$ 0.58</u>	<u>\$ (0.88)</u>
Weighted average shares ? basic.....	<u>21,354</u>	<u>10,149</u>	<u>20,994</u>	<u>7,582</u>
Net income (loss) per share ? diluted.....	<u>\$ 0.17</u>	<u>\$ (0.15)</u>	<u>\$ 0.53</u>	<u>\$ (0.88)</u>
Weighted average shares ? diluted.....	<u>23,004</u>	<u>10,149</u>	<u>22,933</u>	<u>7,582</u>