

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

	Three months ended March 31,		Six months ended March 31,	
	2001	2000	2001	2000
Net revenues:				
Products.....	\$19,722	\$ 18,532	\$37,497	\$34,814
Services.....	7,295	5,072	14,303	7,963
Total net revenues.....	27,067	23,604	51,800	42,777
Cost of net revenues:				
Products.....	7,753	5,053	15,839	9,677
Services.....	3,238	1,792	6,822	2,851
Provision for excess inventory	4,910		4,910	
Total cost of net revenues.....	15,901	6,845	27,571	12,528
Gross profit.....	11,166	16,759	24,229	30,249
Operating expenses:				
Sales and marketing.....	12,876	8,452	26,405	14,194
Research and development.....	4,651	2,761	9,596	4,986
General and administrative.....	4,252	1,748	8,998	3,226
Restructuring charges.....	(96)		975	
Amortization of unearned compensation.....	1,595	470	2,171	1,013
Total operating expenses.....	23,278	13,431	48,145	23,419
Income (loss) from operations.....	(12,112)	3,328	(23,916)	6,830
Other income, net.....	1,110	818	1,547	1,559
Income (loss) before income taxes.....	(11,002)	4,146	(22,369)	8,389
Provision for Income taxes.....	2,260		4,697	
Net income (loss).....	\$ (8,742)	\$ 4,146	\$ (17,672)	\$ 8,389
Net income (loss) per share – basic.....	\$ (0.40)	\$ 0.20	\$ (0.81)	\$ 0.40
Weighted average shares – basic.....	21,917	21,198	21,796	20,811
Net income (loss) per share – diluted.....	\$ (0.40)	\$ 0.18	\$ (0.81)	\$ 0.36
Weighted average shares – diluted.....	21,917	23,105	21,796	23,092
Pro Forma (1)				
Income (loss) before taxes.....	\$ (4,090)	\$ 4,146	\$(15,457)	\$8,389
Income (loss) before taxes per share - basic.....	(0.19)	\$ 0.20	\$ (0.71)	\$ 0.40
Weighted average shares - basic.....	21,917	21,198	21,796	20,811
Income (loss) before taxes per share - diluted.....	\$ (0.19)	\$ 0.18	\$ (0.71)	\$ 0.36
Weighted average shares - diluted.....	21,917	23,105	21,796	23,092
(1) Items excluded from Pro forma net (pre-tax) are:	\$ 502		\$ 502	
Executive recruitment (General and administrative)	1,300		1,300	
Executive recruitment (Amortization of unearned compensation)	4,910		4,910	
Write down of inventory (Cost of net revenues)	200		200	
Impairment of assets due to office relocation (Other)	\$ 6,912		\$ 6,912	