

F5 Networks, Inc.
Condensed Consolidated Statements of
Operations

(in thousands, except per share amounts)

	Three months ended	
	December 31,	
	<u>2001</u>	<u>2000</u>
Net revenues:		
Products.....	\$20,658	\$17,733
Services.....	6,367	7,000
Total net revenues.....	<u>27,025</u>	<u>24,733</u>
 Cost of net revenues:		
Products.....	5,963	8,086
Services.....	2,694	3,584
Total cost of net revenues.....	<u>8,657</u>	<u>11,670</u>
Gross profit.....	<u>18,368</u>	<u>13,063</u>
 Operating expenses:		
Sales and marketing.....	12,440	13,451
Research and development.....	4,137	4,844
General and administrative.....	4,045	4,688
Restructuring charges.....	-	1,071
Amortization of unearned compensation.....	133	576
Total operating expenses.....	<u>20,755</u>	<u>24,630</u>
 Loss from operations.....	(2,387)	(11,567)
Other income, net.....	505	199
Loss before income taxes.....	(1,882)	(11,368)
Provision (benefit) for income taxes.....	189	(2,437)
Net loss.....	<u><u>\$(2,071)</u></u>	<u><u>\$(8,931)</u></u>
 Loss per share before income taxes - basic and diluted.....	\$(0.08)	\$(0.52)
Net loss per share - basic and diluted.....	<u><u>\$(0.08)</u></u>	<u><u>\$(0.41)</u></u>
Weighted average shares - basic.....	<u><u>24,883</u></u>	<u><u>21,677</u></u>