

**F5 Networks, Inc.**  
**Consolidated Income Statements**  
(unaudited, in thousands, except per share data)

	Three months ended March 31,		Six months ended March 31,	
	2005	2004	2005	2004
Net revenues:				
Products.....	\$53,332	\$29,720	\$99,729	\$56,096
Services.....	14,398	10,927	28,010	20,632
Total.....	<u>67,730</u>	<u>40,647</u>	<u>127,739</u>	<u>76,728</u>
Cost of net revenues:				
Products.....	11,820	6,799	22,348	12,648
Services.....	3,908	2,626	7,294	5,088
Total.....	<u>15,728</u>	<u>9,425</u>	<u>29,642</u>	<u>17,736</u>
Gross profit.....	<u>52,002</u>	<u>31,222</u>	<u>98,097</u>	<u>58,992</u>
Operating expenses:				
Sales and marketing.....	20,885	15,920	40,525	30,874
Research and development.....	7,789	5,900	14,763	11,344
General and administrative.....	5,854	3,855	10,860	7,202
Amortization of unearned compensation.....	-	-	-	10
Total.....	<u>34,528</u>	<u>25,675</u>	<u>66,148</u>	<u>49,430</u>
Income from operations.....	17,474	5,547	31,949	9,562
Other income, net.....	1,641	808	3,028	992
Income before income taxes.....	19,115	6,355	34,977	10,554
Provision for income taxes.....	7,003	400	12,872	798
Net income.....	<u>\$12,112</u>	<u>\$5,955</u>	<u>\$22,105</u>	<u>\$9,756</u>
Net income per share - basic.....	<u>\$0.33</u>	<u>\$0.18</u>	<u>\$0.61</u>	<u>\$0.31</u>
Weighted average shares ? basic.....	<u>36,905</u>	<u>33,768</u>	<u>36,234</u>	<u>31,953</u>
Net income per share - diluted.....	<u>\$0.31</u>	<u>\$0.16</u>	<u>\$0.58</u>	<u>\$0.28</u>
Weighted average shares ? diluted.....	<u>38,921</u>	<u>36,946</u>	<u>38,394</u>	<u>35,074</u>
Reconciliation to pro forma results				
Net income as reported.....		\$5,955		9,756
Provision for income taxes as reported.....		400		798
Income before income taxes.....		6,355		10,554
Pro forma 37% provision for income taxes.....		2,351		3,905
Pro forma net income.....		<u>\$4,004</u>		<u>\$6,649</u>
Pro forma net income per share - diluted.....		<u>\$0.11</u>		<u>\$0.19</u>
Pro forma weighted average shares - diluted.....		<u>36,946</u>		<u>35,074</u>