

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

	Three months ended June 30,		Nine months ended June 30,	
	2005	2004	2005	2004
Net revenues:				
Products.....	\$57,112	\$32,537	\$156,836	\$88,633
Services.....	15,952	11,706	43,967	32,338
Total.....	<u>73,064</u>	<u>44,243</u>	<u>200,803</u>	<u>120,971</u>
Cost of net revenues:				
Products.....	12,751	7,267	35,099	19,915
Services.....	4,306	2,832	11,600	7,920
Total.....	<u>17,057</u>	<u>10,099</u>	<u>46,699</u>	<u>27,835</u>
Gross profit.....	<u>56,007</u>	<u>34,144</u>	<u>154,104</u>	<u>93,136</u>
Operating expenses:				
Sales and marketing.....	23,207	16,907	63,732	47,781
Research and development.....	7,547	6,253	22,310	17,597
General and administrative.....	5,833	4,069	16,693	11,271
Amortization of unearned compensation.....	-	-	-	10
Total.....	<u>36,587</u>	<u>27,229</u>	<u>102,735</u>	<u>76,659</u>
Income from operations.....	19,420	6,915	51,369	16,477
Other income, net.....	2,123	848	5,151	1,840
Income before income taxes.....	21,543	7,763	56,520	18,317
Provision for income taxes.....	7,566	347	20,438	1,145
Net income.....	<u>\$13,977</u>	<u>\$7,416</u>	<u>\$36,082</u>	<u>\$17,172</u>
Net income per share - basic.....	<u>\$0.37</u>	<u>\$0.22</u>	<u>\$0.98</u>	<u>\$0.52</u>
Weighted average shares ? basic.....	<u>37,918</u>	<u>34,382</u>	<u>36,795</u>	<u>32,760</u>
Net income per share - diluted.....	<u>\$0.35</u>	<u>\$0.20</u>	<u>\$0.93</u>	<u>\$0.48</u>
Weighted average shares ? diluted.....	<u>39,418</u>	<u>36,969</u>	<u>38,739</u>	<u>35,703</u>
Reconciliation to pro forma results				
Net income as reported.....		\$7,416		17,172
Provision for income taxes as reported.....		347		1,145
Income before income taxes.....		7,763		18,317
Pro forma 37% provision for income taxes.....		2,872		6,777
Pro forma net income.....		<u>\$4,891</u>		<u>\$11,540</u>
Pro forma net income per share - diluted.....		<u>\$0.13</u>		<u>\$0.32</u>
Pro forma weighted average shares - diluted.....		<u>36,969</u>		<u>35,703</u>