

**F5 Networks, Inc.**  
**Consolidated Balance Sheets**  
(unaudited, in thousands)

	<u>Dec. 31,</u> <u>2005</u>	<u>Sept. 30,</u> <u>2005</u>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents.....	\$ 18,730	\$ 51,867
Short-term investments.....	240,116	184,314
Accounts receivable, net of allowances of \$3,045 and \$2,969.....	49,203	41,703
Inventories.....	2,698	2,699
Deferred tax assets.....	4,260	3,935
Other current assets.....	9,788	9,906
Total current assets.....	<u>324,795</u>	<u>294,424</u>
Restricted cash.....	3,867	3,871
Property and equipment, net.....	19,076	16,158
Long-term investments.....	113,879	128,834
Deferred tax assets.....	28,979	36,212
Goodwill.....	81,652	49,677
Other assets, net.....	16,529	8,323
Total assets.....	<u>\$ 588,777</u>	<u>\$ 537,499</u>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities:		
Accounts payable.....	\$ 12,965	\$ 7,668
Accrued liabilities.....	21,098	19,648
Deferred revenue.....	39,684	36,009
Total current liabilities.....	<u>73,747</u>	<u>63,325</u>
Other long-term liabilities.....	6,759	6,650
Deferred revenue, long-term.....	3,647	3,314
Total long-term liabilities.....	<u>10,406</u>	<u>9,964</u>
Commitments and Contingencies:		
Shareholders' equity:		
Preferred stock, no par value; 10,000 shares authorized, no shares outstanding.....	--	--
Common stock, no par value; 100,000 shares authorized 39,593 and 38,593 shares issued and outstanding.....	437,642	412,419
Accumulated other comprehensive loss.....	(1,460)	(1,430)
Retained earnings.....	68,442	53,221
Total shareholders' equity.....	<u>504,624</u>	<u>464,210</u>
Total liabilities and shareholders' equity.....	<u>\$ 588,777</u>	<u>\$ 537,499</u>