

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

	Three Months Ended March 31,		Six Months Ended March 31,	
	2007	2006	2007	2006
Net revenues				
Products.....	\$ 96,126	\$ 72,775	\$ 188,188	\$ 141,366
Services.....	31,479	21,341	59,447	40,837
Total.....	<u>127,605</u>	<u>94,116</u>	<u>247,635</u>	<u>182,203</u>
Cost of net revenues (1)				
Products.....	20,425	15,441	39,641	30,034
Services.....	8,390	5,846	15,698	10,820
Total.....	<u>28,815</u>	<u>21,287</u>	<u>55,339</u>	<u>40,854</u>
Gross Profit.....	98,790	72,829	192,296	141,349
Operating expenses (1)				
Sales and marketing.....	43,177	31,162	82,232	60,027
Research and development.....	17,086	12,276	31,625	22,754
General and administrative.....	12,867	7,148	25,685	14,545
Total.....	<u>73,130</u>	<u>50,586</u>	<u>139,542</u>	<u>97,326</u>
Income from operations.....	25,660	22,243	52,754	44,023
Other income, net.....	7,230	3,877	13,661	6,847
Income before income taxes.....	32,890	26,120	66,415	50,870
Provision for income taxes.....	12,934	10,053	24,106	19,582
Net Income.....	<u>\$ 19,956</u>	<u>\$ 16,067</u>	<u>\$ 42,309</u>	<u>\$ 31,288</u>
Net income per share - basic.....	\$ 0.48	\$ 0.40	\$ 1.03	\$ 0.79
Weighted average shares - basic.....	<u>41,417</u>	<u>40,120</u>	<u>41,222</u>	<u>39,636</u>
Net income per share - diluted.....	\$ 0.47	\$ 0.39	\$ 1.00	\$ 0.76
Weighted average shares - diluted.....	<u>42,390</u>	<u>41,627</u>	<u>42,244</u>	<u>41,278</u>
(1) Amounts include stock-based compensation, as follows:				
Cost of net revenues.....	\$ 584	\$ 349	\$ 1,193	\$ 698
Sales and marketing.....	4,400	2,200	7,838	4,289
Research and development.....	2,651	1,535	4,979	2,978
General and administrative.....	4,070	1,508	6,425	2,878
	<u>\$ 11,705</u>	<u>\$ 5,592</u>	<u>\$ 20,435</u>	<u>\$ 10,843</u>