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

Part		Three Months Ended September 30,					Twelve Months Ended September 30,			
Products										
Products	Net revenue									
Services.   152,841   117,169   568,692   2498,695   101,161,185   1.151,185,185   1.151,185,185   1.151,185,185   1.151,185,185   1.151,185,185   1.151,185,185   1.151,185,185   1.151,185,185   1.151,185,185   1.151,185		œ	200 719	œ	107 446	Ф	010 555	¢	721 075	
Cost of net reverues (1)(2)   Production			•	Ф	- , -	Ф	•	Φ		
Products										
Products	Total	••	362,559		314,615		1,377,247		1,151,834	
Services   28,929   21,436   90,066   78,677   Total   262,681   55,000   21,141,079   943,830   20,000   20,	Cost of net revenues (1)(2)									
Total	Products		35,752		34,485		137,102		129,325	
Second   S	Services		26,929		21,435		99,066		78,679	
Sales and marketings	Total		62,681		55,920		236,168		208,004	
Sales and marketing	Gross Profit.		299,878		258,695		1,141,079		943,830	
Sales and marketing	Operating expenses (1)(2)(3)									
Research and development.			116 208		100 045		115 505		370 735	
Second and administrative	· · · · · · · · · · · · · · · · · · ·									
Total   188,044	•									
Income from operations										
Other income, net.         99         4,087         5,911         10,089           Income before come laxes.         112,743         15,0348         32,214         380,751           Provision for income taxes.         45,026         35,808         157,029         119,354           Not Income.         \$ 67,777         67,610         \$ 275,166         \$ 241,337           Not Income per share - basic.         \$ 0.86         \$ 0.84         \$ 3.48         \$ 2.99           Weighted average shares - basic.         \$ 0.85         \$ 0.44         \$ 3.48         \$ 2.96           Weighted average shares - cliuted.         \$ 0.85         \$ 0.44         \$ 3.48         \$ 2.96           Weighted average shares - cliuted.         \$ 0.85         \$ 0.44         \$ 3.48         \$ 2.96           Weighted average shares - cliuted.         \$ 0.85         \$ 0.44         \$ 3.48         \$ 2.96           Non-GAAP Financial Measures         \$ 0.85         \$ 0.44         \$ 3.48         \$ 2.96           Not income as reported.         \$ 67,717         \$ 67,610         \$ 275,186         \$ 241,397           Stock-based compensation expense (4).         \$ 6,343         22,134         95,344         95,44         95,44         95,44         95,44         95,44         95,44<	l otal		188,044		159,364		714,776		593,168	
	Income from operations		111,834		99,331		426,303		350,662	
Provision for income taxes	Other income, net		909		4,087		5,911		10,089	
Net income per share - basic	Income before income taxes		112,743		103,418		432,214		360,751	
Net income per share - basic.   \$ 0.86   \$ 0.84   \$ 3.46   \$ 2.99	Provision for income taxes		45,026		35,808		157,028		119,354	
Net income per share - basic.   \$ 0.86   \$ 0.84   \$ 3.46   \$ 2.99	Net Income	\$	67.717	\$	67.610	\$	275.186	\$	241.397	
Net income per share - diluted			- ,				-,		,	
Net income per share - diluted	Net income per chare - hasis	¢	0.86	¢	0.84	Ф	3 /18	¢	2 00	
Net income per share- diluted	·			Ψ	90.04	Ψ	70 125	Ψ		
Non-GAAP Financial Measures   Section   Sect	weignted average shares - basic		70,900		00,317		79,135		00,000	
Non-GAAP Financial Measures   September   September	•			\$		\$		\$		
Net income as reported	Weighted average shares - diluted		79,425		80,766	_	79,780		81,482	
Stock-based compensation expense (4)	Non-GAAP Financial Measures									
Stock-based compensation expense (4)										
Amortization of purchased intangible assets (5).         1,610         - 4,843         - 4,843         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 750         - 22,835         - 750         - 750         - 22,835         - 750         - 22,835         - 22,835         - 750         - 22,835         - 22,835         - 750         - 22,835         - 22,835         - 750         - 22,835         - 23,835         - 750         - 22,835         - 23,8	Net income as reported	\$	•	\$		\$	•	\$		
Acquisition-related charges (5)	Stock-based compensation expense (4)		26,343		22,134		95,348		89,747	
Tax effects related to above items         (6,965)         (4,499)         (27,495)         (22,835)           Net income excluding stock-based compensation, amortization of purchased intangible assets and acquisition-related charges (non-GAAP) - diluted.         \$ 88,705         \$ 85,245         \$ 348,632         \$ 308,309           Net income per share excluding stock-based compensation, amortization of purchased intangible assets and acquisition-related charges (non-GAAP) - diluted.         \$ 1.12         \$ 1.06         \$ 4.37         \$ 3.78           Weighted average shares - diluted.         79,425         80,766         79,780         81,482           (1) Includes stock-based compensation as follows:         \$ 3,082         \$ 2,565         \$ 10,910         \$ 9,358           Sales and marketing.         10,043         8,756         36,988         34,682           Research and development.         8,036         5,913         27,876         23,312           General and administrative.         \$ 26,343         \$ 22,134         \$ 95,348         \$ 89,747           (2) Includes amortization of purchased intangible assets as follows:         \$ 1,458         \$ -         \$ 4,361         \$ -           Cost of net revenues.         \$ 1,458         \$ -         \$ 4,361         \$ -           Sales and marketing.         \$ 1,610         \$ -         \$ 4,361	Amortization of purchased intangible assets (5)		1,610		-		4,843		-	
Net income excluding stock-based compensation, amortization of purchased intangible assets and acquisition-related charges (non-GAAP) - diluted.   \$ 88,705   \$ 85,245   \$ 348,632   \$ 308,309	Acquisition-related charges (5)		-		-		750		-	
Net income per share excluding stock-based compensation, amortization of purchased intangible assets and acquisition-related charges (non-GAAP) - diluted         \$ 1.12         \$ 1.06         \$ 4.37         \$ 3.78           Weighted average shares - diluted.         79,425         80,766         79,780         81,482           (1) Includes stock-based compensation as follows:         \$ 3,082         \$ 2,565         \$ 10,910         \$ 9,358           Sales and marketing.         10,043         8,756         36,988         34,682           Research and development.         8,036         5,913         27,876         23,312           General and administrative.         5,182         4,900         19,574         22,395           (2) Includes amortization of purchased intangible assets as follows:         \$ 1,458         \$ - \$ 4,361         \$ - \$           Cost of net revenues.         \$ 1,610         \$ - \$ 4,361         \$ - \$           Sales and marketing.         152         - \$ 4,361         \$ - \$           (3) Includes acquisition-related charges as follows:         \$ 1,610         \$ - \$ 4,822         \$ - \$           General and administrative.         \$ - \$ - \$ 4,823         \$ - \$	Tax effects related to above items		(6,965)		(4,499)		(27,495)		(22,835)	
Net income per share excluding stock-based compensation, amortization of purchased intangible assets and acquisition-related charges (non-GAAP) - diluted         \$ 1.12         \$ 1.06         \$ 4.37         \$ 3.78           Weighted average shares - diluted.         79,425         80,766         79,780         81,482           (1) Includes stock-based compensation as follows:         \$ 3,082         \$ 2,565         \$ 10,910         \$ 9,358           Sales and marketing.         10,043         8,756         36,988         34,682           Research and development.         8,036         5,913         27,876         23,312           General and administrative.         5,182         4,900         19,574         22,395           (2) Includes amortization of purchased intangible assets as follows:         \$ 1,458         \$ - \$ 4,361         \$ - \$           Cost of net revenues.         \$ 1,610         \$ - \$ 4,361         \$ - \$           Sales and marketing.         152         - \$ 4,361         \$ - \$           (3) Includes acquisition-related charges as follows:         \$ 1,610         \$ - \$ 4,822         \$ - \$           General and administrative.         \$ - \$ - \$ 4,823         \$ - \$	Net income excluding stock-based compensation, amortization of purchased									
purchased intangible assets and acquisition-related charges (non-GAAP) - diluted.         \$ 1.12         \$ 1.06         \$ 4.37         \$ 3.78           Weighted average shares - diluted.         79,425         80,766         79,780         81,482           (1) Includes stock-based compensation as follows:         \$ 3,082         \$ 2,565         \$ 10,910         \$ 9,358           Sales and marketing.         \$ 10,043         8,756         36,988         34,682           Research and development.         8,036         5,913         27,876         23,312           General and administrative.         5,182         4,900         19,574         22,395           (2) Includes amortization of purchased intangible assets as follows:         \$ 1,458         \$ - \$ 4,361         \$ - \$           Cost of net revenues.         \$ 1,458         \$ - \$ 4,361         \$ - \$           Sales and marketing.         \$ 1,458         \$ - \$ 4,361         \$ - \$           Sales and marketing.         \$ 1,610         \$ - \$ 4,843         \$ - \$           (3) Includes acquisition-related charges as follows:         \$ - \$ 7,50         \$ - \$		\$	88,705	\$	85,245	\$	348,632	\$	308,309	
purchased intangible assets and acquisition-related charges (non-GAAP) - diluted.         \$ 1.12         \$ 1.06         \$ 4.37         \$ 3.78           Weighted average shares - diluted.         79,425         80,766         79,780         81,482           (1) Includes stock-based compensation as follows:         \$ 3,082         \$ 2,565         \$ 10,910         \$ 9,358           Sales and marketing.         \$ 10,043         8,756         36,988         34,682           Research and development.         8,036         5,913         27,876         23,312           General and administrative.         5,182         4,900         19,574         22,395           (2) Includes amortization of purchased intangible assets as follows:         \$ 1,458         \$ - \$ 4,361         \$ - \$           Cost of net revenues.         \$ 1,458         \$ - \$ 4,361         \$ - \$           Sales and marketing.         \$ 1,458         \$ - \$ 4,361         \$ - \$           Sales and marketing.         \$ 1,610         \$ - \$ 4,843         \$ - \$           (3) Includes acquisition-related charges as follows:         \$ - \$ 7,50         \$ - \$	Not income per chare evaluding stock-based companyation, amortization of									
(1) Includes stock-based compensation as follows:         Cost of net revenues		\$	1.12	\$	1.06	\$	4.37	\$	3.78	
(1) Includes stock-based compensation as follows:         Cost of net revenues			===	·					24.400	
Cost of net revenues         \$ 3,082         \$ 2,565         \$ 10,910         \$ 9,358           Sales and marketing         10,043         8,756         36,988         34,682           Research and development         8,036         5,913         27,876         23,312           General and administrative         5,182         4,900         19,574         22,395           \$ 26,343         \$ 22,134         \$ 95,348         \$ 89,747           (2) Includes amortization of purchased intangible assets as follows:           Cost of net revenues         \$ 1,458         \$ - \$ 4,361         \$ -           Sales and marketing         152         - 482         -           \$ 1,610         \$ - \$ 4,843         \$ -           (3) Includes acquisition-related charges as follows:         \$ - \$ - \$ - \$ 750         \$ -	Weighted average shares - diluted		79,425		80,766		79,780		81,482	
Sales and marketing         10,043         8,756         36,988         34,682           Research and development         8,036         5,913         27,876         23,312           General and administrative         5,182         4,900         19,574         22,395           (2) Includes amortization of purchased intangible assets as follows:         Value of the revenues         \$ 1,458         \$ -         \$ 4,361         \$ -           Sales and marketing         152         -         482         -           \$ 1,610         \$ -         \$ 4,843         \$ -           (3) Includes acquisition-related charges as follows:         \$ -         \$ 750         \$ -	1									
Research and development         8,036         5,913         27,876         23,312           General and administrative         5,182         4,900         19,574         22,395           \$ 26,343         \$ 22,134         \$ 95,348         89,747           (2) Includes amortization of purchased intangible assets as follows:         \$ 1,458         \$ -         \$ 4,361         \$ -           Sales and marketing         152         -         482         -           \$ 1,610         \$ -         \$ 4,843         \$ -           (3) Includes acquisition-related charges as follows:         \$ -         \$ 750         \$ -			3,082	\$	2,565	\$		\$	9,358	
General and administrative.         5,182         4,900         19,574         22,395           \$ 26,343         \$ 26,343         \$ 22,134         \$ 95,348         89,747           (2) Includes amortization of purchased intangible assets as follows:           Cost of net revenues.         \$ 1,458         \$ -         \$ 4,361         \$ -           Sales and marketing.         152         -         482         -           \$ 1,610         \$ -         \$ 4,843         \$ -           (3) Includes acquisition-related charges as follows:         \$ -         \$ 750         \$ -	Sales and marketing		10,043		8,756		36,988		34,682	
\$ 26,343       \$ 22,134       \$ 95,348       \$ 89,747         (2) Includes amortization of purchased intangible assets as follows:       \$ 1,458       \$ -       \$ 4,361       \$ -         Cost of net revenues.       \$ 152       -       482       -         Sales and marketing.       \$ 1,610       \$ -       \$ 4,843       \$ -         (3) Includes acquisition-related charges as follows:       \$ -       \$ 750       \$ -	Research and development		8,036		5,913		27,876		23,312	
\$ 26,343       \$ 22,134       \$ 95,348       \$ 89,747         (2) Includes amortization of purchased intangible assets as follows:       \$ 1,458       \$ -       \$ 4,361       \$ -         Cost of net revenues.       \$ 152       -       482       -         Sales and marketing.       \$ 1,610       \$ -       \$ 4,843       \$ -         (3) Includes acquisition-related charges as follows:       \$ -       \$ 750       \$ -	·									
Cost of net revenues.       \$ 1,458 \$       - \$ 4,361 \$       - \$ 482 \$       - \$ 482 \$       - \$ 482 \$       - \$ 4,843 \$ <td></td> <td>\$</td> <td></td> <td>\$</td> <td></td> <td>\$</td> <td>95,348</td> <td>\$</td> <td></td>		\$		\$		\$	95,348	\$		
Cost of net revenues       \$ 1,458 \$       - \$ 4,361 \$       - \$ 482 \$       - \$ 482 \$       - \$ 482 \$       - \$ 4,843 \$ </td <td>(2) Includes amortization of purchased intangible assets as follows:</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	(2) Includes amortization of purchased intangible assets as follows:									
Sales and marketing     152     -     482     -       \$ 1,610     \$ -     \$ 4,843     \$ -       (3) Includes acquisition-related charges as follows:       General and administrative     \$ -     \$ -     \$ 750     \$ -	•	•	1 150	•		Ф	1 261	•		
\$ 1,610 \$ - \$ 4,843 \$ - \$ (3) Includes acquisition-related charges as follows:  General and administrative				φ	-	Φ		Φ	-	
(3) Includes acquisition-related charges as follows:  General and administrative	Sales and marketing	_		Φ.	-	Φ.		•		
General and administrative\$ - \$ 750 \$ -		\$	1,610	\$	=	\$	4,843	\$	-	
<u></u>										
\$ - \$ - \$ 750 \$ -	General and administrative		-		-				-	
		\$	<u>-</u>	\$	-	\$	750	\$	<u>-</u>	

<sup>(4)</sup> Stock-based compensation is accounted for in accordance with the fair value recognition provisions of Financial Accounting Standards Board ("FASB") Accounting Standards

<sup>(5)</sup> Beginning with the second quarter of fiscal 2012, the company will exclude amortization of purchased intangible assets and acquisition-related charges in addition to stock-based compensation expense as a non-GAAP financial measure