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

<table>
<thead>
<tr>
<th></th>
<th>December 31, 2001</th>
<th>December 31, 2000</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net revenues:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Products</td>
<td>$20,858</td>
<td>$17,733</td>
</tr>
<tr>
<td>Services</td>
<td>6,367</td>
<td>7,000</td>
</tr>
<tr>
<td><strong>Total net revenues:</strong></td>
<td>$27,225</td>
<td>$24,733</td>
</tr>
<tr>
<td><strong>Cost of net revenues:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Products</td>
<td>5,963</td>
<td>8,096</td>
</tr>
<tr>
<td>Services</td>
<td>2,694</td>
<td>3,584</td>
</tr>
<tr>
<td><strong>Total cost of net revenues</strong></td>
<td>$8,657</td>
<td>$11,670</td>
</tr>
<tr>
<td><strong>Gross profit:</strong></td>
<td>$18,368</td>
<td>$13,063</td>
</tr>
<tr>
<td><strong>Operating expenses:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sales and marketing</td>
<td>12,440</td>
<td>13,451</td>
</tr>
<tr>
<td>Research and development</td>
<td>4,137</td>
<td>4,044</td>
</tr>
<tr>
<td>General and administrative</td>
<td>4,045</td>
<td>4,688</td>
</tr>
<tr>
<td>Restructuring charges</td>
<td>-</td>
<td>1,071</td>
</tr>
<tr>
<td>Amortization of unearned compensation</td>
<td>133</td>
<td>576</td>
</tr>
<tr>
<td><strong>Total operating expenses</strong></td>
<td>$20,755</td>
<td>$24,630</td>
</tr>
<tr>
<td><strong>Loss from operations:</strong></td>
<td>$(2,387)</td>
<td>$(11,567)</td>
</tr>
<tr>
<td><strong>Other income, net:</strong></td>
<td>505</td>
<td>199</td>
</tr>
<tr>
<td><strong>Loss before income taxes</strong></td>
<td>$(1,882)</td>
<td>$(11,368)</td>
</tr>
<tr>
<td><strong>Provision (benefit) for income taxes</strong></td>
<td>189</td>
<td>$(2,437)</td>
</tr>
<tr>
<td><strong>Net loss:</strong></td>
<td>$(2,071)</td>
<td>$(8,931)</td>
</tr>
</tbody>
</table>

**Loss per share before income taxes – basic and diluted:**  
- 2001: $(0.08)  
- 2000: $(0.52)

**Net loss per share – basic and diluted:**  
- 2001: $(0.08)  
- 2000: $(0.41)

**Weighted average shares – basic:**  
- 2001: 24,883  
- 2000: 21,677