

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

	<u>Sept 30,</u> <u>2003</u>	<u>Sept. 30,</u> <u>2002</u>
Assets		
Current assets:		
Cash and cash equivalents.....	\$ 10,351	\$ 20,801
Investments.....	34,527	59,532
Accounts receivable, net of allowances of \$3,049 and \$5,452.....	19,325	20,404
Inventories.....	762	349
Other current assets.....	4,779	4,713
Total current assets.....	<u>69,744</u>	<u>105,799</u>
Restricted cash.....	6,000	6,000
Property and equipment, net.....	10,079	12,211
Investments.....	34,132	1,346
Goodwill.....	24,188	---
Other assets, net.....	4,030	933
Total assets.....	<u>\$ 148,173</u>	<u>\$ 126,289</u>
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts Payable.....	\$ 3,714	\$ 3,685
Accrued liabilities.....	13,148	13,546
Deferred revenue.....	19,147	14,058
Total current liabilities.....	<u>36,009</u>	<u>31,289</u>
Other long-term liabilities.....	1,584	1,315
Deferred tax liability.....	151	---
Total long-term liabilities.....	<u>1,735</u>	<u>1,315</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 27,403 and 25,730 shares issued and outstanding.....	141,709	128,876
Unearned compensation.....	(10)	(93)
Accumulated other comprehensive income.....	195	454
Accumulated deficit.....	(31,465)	(35,552)
Total shareholders' equity.....	<u>110,429</u>	<u>93,685</u>
Total liabilities and shareholders' equity.....	<u>\$ 148,173</u>	<u>\$ 126,289</u>