

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

	<u>Dec. 31,</u> 2003	<u>Sept. 30,</u> 2003
	(unaudited)	
<b>Assets</b>		
Current assets:		
Cash and cash equivalents.....	\$ 27,712	\$ 10,351
Short-term investments.....	110,190	34,527
Accounts receivable, net of allowances of \$3,028 and \$3,049.....	17,496	19,325
Inventories.....	1,158	762
Other current assets.....	4,574	4,779
Total current assets.....	<u>161,130</u>	<u>69,744</u>
Restricted cash.....	6,000	6,000
Property and equipment, net.....	9,871	10,079
Long-term investments.....	67,097	34,132
Goodwill.....	24,188	24,188
Other assets, net.....	4,010	4,030
Total assets.....	<u>\$ 272,296</u>	<u>\$ 148,173</u>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities:		
Accounts payable.....	\$ 2,670	\$ 3,714
Accrued liabilities.....	13,348	13,148
Deferred revenue.....	21,775	19,147
Total current liabilities.....	<u>37,793</u>	<u>36,009</u>
Other long-term liabilities.....	1,668	1,584
Deferred tax liability.....	303	151
Total long-term liabilities.....	<u>1,971</u>	<u>1,735</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 32,998 and 27,403 shares issued and outstanding.....	259,837	141,709
Unearned compensation.....	--	(10)
Accumulated other comprehensive income.....	359	195
Accumulated deficit.....	(27,664)	(31,465)
Total shareholders' equity.....	<u>232,532</u>	<u>110,429</u>
Total liabilities and shareholders' equity.....	<u>\$ 272,296</u>	<u>\$ 148,173</u>