

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

	Three months ended	
	December 31,	
	<u>2003</u>	<u>2002</u>
Net revenues:		
Products.....	\$26,376	\$19,501
Services.....	9,705	7,555
Total.....	<u>36,081</u>	<u>27,056</u>
Cost of net revenues:		
Products.....	5,849	4,057
Services.....	2,462	2,161
Total.....	<u>8,311</u>	<u>6,218</u>
Gross profit.....	<u>27,770</u>	<u>20,838</u>
Operating expenses:		
Sales and marketing.....	14,954	12,759
Research and development.....	5,444	4,395
General and administrative.....	3,347	3,350
Amortization of unearned compensation	10	66
Total operating expenses.....	<u>23,755</u>	<u>20,570</u>
Income from operations.....	4,015	268
Other income, net.....	184	462
Income before income taxes.....	4,199	730
Provision for income taxes.....	398	210
Net income.....	<u>\$3,801</u>	<u>\$520</u>
Net income per share - basic.....	<u>\$0.13</u>	<u>\$0.02</u>
Weighted average shares – basic.....	<u>30,159</u>	<u>25,883</u>
Net income per share - diluted.....	<u>\$0.11</u>	<u>\$0.02</u>
Weighted average shares – diluted.....	<u>33,121</u>	<u>26,935</u>