

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

	Three months ended June 30,		Nine months ended June 30,	
	2004	2003	2004	2003
Net revenues:				
Products.....	\$32,537	\$21,310	\$88,633	\$61,149
Services.....	11,706	7,879	32,338	23,113
Total net revenues.....	<u>44,243</u>	<u>29,189</u>	<u>120,971</u>	<u>84,262</u>
Cost of net revenues:				
Products.....	7,267	4,491	19,915	12,751
Services.....	2,832	2,290	7,920	6,726
Total cost of net revenues.....	<u>10,099</u>	<u>6,781</u>	<u>27,835</u>	<u>19,477</u>
Gross profit.....	<u>34,144</u>	<u>22,408</u>	<u>93,136</u>	<u>64,785</u>
Operating expenses:				
Sales and marketing.....	16,907	13,593	47,781	39,413
Research and development.....	6,253	4,810	17,597	14,091
General and administrative.....	4,069	2,800	11,271	9,050
Amortization of unearned compensation.....	-	6	10	77
Total operating expenses.....	<u>27,229</u>	<u>21,209</u>	<u>76,659</u>	<u>62,631</u>
Income from operations.....	6,915	1,199	16,477	2,154
Other income, net.....	848	352	1,840	1,126
Income before income taxes.....	<u>7,763</u>	<u>1,551</u>	<u>18,317</u>	<u>3,280</u>
Provision for income taxes.....	347	152	1,145	546
Net income.....	<u>\$7,416</u>	<u>\$1,399</u>	<u>\$17,172</u>	<u>\$2,734</u>
Net income per share - basic.....	<u>\$0.22</u>	<u>\$0.05</u>	<u>\$0.52</u>	<u>\$0.10</u>
Weighted average shares ? basic.....	<u>34,382</u>	<u>26,638</u>	<u>32,760</u>	<u>26,227</u>
Net income per share - diluted.....	<u>\$0.20</u>	<u>\$0.05</u>	<u>\$0.48</u>	<u>\$0.10</u>
Weighted average shares ? diluted.....	<u>36,969</u>	<u>28,467</u>	<u>35,703</u>	<u>27,525</u>