

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

	<u>Sept. 30,</u> <u>2004</u>	<u>Sept. 30,</u> <u>2003</u>
Assets		
Current assets:		
Cash and cash equivalents.....	\$ 24,901	\$ 10,351
Investments.....	115,600	34,527
Accounts receivable, net of allowances of \$3,161 and \$3,049.....	22,665	19,325
Inventories.....	1,696	762
Deferred tax assets.....	4,494	-
Other current assets.....	5,776	4,779
Total current assets.....	<u>175,132</u>	<u>69,744</u>
Restricted cash.....	6,243	6,000
Property and equipment, net.....	11,954	10,079
Long-term investments.....	81,792	34,132
Deferred tax assets.....	29,392	-
Goodwill.....	50,067	24,188
Other assets, net.....	8,279	4,030
Total assets.....	<u>\$ 362,859</u>	<u>\$ 148,173</u>
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable.....	\$ 4,840	\$ 3,714
Accrued liabilities.....	17,668	13,148
Deferred revenue.....	28,064	19,147
Total current liabilities.....	<u>50,572</u>	<u>36,009</u>
Other long-term liabilities.....	2,136	1,584
Deferred tax liability.....	2,506	151
Total long-term liabilities.....	<u>4,642</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 34,772 and 27,403 shares issued and outstanding.....	306,655	141,709
Unearned compensation.....	--	(10)
Accumulated other comprehensive (loss) income.....	(498)	195
Retained earnings (deficit).....	1,488	(31,465)
Total shareholders' equity.....	<u>307,645</u>	<u>110,429</u>
Total liabilities and shareholders' equity.....	<u>\$ 362,859</u>	<u>\$ 148,173</u>