

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

	<u>Dec. 31,</u> <u>2004</u>	<u>Sept. 30,</u> <u>2004</u>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents.....	\$ 23,803	\$ 24,901
&nbsp; Investments.....	139,909	115,600
Accounts receivable, net of allowances of \$3,269 and \$3,161.....	28,101	22,665
Inventories.....	1,728	1,696
Deferred tax assets.....	4,619	4,494
Other current assets.....	8,495	5,776
Total current assets.....	<u>206,655</u>	<u>175,132</u>
Restricted cash.....	6,221	6,243
Property and equipment, net.....	12,969	11,954
Long-term investments.....	90,657	81,792
Deferred tax assets.....	32,966	26,886
Goodwill.....	50,067	50,067
Other assets, net.....	7,954	8,279
Total assets.....	<u>\$ 407,489</u>	<u>\$ 360,353</u>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities:		
Accounts payable.....	\$ 7,746	\$ 4,840
Accrued liabilities.....	16,537	17,668
Deferred revenue.....	29,046	28,064
Total current liabilities.....	<u>53,329</u>	<u>50,572</u>
Long-term liabilities.....	2,298	2,136
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 36,307 and 34,772 shares issued and outstanding.....	341,318	306,655
Accumulated other comprehensive loss.....	(937)	(498)
Retained earnings.....	11,481	1,488
Total shareholders' equity.....	<u>351,862</u>	<u>307,645</u>
Total liabilities and shareholders' equity.....	<u>\$ 407,489</u>	<u>\$ 360,353</u>