

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

	Three Months Ended		
	Dec. 31, 2004	Sept. 30, 2004	Dec. 31, 2003
Net revenues:			
Products.....	\$46,397	\$37,536	\$26,376
Services.....	13,612	12,883	9,705
Total.....	<u>60,009</u>	<u>50,219</u>	<u>36,081</u>
Cost of net revenues:			
Products.....	10,528	8,489	5,849
Services.....	3,386	3,055	2,462
Total.....	<u>13,914</u>	<u>11,544</u>	<u>8,311</u>
Gross profit.....	<u>46,095</u>	<u>38,675</u>	<u>27,770</u>
Operating expenses:			
Sales and marketing.....	19,640	17,597	14,954
Research and development.....	6,974	6,764	5,444
General and administrative.....	5,006	4,463	3,347
Amortization of unearned compensation.....	-	-	10
Total operating expenses.....	<u>31,620</u>	<u>28,824</u>	<u>23,755</u>
Income from operations.....	14,475	9,851	4,015
Other income, net.....	1,387	891	184
Income before income taxes.....	<u>15,862</u>	<u>10,742</u>	<u>4,199</u>
Provision (benefit) for income taxes.....	5,869	(5,039)	398
Net income.....	<u>\$9,993</u>	<u>\$15,781</u>	<u>\$3,801</u>
Net income per share - basic.....	<u>\$0.28</u>	<u>\$0.46</u>	<u>\$0.13</u>
Weighted average shares – basic.....	<u>35,577</u>	<u>34,593</u>	<u>30,159</u>
Net income per share - diluted.....	<u>\$0.26</u>	<u>\$0.43</u>	<u>\$0.11</u>
Weighted average shares – diluted.....	<u>37,818</u>	<u>36,779</u>	<u>33,121</u>
Reconciliation to pro forma results			
Net income as reported.....		\$ 15,781	\$ 3,801
Provision (benefit) for income taxes reported.....		(5,039)	398
Income before income taxes.....		10,742	4,199
Pro forma 37% provision for income taxes.....		3,975	1,554
Pro forma net income.....		<u>\$ 6,767</u>	<u>\$ 2,645</u>
Pro forma net income per share - diluted.....		<u>\$ 0.18</u>	<u>\$ 0.08</u>
Pro forma weighted average shares - diluted.....		<u>36,779</u>	<u>33,121</u>