

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

	<u>March 31,</u> <u>2007</u>	<u>September 30,</u> <u>2006</u>
<b>Assets</b>		
Current assets		
Cash and cash equivalents.....	\$ 46,834	\$ 37,746
Short-term investments.....	384,426	336,427
Accounts receivable, net of allowances of \$2,809 and \$2,858 .....	73,142	62,750
Inventories.....	7,915	5,763
Deferred tax assets.....	4,479	4,682
Other current assets.....	21,746	15,607
Total current assets.....	<u>538,542</u>	<u>462,975</u>
Restricted cash.....	4,147	3,929
Property and equipment, net.....	31,693	29,951
Long-term investments.....	154,834	118,003
Deferred tax assets.....	11,572	18,657
Goodwill.....	81,701	81,701
Other assets, net.....	13,611	14,295
Total assets.....	<u>\$ 836,100</u>	<u>\$ 729,511</u>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities		
Accounts payable.....	\$ 23,012	\$ 13,174
Accrued liabilities.....	32,863	31,583
Deferred revenue.....	67,411	54,880
Total current liabilities.....	<u>123,286</u>	<u>99,637</u>
Other long-term liabilities.....	8,488	7,976
Deferred revenue, long-term.....	7,805	5,440
Total long-term liabilities.....	<u>16,293</u>	<u>13,416</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, 41,505 and 40,778 shares issued and outstanding.....	559,435	521,791
Accumulated other comprehensive loss.....	(928)	(1,038)
Retained earnings.....	138,014	95,705
Total shareholders' equity.....	<u>696,521</u>	<u>616,458</u>
Total liabilities and shareholders' equity.....	<u>\$ 836,100</u>	<u>\$ 729,511</u>