

**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,	
	2007	2006	2007	2006
Net revenues				
Products.....	\$ 97,751	\$ 77,192	\$ 285,939	\$ 218,558
Services.....	34,674	22,937	94,121	63,774
Total.....	<u>132,425</u>	<u>100,129</u>	<u>380,060</u>	<u>282,332</u>
Cost of net revenues (1)				
Products.....	20,770	15,869	60,411	45,903
Services.....	8,867	6,649	24,565	17,469
Total.....	<u>29,637</u>	<u>22,518</u>	<u>84,976</u>	<u>63,372</u>
Gross Profit.....	<u>102,788</u>	<u>77,611</u>	<u>295,084</u>	<u>218,960</u>
Operating expenses (1)				
Sales and marketing.....	45,158	32,364	127,390	92,391
Research and development.....	17,476	12,517	49,101	35,271
General and administrative.....	12,375	10,175	38,060	24,720
Total.....	<u>75,009</u>	<u>55,056</u>	<u>214,551</u>	<u>152,382</u>
Income from operations.....	27,779	22,555	80,533	66,578
Other income, net.....	7,175	4,759	20,836	11,606
Income before income taxes.....	34,954	27,314	101,369	78,184
Provision for income taxes.....	13,145	10,349	37,251	29,931
Net Income.....	<u>\$ 21,809</u>	<u>\$ 16,965</u>	<u>\$ 64,118</u>	<u>\$ 48,253</u>
Net income per share - basic.....	<u>\$ 0.52</u>	<u>\$ 0.42</u>	<u>\$ 1.55</u>	<u>\$ 1.21</u>
Weighted average shares - basic.....	<u>41,807</u>	<u>40,553</u>	<u>41,417</u>	<u>39,942</u>
Net income per share - diluted.....	<u>\$ 0.51</u>	<u>\$ 0.41</u>	<u>\$ 1.51</u>	<u>\$ 1.16</u>
Weighted average shares - diluted.....	<u>42,655</u>	<u>41,659</u>	<u>42,416</u>	<u>41,426</u>
 (1) Includes stock-based compensation as follows:				
Cost of net revenues.....	\$ 622	\$ 385	\$ 1,815	\$ 1,083
Sales and marketing.....	4,040	2,289	11,877	6,578
Research and development.....	2,562	1,622	7,541	4,600
General and administrative.....	3,349	1,457	9,774	4,335
Total.....	<u>\$ 10,573</u>	<u>\$ 5,753</u>	<u>\$ 31,007</u>	<u>\$ 16,596</u>