

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

	<u>September 30,</u> <u>2008</u>	<u>September 30,</u> <u>2007</u>
<b>Assets</b>		
Current assets		
Cash and cash equivalents.....	\$ 78,303	\$ 54,296
Short-term investments.....	111,883	204,169
Accounts receivable, net of allowances of \$4,348 and \$3,161 .....	97,057	91,774
Inventories.....	10,148	10,672
Deferred tax assets.....	5,910	5,305
Other current assets.....	20,068	20,434
Total current assets.....	<u>323,369</u>	<u>386,650</u>
Restricted cash, long-term.....	2,748	3,959
Property and equipment, net.....	47,557	36,024
Long-term investments.....	261,086	216,366
Deferred tax assets.....	46,917	38,036
Goodwill.....	231,892	233,997
Other assets, net.....	25,654	29,256
Total assets.....	<u>\$ 939,223</u>	<u>\$ 944,288</u>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities		
Accounts payable.....	\$ 13,092	\$ 25,525
Accrued liabilities.....	48,051	39,990
Deferred revenue.....	125,678	87,895
Total current liabilities.....	<u>186,821</u>	<u>153,410</u>
Other long-term liabilities.....	14,822	7,679
Deferred revenue, long-term.....	19,321	12,622
Total long-term liabilities.....	<u>34,143</u>	<u>20,301</u>
Commitments and contingencies		
Shareholders' equity		
Preferred stock, no par value; 10,000 shares authorized, no shares outstanding..	-	-
Common stock, no par value; 200,000 shares authorized 79,094 and 84,379.....		
shares issued and outstanding.....	477,299	598,436
Accumulated other comprehensive loss.....	(6,076)	(564)
Retained earnings.....	247,036	172,705
Total shareholders' equity.....	<u>718,259</u>	<u>770,577</u>
Total liabilities and shareholders' equity.....	<u>\$ 939,223</u>	<u>\$ 944,288</u>