

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

	<u>June 30,</u> <u>2007</u>	<u>September 30,</u> <u>2006</u>
Assets		
Current assets		
Cash and cash equivalents.....	\$ 48,040	\$ 37,746
Short-term investments.....	345,899	336,427
Accounts receivable, net of allowances of \$2,578 and \$2,858.....	77,693	62,750
Inventories.....	9,278	5,763
Deferred tax assets.....	4,503	4,682
Other current assets.....	19,627	15,607
Total current assets.....	<u>505,040</u>	<u>462,975</u>
Restricted cash.....	3,946	3,929
Property and equipment, net.....	33,307	29,951
Long-term investments.....	238,818	118,003
Deferred tax assets.....	10,889	18,657
Goodwill.....	81,701	81,701
Other assets, net.....	13,109	14,295
Total assets.....	<u>\$ 886,810</u>	<u>\$ 729,511</u>
Liabilities and Shareholders' Equity		
Current liabilities		
Accounts payable.....	\$ 23,225	\$ 13,174
Accrued liabilities.....	30,008	31,583
Deferred revenue.....	73,425	54,880
Total current liabilities.....	<u>126,658</u>	<u>99,637</u>
Other long-term liabilities.....	8,488	7,976
Deferred revenue, long-term.....	9,824	5,440
Total long-term liabilities.....	<u>18,312</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, 41,956 and 40,778... shares issued and outstanding.....	583,349	521,791
Accumulated other comprehensive loss.....	(1,332)	(1,038)
Retained earnings.....	159,823	95,705
Total shareholders' equity.....	<u>741,840</u>	<u>616,458</u>
Total liabilities and shareholders' equity.....	<u>\$ 886,810</u>	<u>\$ 729,511</u>