

F5, Inc.
Consolidated Statements of Cash Flows
(unaudited, in thousands)

	Years Ended	
	September 30,	
	2023	2022
Operating activities		
Net income.....	\$ 394,948	\$ 322,160
Adjustments to reconcile net income to net cash provided by operating activities:		
Stock-based compensation.....	236,650	249,216
Depreciation and amortization.....	112,702	115,609
Non-cash operating lease costs.....	38,528	38,735
Deferred income taxes.....	(108,521)	(40,244)
Impairment of assets.....	3,455	6,175
Other.....	1,372	1,267
Changes in operating assets and liabilities (excluding effects of the acquisition of businesses):		
Accounts receivable.....	16,704	(130,605)
Inventories.....	32,491	(46,310)
Other current assets.....	(64,959)	(144,628)
Other assets.....	16,591	(87,008)
Accounts payable and accrued liabilities.....	(63,100)	19,163
Deferred revenue.....	81,741	191,147
Lease liabilities.....	(45,193)	(52,046)
Net cash provided by operating activities.....	<u>653,409</u>	<u>442,631</u>
Investing activities		
Purchases of investments.....	(1,789)	(61,284)
Maturities of investments.....	111,330	260,357
Sales of investments.....	16,085	120,578
Acquisition of businesses, net of cash acquired.....	(35,049)	(67,911)
Purchases of property and equipment.....	(54,184)	(33,624)
Net cash provided by investing activities.....	<u>36,393</u>	<u>218,116</u>
Financing activities		
Proceeds from the exercise of stock options and purchases of stock under employee stock purchase plan.....	59,959	64,540
Repurchase of common stock.....	(350,049)	(500,023)
Payments on term debt agreement.....	(350,000)	(20,000)
Taxes paid related to net share settlement of equity awards.....	(13,209)	(21,025)
Net cash used in financing activities.....	<u>(653,299)</u>	<u>(476,508)</u>
Net increase in cash, cash equivalents and restricted cash.....	36,503	184,239
Effect of exchange rate changes on cash, cash equivalents and restricted cash.....	2,125	(6,365)
Cash, cash equivalents and restricted cash, beginning of period.....	762,207	584,333
Cash, cash equivalents and restricted cash, end of period.....	<u>\$ 800,835</u>	<u>\$ 762,207</u>
Supplemental disclosures of cash flow information		
Cash paid for taxes, net of refunds.....	\$ 191,569	\$ 110,036
Cash paid for amounts included in the measurement of lease liabilities.....	52,893	58,592
Cash paid for interest on long-term debt.....	2,970	7,981
Supplemental disclosures of non-cash activities		
Right-of-use assets obtained in exchange for lease obligations.....	\$ 10,544	\$ 20,778