

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

	Three months ended December 31,	
	2023	2022
Operating activities		
Net income.....	\$ 138,382	\$ 72,402
Adjustments to reconcile net income to net cash provided by operating activities:		
Stock-based compensation.....	56,002	62,874
Depreciation and amortization.....	29,266	27,472
Non-cash operating lease costs.....	8,392	10,167
Deferred income taxes.....	(11,203)	(25,070)
Other.....	722	358
Changes in operating assets and liabilities:		
Accounts receivable.....	(58,713)	(15,837)
Inventories.....	34	9,168
Other current assets.....	(32,164)	(20,602)
Other assets.....	2,949	(1,252)
Accounts payable and accrued liabilities.....	(13,447)	(19,981)
Deferred revenue.....	54,990	68,540
Lease liabilities.....	(9,892)	(10,608)
Net cash provided by operating activities.....	165,318	157,631
Investing activities		
Purchases of investments.....	(1,000)	(680)
Maturities of investments.....	2,913	63,519
Sales of investments.....	-	12,167
Purchases of property and equipment.....	(9,048)	(13,104)
Net cash (used in) provided by investing activities.....	(7,135)	61,902
Financing activities		
Proceeds from the exercise of stock options and purchases of stock under employee stock purchase plan.....	21,876	22,180
Payments for repurchase of common stock.....	(150,018)	(40,005)
Payments on term debt agreement.....	-	(350,000)
Taxes paid related to net share settlement of equity awards.....	(6,830)	(7,037)
Net cash used in financing activities.....	(134,972)	(374,862)
Net increase (decrease) in cash, cash equivalents and restricted cash.....	23,211	(155,329)
Effect of exchange rate changes on cash, cash equivalents and restricted cash.....	2,264	3,079
Cash, cash equivalents and restricted cash, beginning of period.....	800,835	762,207
Cash, cash equivalents and restricted cash, end of period.....	\$ 826,310	\$ 609,957
Supplemental disclosures of cash flow information		
Cash paid for amounts included in the measurement of lease liabilities.....	\$ 12,982	\$ 13,665
Cash paid for interest on long-term debt.....	-	2,970
Supplemental disclosures of non-cash activities		
Right-of-use assets obtained in exchange for lease obligations.....	\$ 4,846	\$ 6,193