

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

	Three Months Ended	
	December 31,	
	2022	2021
Operating activities		
Net income.....	\$ 72,402	\$ 93,559
Adjustments to reconcile net income to net cash provided by operating activities:		
Stock-based compensation.....	62,874	63,757
Depreciation and amortization.....	27,472	30,260
Non-cash operating lease costs.....	10,167	9,663
Deferred income taxes.....	(25,070)	(6,407)
Impairment of assets.....	-	6,175
Other.....	358	(1,123)
Changes in operating assets and liabilities (excluding effects of the acquisition of businesses):		
Accounts receivable.....	(15,837)	(77,223)
Inventories.....	9,168	1,260
Other current assets.....	(20,602)	(44,286)
Other assets.....	(1,252)	(21,774)
Accounts payable and accrued liabilities.....	(19,981)	(25,387)
Deferred revenue.....	68,540	76,065
Lease liabilities.....	(10,608)	(14,173)
Net cash provided by operating activities.....	<u>157,631</u>	<u>90,366</u>
Investing activities		
Purchases of investments.....	(680)	(36,205)
Maturities of investments.....	63,519	38,138
Sales of investments.....	12,167	34,549
Acquisition of businesses, net of cash acquired.....	-	(67,911)
Purchases of property and equipment.....	(13,104)	(10,564)
Net cash provided by (used in) investing activities.....	<u>61,902</u>	<u>(41,993)</u>
Financing activities		
Proceeds from the exercise of stock options and purchases of stock under employee stock purchase plan.....	22,180	27,581
Repurchase of common stock.....	(40,005)	(125,011)
Payments on term debt agreement.....	(350,000)	(5,000)
Taxes paid related to net share settlement of equity awards.....	(7,037)	(13,595)
Net cash used in financing activities.....	<u>(374,862)</u>	<u>(116,025)</u>
Net decrease in cash, cash equivalents and restricted cash.....	(155,329)	(67,652)
Effect of exchange rate changes on cash, cash equivalents and restricted cash.....	3,079	(861)
Cash, cash equivalents and restricted cash, beginning of period.....	762,207	584,333
Cash, cash equivalents and restricted cash, end of period.....	<u>\$ 609,957</u>	<u>\$ 515,820</u>
Supplemental disclosures of cash flow information		
Cash paid for amounts included in the measurement of lease liabilities.....	\$ 13,665	\$ 16,500
Cash paid for interest on long-term debt.....	2,970	1,252
Supplemental disclosures of non-cash activities		
Right-of-use assets obtained in exchange for lease obligations.....	\$ 6,193	\$ 818