

**F5, Inc.**  
**Consolidated Income Statements**  
(unaudited, in thousands, except per share amounts)

	Three Months Ended	
	December 31,	
	2024	2023
Net revenues		
Products .....	\$ 368,497	\$ 305,859
Services .....	397,992	386,738
Total .....	<u>766,489</u>	<u>692,597</u>
Cost of net revenues (1)(2)(3)(4)		
Products .....	82,836	82,708
Services .....	57,674	53,681
Total .....	<u>140,510</u>	<u>136,389</u>
Gross profit .....	625,979	556,208
Operating expenses (1)(2)(3)(4)		
Sales and marketing .....	206,035	198,927
Research and development .....	130,518	119,575
General and administrative .....	73,023	64,718
Restructuring charges .....	11,321	8,472
Total .....	<u>420,897</u>	<u>391,692</u>
Income from operations .....	205,082	164,516
Other income, net .....	3,962	9,882
Income before income taxes .....	209,044	174,398
Provision for income taxes .....	42,599	36,016
Net income .....	<u>\$ 166,445</u>	<u>\$ 138,382</u>
Net income per share - basic .....	<u>\$ 2.85</u>	<u>\$ 2.34</u>
Weighted average shares - basic .....	<u>58,305</u>	<u>59,122</u>
Net income per share - diluted .....	<u>\$ 2.82</u>	<u>\$ 2.32</u>
Weighted average shares - diluted .....	<u>59,058</u>	<u>59,653</u>
<b>Non-GAAP Financial Measures</b>		
Net income as reported .....	\$ 166,445	\$ 138,382
Stock-based compensation expense .....	57,908	56,002
Amortization and impairment of purchased intangible assets .....	10,143	14,315
Facility-exit costs .....	1,220	1,538
Acquisition-related charges .....	691	801
Restructuring charges .....	11,321	8,472
Tax effects related to above items .....	(20,756)	(14,783)
Net income excluding stock-based compensation expense, amortization and impairment of purchased intangible assets, facility-exit costs, acquisition-related charges, and restructuring charges, net of tax effects (non-GAAP) - diluted .....	<u>\$ 226,972</u>	<u>\$ 204,727</u>
Net income per share excluding stock-based compensation expense, amortization and impairment of purchased intangible assets, facility-exit costs, acquisition-related charges, and restructuring charges, net of tax effects (non-GAAP) - diluted .....	<u>\$ 3.84</u>	<u>\$ 3.43</u>
Weighted average shares - diluted .....	<u>59,058</u>	<u>59,653</u>
(1) Includes stock-based compensation expense as follows:		
Cost of net revenues .....	\$ 7,400	\$ 7,684
Sales and marketing .....	21,167	21,596
Research and development .....	16,481	16,018
General and administrative .....	12,860	10,704
Total .....	<u>\$ 57,908</u>	<u>\$ 56,002</u>
(2) Includes amortization and impairment of purchased intangible assets as follows:		
Cost of net revenues .....	\$ 9,284	\$ 11,233
Sales and marketing .....	718	2,788
Research and development .....	94	94
General and administrative .....	47	200
Total .....	<u>\$ 10,143</u>	<u>\$ 14,315</u>
(3) Includes facility-exit costs as follows:		
Cost of net revenues .....	\$ 124	\$ 156
Sales and marketing .....	414	483
Research and development .....	364	542
General and administrative .....	318	357
Total .....	<u>\$ 1,220</u>	<u>\$ 1,538</u>
(4) Includes acquisition-related charges as follows:		
Cost of net revenues .....	\$ -	\$ 20
Sales and marketing .....	-	65
Research and development .....	500	153
General and administrative .....	191	563
Total .....	<u>\$ 691</u>	<u>\$ 801</u>