

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

	Six Months Ended	
	March 31,	
	2023	2022
Operating activities		
Net income.....	\$ 153,838	\$ 149,795
Adjustments to reconcile net income to net cash provided by operating activities:		
Stock-based compensation.....	126,913	127,886
Depreciation and amortization.....	54,817	59,798
Non-cash operating lease costs.....	20,231	19,363
Deferred income taxes.....	(49,492)	(15,832)
Impairment of assets.....	-	6,175
Other.....	1,878	(439)
Changes in operating assets and liabilities (excluding effects of the acquisition of businesses):		
Accounts receivable.....	(14,317)	(72,777)
Inventories.....	17,620	(5,828)
Other current assets.....	(43,547)	(60,896)
Other assets.....	9,354	(27,893)
Accounts payable and accrued liabilities.....	(59,534)	(35,649)
Deferred revenue.....	102,933	99,303
Lease liabilities.....	(22,140)	(26,131)
Net cash provided by operating activities.....	<u>298,554</u>	<u>216,875</u>
Investing activities		
Purchases of investments.....	(689)	(53,715)
Maturities of investments.....	95,773	96,349
Sales of investments.....	16,085	78,988
Acquisition of businesses, net of cash acquired.....	(35,006)	(67,911)
Purchases of property and equipment.....	(23,793)	(15,792)
Net cash provided by investing activities.....	<u>52,370</u>	<u>37,919</u>
Financing activities		
Proceeds from the exercise of stock options and purchases of stock under employee stock purchase plan.....	22,461	28,628
Repurchase of common stock.....	(40,005)	(250,023)
Payments on term debt agreement.....	(350,000)	(10,000)
Taxes paid related to net share settlement of equity awards.....	(9,825)	(16,816)
Net cash used in financing activities.....	<u>(377,369)</u>	<u>(248,211)</u>
Net (decrease) increase in cash, cash equivalents and restricted cash.....	(26,445)	6,583
Effect of exchange rate changes on cash, cash equivalents and restricted cash.....	2,979	(997)
Cash, cash equivalents and restricted cash, beginning of period.....	762,207	584,333
Cash, cash equivalents and restricted cash, end of period.....	<u>\$ 738,741</u>	<u>\$ 589,919</u>
Supplemental disclosures of cash flow information		
Cash paid for amounts included in the measurement of lease liabilities.....	\$ 27,200	\$ 30,346
Cash paid for interest on long-term debt.....	2,970	2,383
Supplemental disclosures of non-cash activities		
Right-of-use assets obtained in exchange for lease obligations.....	\$ 9,577	\$ 818