

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

	Six Months Ended	
	March 31,	
	2022	2021
Operating activities		
Net income.....	\$ 149,795	\$ 130,919
Adjustments to reconcile net income to net cash provided by operating activities:		
Stock-based compensation.....	127,886	121,289
Depreciation and amortization.....	59,798	56,185
Non-cash operating lease costs.....	19,363	19,415
Deferred income taxes.....	(15,832)	(17,962)
Impairment of assets.....	6,175	40,698
Other.....	(439)	105
Changes in operating assets and liabilities (excluding effects of the acquisition of businesses):		
Accounts receivable.....	(72,777)	(79,649)
Inventories.....	(5,828)	3,327
Other current assets.....	(60,896)	(32,939)
Other assets.....	(27,893)	(29,066)
Accounts payable and accrued liabilities.....	(35,649)	(14,529)
Deferred revenue.....	99,303	93,493
Lease liabilities.....	(26,131)	(25,447)
Net cash provided by operating activities.....	216,875	265,839
Investing activities		
Purchases of investments.....	(53,715)	(65,725)
Maturities of investments.....	96,349	126,711
Sales of investments.....	78,988	269,986
Acquisition of businesses, net of cash acquired.....	(67,911)	(411,319)
Purchases of property and equipment.....	(15,792)	(14,090)
Net cash provided by (used in) investing activities.....	37,919	(94,437)
Financing activities		
Proceeds from the exercise of stock options and purchases of stock under employee stock purchase plan.....	28,628	28,687
Repurchase of common stock.....	(250,023)	(500,000)
Payments on term debt agreement.....	(10,000)	(10,000)
Taxes paid related to net share settlement of equity awards.....	(16,816)	(7,928)
Net cash used in financing activities.....	(248,211)	(489,241)
Net increase (decrease) in cash, cash equivalents and restricted cash.....	6,583	(317,839)
Effect of exchange rate changes on cash, cash equivalents and restricted cash.....	(997)	494
Cash, cash equivalents and restricted cash, beginning of period.....	584,333	852,826
Cash, cash equivalents and restricted cash, end of period.....	\$ 589,919	\$ 535,481
Supplemental disclosures of cash flow information		
Cash paid for amounts included in the measurement of lease liabilities.....	\$ 30,346	\$ 30,809
Cash paid for interest on long-term debt.....	2,383	2,724
Supplemental disclosures of non-cash activities		
Right-of-use assets obtained in exchange for lease obligations.....	\$ 818	\$ 9,523