

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

	Three Months Ended December 31,	
	2021	2020
Operating activities		
Net income.....	\$ 93,559	\$ 87,678
Adjustments to reconcile net income to net cash provided by operating activities:		
Stock-based compensation.....	63,757	58,069
Depreciation and amortization.....	30,260	27,660
Non-cash operating lease costs.....	9,663	9,698
Deferred income taxes.....	(6,407)	(694)
Impairment of assets.....	6,175	6,873
Other.....	(1,123)	307
Changes in operating assets and liabilities (excluding effects of the acquisition of businesses):		
Accounts receivable.....	(77,223)	(54,416)
Inventories.....	1,260	1,443
Other current assets.....	(44,286)	(23,250)
Other assets.....	(21,774)	(26,654)
Accounts payable and accrued liabilities.....	(25,387)	(23,925)
Deferred revenue.....	76,065	86,193
Lease liabilities.....	(14,173)	(11,619)
Net cash provided by operating activities.....	<u>90,366</u>	<u>137,363</u>
Investing activities		
Purchases of investments.....	(36,205)	(42,765)
Maturities of investments.....	38,138	69,352
Sales of investments.....	34,549	-
Acquisition of businesses, net of cash acquired.....	(67,911)	(1,247)
Purchases of property and equipment.....	(10,564)	(4,697)
Net cash (used in) provided by investing activities.....	<u>(41,993)</u>	<u>20,643</u>
Financing activities		
Proceeds from the exercise of stock options and purchases of stock under employee stock purchase plan.....	27,581	27,196
Repurchase of common stock.....	(125,011)	-
Payments on term debt agreement.....	(5,000)	(5,000)
Taxes paid related to net share settlement of equity awards.....	(13,595)	(4,481)
Net cash (used in) provided by financing activities.....	<u>(116,025)</u>	<u>17,715</u>
Net (decrease) increase in cash, cash equivalents and restricted cash.....	(67,652)	175,721
Effect of exchange rate changes on cash, cash equivalents and restricted cash.....	(861)	1,655
Cash, cash equivalents and restricted cash, beginning of period.....	<u>584,333</u>	<u>852,826</u>
Cash, cash equivalents and restricted cash, end of period.....	<u>\$ 515,820</u>	<u>\$ 1,030,202</u>
Supplemental disclosures of cash flow information		
Cash paid for amounts included in the measurement of lease liabilities.....	\$ 16,500	\$ 15,032
Cash paid for interest on long-term debt.....	1,252	1,370
Supplemental disclosures of non-cash activities		
Right-of-use assets obtained in exchange for lease obligations.....	\$ 818	\$ 1,614