### Consolidated Income Statements

(unaudited, in thousands, except per share amounts)

<table>
<thead>
<tr>
<th></th>
<th>Three Months Ended</th>
<th></th>
<th>Six Months Ended</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>March 31,</td>
<td>2018</td>
<td>2017</td>
<td></td>
</tr>
<tr>
<td>Net income</td>
<td>$ 109,636</td>
<td>$ 93,138</td>
<td>$ 198,065</td>
<td>$ 187,356</td>
</tr>
<tr>
<td>Net income per share - basic</td>
<td>$ 1.79</td>
<td>$ 1.44</td>
<td>$ 3.20</td>
<td>$ 2.89</td>
</tr>
<tr>
<td>Weighted average shares - basic</td>
<td>61,420</td>
<td>64,479</td>
<td>61,812</td>
<td>64,841</td>
</tr>
<tr>
<td>Net income per share - diluted</td>
<td>$ 1.77</td>
<td>$ 1.43</td>
<td>$ 3.18</td>
<td>$ 2.67</td>
</tr>
<tr>
<td>Weighted average shares - diluted</td>
<td>62,059</td>
<td>65,028</td>
<td>62,351</td>
<td>65,369</td>
</tr>
</tbody>
</table>

### Non-GAAP Financial Measures

Net income as reported .......................................................... $ 109,636 $ 93,138 $ 198,065 $ 187,356
Stock-based compensation expense (3) .................................... 41,320 43,895 82,268 90,506
Amortization of purchased intangible assets ......................... 2,805 3,292 5,610 6,695
Litigation expense ............................................................ - (135) - (135)
Tax effects related to above items ..................................... (10,466) (13,184) (19,649) (27,150)
Tax on deemed repatriation of undistributed foreign earnings .... - - 7,000 -
Remeasurement of net deferred tax assets due to change in U.S. tax rate. - - 11,584 -
Net income excluding stock-based compensation expense, amortization of purchased intangible assets, litigation expense, and non-recurring tax expenses and benefits (non-GAAP) - diluted .............................. $ 143,295 $ 127,006 $ 284,878 $ 257,272

Net income per share excluding stock-based compensation expense, amortization of purchased intangible assets, litigation expense, and non-recurring tax expenses and benefits (non-GAAP) - diluted .......................................................... $ 2.31 $ 1.95 $ 4.57 $ 3.93
Weighted average shares - diluted ........................................ 62,059 65,028 62,351 65,369

(1) Includes stock-based compensation expense as follows:
- Cost of net revenues ......................................................... $ 5,543 $ 5,554 $ 10,993 $ 10,771
- Sales and marketing ....................................................... 15,555 18,110 31,033 35,160
- Research and development .............................................. 12,497 13,884 24,903 27,816
- General and administrative ............................................ 7,725 6,347 15,339 16,759
  Total ........................................................................... $ 41,320 $ 43,895 $ 82,268 $ 90,506

(2) Includes amortization of purchased intangible assets as follows:
- Cost of net revenues ......................................................... $ 2,028 $ 2,532 $ 4,056 $ 5,317
- Sales and marketing ....................................................... 252 251 504 503
- General and administrative ............................................ 525 509 1,050 875
  Total ........................................................................... $ 2,805 $ 3,292 $ 5,610 $ 6,695

(3) Stock-based compensation is accounted for in accordance with the fair value recognition provisions of Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 718, Compensation – Stock Compensation ("FASB ASC Topic 718")