



TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Balance Sheets (Unaudited)

(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD")) ⁽¹⁾

	September 30, 2024			June 30, 2024		September 30, 2023		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	Amount	%	Amount	%
ASSETS											
Current Assets											
Cash and Cash Equivalents	\$ 59,636	\$ 1,886,781	30.6	\$ 1,799,127	30.1	\$ 1,311,807	23.9	\$ 87,654	4.9	\$ 574,974	43.8
Investments in Marketable Financial Instruments	8,876	280,819	4.6	249,508	4.2	239,515	4.4	31,311	12.5	41,304	17.2
Accounts Receivable	7,901	249,974	4.1	210,210	3.5	222,824	4.1	39,764	18.9	27,150	12.2
Inventories	9,257	292,884	4.7	272,491	4.5	262,090	4.8	20,393	7.5	30,794	11.7
Other Current Assets	2,006	63,456	1.0	60,322	1.0	46,241	0.8	3,134	5.2	17,215	37.2
Total Current Assets	87,676	2,773,914	45.0	2,591,658	43.3	2,082,477	38.0	182,256	7.0	691,437	33.2
Non-current Assets											
Long-term Investments	4,025	127,332	2.1	140,220	2.4	116,347	2.1	(12,888)	(9.2)	10,985	9.4
Property, Plant and Equipment	97,086	3,071,599	49.8	3,105,860	51.9	3,132,664	57.1	(34,261)	(1.1)	(61,065)	(1.9)
Right-of-use, Intangible and Other Non-current Assets	6,094	192,813	3.1	144,626	2.4	153,068	2.8	48,187	33.3	39,745	26.0
Total Non-current Assets	107,205	3,391,744	55.0	3,390,706	56.7	3,402,079	62.0	1,038	-	(10,335)	(0.3)
Total Assets	\$ 194,881	\$ 6,165,658	100.0	\$ 5,982,364	100.0	\$ 5,484,556	100.0	\$ 183,294	3.1	\$ 681,102	12.4
LIABILITIES AND SHAREHOLDERS' EQUITY											
Current Liabilities											
Accounts Payable	\$ 2,239	\$ 70,820	1.1	\$ 63,947	1.1	\$ 53,772	1.0	\$ 6,873	10.7	\$ 17,048	31.7
Payables to Contractors and Equipment Suppliers	3,955	125,132	2.0	136,744	2.3	230,849	4.2	(11,612)	(8.5)	(105,717)	(45.8)
Cash Dividends Payable	6,557	207,456	3.4	194,600	3.2	155,592	2.9	12,856	6.6	51,864	33.3
Accrued Expenses and Other Current Liabilities	19,539	618,186	10.0	630,549	10.5	522,402	9.5	(12,363)	(2.0)	95,784	18.3
Current Portion of Bonds Payable and Bank Loans	1,859	58,805	1.0	23,076	0.4	7,420	0.1	35,729	154.8	51,385	692.5
Total Current Liabilities	34,149	1,080,399	17.5	1,048,916	17.5	970,035	17.7	31,483	3.0	110,364	11.4
Non-current Liabilities											
Bonds Payable	28,753	909,704	14.8	965,314	16.1	932,479	17.0	(55,610)	(5.8)	(22,775)	(2.4)
Other Non-current Liabilities	4,856	153,633	2.5	147,986	2.5	209,224	3.8	5,647	3.8	(55,591)	(26.6)
Total Non-current Liabilities	33,609	1,063,337	17.3	1,113,300	18.6	1,141,703	20.8	(49,963)	(4.5)	(78,366)	(6.9)
Total Liabilities	67,758	2,143,736	34.8	2,162,216	36.1	2,111,738	38.5	(18,480)	(0.9)	31,998	1.5
Equity Attributable to Shareholders of the Parent											
Capital Stock at Par Value	8,197	259,327	4.2	259,336	4.3	259,321	4.7	(9)	-	6	-
Capital Surplus	2,288	72,390	1.2	70,941	1.2	69,879	1.3	1,449	2.0	2,511	3.6
Legal Capital Reserve	9,835	311,147	5.0	311,147	5.2	311,147	5.7	-	-	-	-
Special Capital Reserve	-	-	-	-	-	17,228	0.3	-	-	(17,228)	(100.0)
Unappropriated Earnings	105,766	3,346,232	54.3	3,127,528	52.3	2,682,158	48.9	218,704	7.0	664,074	24.8
Treasury Stock	-	-	-	(3,089)	-	-	-	3,089	(100.0)	-	-
Others	29	923	-	25,540	0.4	8,617	0.2	(24,617)	(96.4)	(7,694)	(89.3)
Equity Attributable to Shareholders of the Parent	126,115	3,990,019	64.7	3,791,403	63.4	3,348,350	61.1	198,616	5.2	641,669	19.2
Noncontrolling Interests	1,008	31,903	0.5	28,745	0.5	24,468	0.4	3,158	11.0	7,435	30.4
Total Shareholders' Equity	127,123	4,021,922	65.2	3,820,148	63.9	3,372,818	61.5	201,774	5.3	649,104	19.2
Total Liabilities & Shareholders' Equity	\$ 194,881	\$ 6,165,658	100.0	\$ 5,982,364	100.0	\$ 5,484,556	100.0	\$ 183,294	3.1	\$ 681,102	12.4

Note :
(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$31.638 as of September 30, 2024.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income (Unaudited)

For the Three Months Ended September 30, 2024, June 30, 2024, September 30, 2023

(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD") ⁽¹⁾)

Except for Per Share Amounts and Shares Outstanding)

	3Q 2024			2Q 2024		3Q 2023		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 23,504	\$ 759,692	100.0	\$ 673,510	100.0	\$ 546,733	100.0	\$ 86,182	12.8	\$ 212,959	39.0
Cost of Revenue	(9,911)	(320,347)	(42.2)	(315,385)	(46.8)	(250,090)	(45.7)	(4,962)	1.6	(70,257)	28.1
Gross Profit	13,593	439,345	57.8	358,125	53.2	296,643	54.3	81,220	22.7	142,702	48.1
Operating Expenses											
Research and Development Expenses	(1,633)	(52,783)	(6.9)	(48,058)	(7.2)	(51,138)	(9.4)	(4,725)	9.8	(1,645)	3.2
Sales, General and Administrative Expenses	(814)	(26,295)	(3.5)	(22,238)	(3.3)	(17,571)	(3.2)	(4,057)	18.2	(8,724)	49.6
Total Operating Expenses	(2,447)	(79,078)	(10.4)	(70,296)	(10.5)	(68,709)	(12.6)	(8,782)	12.5	(10,369)	15.1
Other Operating Income and Expenses	16	499	0.1	(1,273)	(0.2)	131	-	1,772	NM	368	280.9
Income from Operations	11,162	360,766	47.5	286,556	42.5	228,065	41.7	74,210	25.9	132,701	58.2
Non-operating Income and Expenses											
Share of Profits of Associates	48	1,561	0.2	1,152	0.2	1,167	0.2	409	35.5	394	33.8
Net Interest Income (Expenses)	618	19,966	2.6	18,341	2.7	12,483	2.3	1,625	8.9	7,483	59.9
Other Gains and Losses	58	1,894	0.3	262	0.1	225	0.1	1,632	622.9	1,669	741.8
Total Non-operating Income and Expenses	724	23,421	3.1	19,755	3.0	13,875	2.6	3,666	18.6	9,546	68.8
Income Before Income Tax	11,886	384,187	50.6	306,311	45.5	241,940	44.3	77,876	25.4	142,247	58.8
Income Tax Expenses	(1,828)	(59,107)	(7.8)	(58,649)	(8.7)	(31,145)	(5.7)	(458)	0.8	(27,962)	89.8
Net Income	10,058	325,080	42.8	247,662	36.8	210,795	38.6	77,418	31.3	114,285	54.2
Other Comprehensive Income (Losses)	(652)	(21,056)	(2.8)	13,464	2.0	26,050	4.7	(34,520)	(256.4)	(47,106)	(180.8)
Comprehensive Income	\$ 9,406	\$ 304,024	40.0	\$ 261,126	38.8	\$ 236,845	43.3	\$ 42,898	16.4	\$ 67,179	28.4
Net Income (Losses) Attributable to:											
Shareholders of the Parent	\$ 10,063	\$ 325,258	42.8	\$ 247,845	36.8	\$ 211,000	38.6	\$ 77,413	31.2	\$ 114,258	54.2
Noncontrolling Interests	(5)	(178)	-	(183)	-	(205)	-	5	2.7	27	13.2
	\$ 10,058	\$ 325,080	42.8	\$ 247,662	36.8	\$ 210,795	38.6	\$ 77,418	31.3	\$ 114,285	54.2
Earnings per Share - Diluted	\$ 0.39	\$ 12.54		\$ 9.56		\$ 8.14		\$ 2.98	31.2	\$ 4.40	54.2
Earnings per ADR - Diluted ⁽²⁾	\$ 1.94	\$ 62.72		\$ 47.79		\$ 40.69		\$ 14.93	31.2	\$ 22.03	54.2
Weighted Average Outstanding Shares - Diluted (M)		25,928		25,931		25,929					

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$32.322 for the third quarter of 2024.

(2) 1 ADR equals 5 ordinary shares.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income (Unaudited)

(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD") ⁽¹⁾)

Except for Per Share Amounts and Shares Outstanding)

	For the Nine Months Ended September 30						
	2024			2023		YoY	
	USD	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 63,199	\$ 2,025,847	100.0	\$ 1,536,207	100.0	\$ 489,640	31.9
Cost of Revenue	(28,509)	(913,872)	(45.1)	(692,864)	(45.1)	(221,008)	31.9
Gross Profit	34,690	1,111,975	54.9	843,343	54.9	268,632	31.9
Operating Expenses							
Research and Development Expenses	(4,584)	(146,950)	(7.3)	(131,960)	(8.6)	(14,990)	11.4
Sales, General and Administrative Expenses	(2,115)	(67,781)	(3.3)	(50,253)	(3.3)	(17,528)	34.9
Total Operating Expenses	(6,699)	(214,731)	(10.6)	(182,213)	(11.9)	(32,518)	17.8
Other Operating Income and Expenses	(28)	(904)	(0.1)	131	-	(1,035)	(790.1)
Income from Operations	27,963	896,340	44.2	661,261	43.0	235,079	35.6
Non-operating Income and Expenses							
Share of Profits of Associates	112	3,591	0.2	3,340	0.2	251	7.5
Net Interest Income (Expenses)	1,714	54,968	2.7	33,804	2.2	21,164	62.6
Other Gains and Losses	67	2,142	0.1	2,485	0.2	(343)	(13.8)
Total Non-operating Income and Expenses	1,893	60,701	3.0	39,629	2.6	21,072	53.2
Income before Income Tax	29,856	957,041	47.2	700,890	45.6	256,151	36.5
Income Tax Expenses	(4,962)	(159,078)	(7.8)	(101,429)	(6.6)	(57,649)	56.8
Net Income	24,894	797,963	39.4	599,461	39.0	198,502	33.1
Other Comprehensive Income	1,050	33,682	1.7	28,413	1.9	5,269	18.5
Comprehensive Income	\$ 25,944	\$ 831,645	41.1	\$ 627,874	40.9	\$ 203,771	32.5
Net Income (Losses) Attributable to:							
Shareholders of the Parent	\$ 24,913	\$ 798,588	39.4	\$ 599,786	39.0	\$ 198,802	33.1
Noncontrolling interests	(19)	(625)	-	(325)	-	(300)	(92.3)
	\$ 24,894	\$ 797,963	39.4	\$ 599,461	39.0	\$ 198,502	33.1
Earnings per Share - Diluted	\$ 0.96	\$ 30.80		\$ 23.13		\$ 7.67	33.1
Earnings per ADR - Diluted ⁽²⁾	\$ 4.80	\$ 153.99		\$ 115.66		\$ 38.33	33.1
Weighted Average Outstanding Shares - Diluted ('M)		25,930		25,929			

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$32.055 for the nine months ended September 30, 2024.

(2) 1 ADR equals 5 ordinary shares.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Cash Flow Statements (Unaudited)

For the Nine Months Ended September 30, 2024 and for the Three Months Ended September 30, 2024, June 30, 2024 and September 30, 2023

(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD")) ⁽¹⁾

	Nine Months 2024		3Q 2024	2Q 2024	3Q 2023
	USD	NTD	NTD	NTD	NTD
Cash Flows from Operating Activities:					
Income Before Income Tax	\$ 29,856	\$ 957,041	\$ 384,187	\$ 306,311	\$ 241,940
Depreciation & Amortization	15,362	492,418	168,229	165,166	147,281
Share of Profits of Associates	(112)	(3,591)	(1,561)	(1,152)	(1,167)
Income Taxes Paid	(5,692)	(182,449)	(93,295)	(88,103)	(1,475)
Changes in Working Capital & Others	(1,792)	(57,447)	(65,567)	(4,554)	(91,934)
Net Cash Generated by Operating Activities	<u>37,622</u>	<u>1,205,972</u>	<u>391,993</u>	<u>377,668</u>	<u>294,645</u>
Cash Flows from Investing Activities:					
Interest Received	1,808	57,961	21,356	19,195	14,389
Cash Dividend Received	103	3,300	2,405	805	2,568
Acquisitions of:					
Property, Plant and Equipment	(18,532)	(594,058)	(207,079)	(205,674)	(226,624)
Marketable Financial Instruments	(5,094)	(163,272)	(54,209)	(63,263)	(62,105)
Proceeds from Disposal or Redemption of:					
Property, Plant and Equipment	20	639	146	156	149
Marketable Financial Instruments	4,029	129,150	34,426	44,500	22,448
Others	417	13,356	7,446	6,673	6,932
Net Cash Used In Investing Activities	<u>(17,249)</u>	<u>(552,924)</u>	<u>(195,509)</u>	<u>(197,608)</u>	<u>(242,243)</u>
Cash Flows from Financing Activities:					
Increase (Decrease) in Hedging Financial Liabilities - Bank Loans	(826)	(26,496)	-	-	20,235
Proceeds from Issuance of Bonds	1,070	34,300	-	11,500	15,900
Repayment of Bonds	(164)	(5,250)	(5,250)	-	(6,100)
Proceeds from Long-term Bank Loans	731	23,442	17,064	-	-
Repayment of Long-term Bank Loans	(52)	(1,660)	(604)	(543)	(457)
Interest Paid	(400)	(12,805)	(4,385)	(6,641)	(3,943)
Cash Dividends Paid for Common Stock	(8,090)	(259,321)	(90,763)	(90,762)	(71,309)
Repurchase of Treasury Stock	(96)	(3,089)	-	(3,089)	-
Others	166	5,310	299	(710)	7,223
Net Cash Used in Financing Activities	<u>(7,661)</u>	<u>(245,569)</u>	<u>(83,639)</u>	<u>(90,245)</u>	<u>(38,451)</u>
Effect of Exchange Rate Changes on Cash and Cash Equivalents	<u>433</u>	<u>13,874</u>	<u>(25,191)</u>	<u>11,116</u>	<u>21,132</u>
Net Increase in Cash and Cash Equivalents	<u>13,145</u>	<u>421,353</u>	<u>87,654</u>	<u>100,931</u>	<u>35,083</u>
Cash and Cash Equivalents at Beginning of Period	<u>45,716</u>	<u>1,465,428</u>	<u>1,799,127</u>	<u>1,698,196</u>	<u>1,276,724</u>
Cash and Cash Equivalents at End of Period	<u>\$ 58,861</u>	<u>\$ 1,886,781</u>	<u>\$ 1,886,781</u>	<u>\$ 1,799,127</u>	<u>\$ 1,311,807</u>

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$32.055 for the nine months ended September 30, 2024.