



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⁾

	June 30, 2025			March 31, 2025		June 30, 2024		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	Amount	%	Amount	%
ASSETS											
Current Assets											
Cash and Cash Equivalents	\$ 81,105	\$ 2,364,524	33.7	\$ 2,394,804	33.6	\$ 1,799,127	30.1	\$ (30,280)	(1.3)	\$ 565,397	31.4
Investments in Marketable Financial Instruments	9,258	269,905	3.9	308,281	4.3	249,508	4.2	(38,376)	(12.4)	20,397	8.2
Accounts Receivable	8,084	235,685	3.4	243,949	3.4	210,210	3.5	(8,264)	(3.4)	25,475	12.1
Inventories	10,434	304,194	4.3	293,388	4.1	272,491	4.5	10,806	3.7	31,703	11.6
Other Current Assets	3,108	90,610	1.3	105,242	1.5	60,322	1.0	(14,632)	(13.9)	30,288	50.2
Total Current Assets	111,989	3,264,918	46.6	3,345,664	46.9	2,591,658	43.3	(80,746)	(2.4)	673,260	26.0
Non-current Assets											
Long-term Investments	4,714	137,427	2.0	160,793	2.2	140,220	2.4	(23,366)	(14.5)	(2,793)	(2.0)
Property, Plant and Equipment	116,149	3,386,206	48.3	3,400,806	47.7	3,105,860	51.9	(14,600)	(0.4)	280,346	9.0
Right-of-use, Intangible and Other Non-current Assets	7,470	217,799	3.1	226,024	3.2	144,626	2.4	(8,225)	(3.6)	73,173	50.6
Total Non-current Assets	128,333	3,741,432	53.4	3,787,623	53.1	3,390,706	56.7	(46,191)	(1.2)	350,726	10.3
Total Assets	\$ 240,322	\$ 7,006,350	100.0	\$ 7,133,287	100.0	\$ 5,982,364	100.0	\$ (126,937)	(1.8)	\$ 1,023,986	17.1
LIABILITIES AND SHAREHOLDERS' EQUITY											
Current Liabilities											
Accounts Payable	\$ 2,908	\$ 84,772	1.2	\$ 76,854	1.1	\$ 63,947	1.1	\$ 7,918	10.3	\$ 20,825	32.6
Payables to Contractors and Equipment Suppliers	5,537	161,416	2.3	199,087	2.8	136,744	2.3	(37,671)	(18.9)	24,672	18.0
Cash Dividends Payable	8,461	246,672	3.5	233,394	3.3	194,600	3.2	13,278	5.7	52,072	26.8
Accrued Expenses and Other Current Liabilities	27,106	790,240	11.3	828,696	11.6	630,549	10.5	(38,456)	(4.6)	159,691	25.3
Current Portion of Bonds Payable and Bank Loans	3,231	94,214	1.4	61,772	0.8	23,076	0.4	32,442	52.5	71,138	308.3
Total Current Liabilities	47,243	1,377,314	19.7	1,399,803	19.6	1,048,916	17.5	(22,489)	(1.6)	328,398	31.3
Non-current Liabilities											
Bonds Payable	29,105	848,535	12.1	948,257	13.3	965,314	16.1	(99,722)	(10.5)	(116,779)	(12.1)
Other Non-current Liabilities	5,621	163,869	2.3	183,603	2.6	147,986	2.5	(19,734)	(10.7)	15,883	10.7
Total Non-current Liabilities	34,726	1,012,404	14.4	1,131,860	15.9	1,113,300	18.6	(119,456)	(10.6)	(100,896)	(9.1)
Total Liabilities	81,969	2,389,718	34.1	2,531,663	35.5	2,162,216	36.1	(141,945)	(5.6)	227,502	10.5
Equity Attributable to Shareholders of the Parent											
Capital Stock at Par Value	8,895	259,326	3.7	259,326	3.6	259,336	4.3	-	-	(10)	-
Capital Surplus	2,515	73,326	1.1	73,307	1.0	70,941	1.2	19	-	2,385	3.4
Legal Capital Reserve	10,672	311,147	4.4	311,147	4.4	311,147	5.2	-	-	-	-
Unappropriated Earnings	141,310	4,119,741	58.8	3,851,130	54.0	3,127,528	52.3	268,611	7.0	992,213	31.7
Treasury Stock	-	-	-	-	-	(3,089)	-	-	-	3,089	(100.0)
Others	(6,259)	(182,466)	(2.6)	69,252	1.0	25,540	0.4	(251,718)	(363.5)	(208,006)	(814.4)
Equity Attributable to Shareholders of the Parent	157,133	4,581,074	65.4	4,564,162	64.0	3,791,403	63.4	16,912	0.4	789,671	20.8
Noncontrolling Interests	1,220	35,558	0.5	37,462	0.5	28,745	0.5	(1,904)	(5.1)	6,813	23.7
Total Shareholders' Equity	158,353	4,616,632	65.9	4,601,624	64.5	3,820,148	63.9	15,008	0.3	796,484	20.8
Total Liabilities & Shareholders' Equity	\$ 240,322	\$ 7,006,350	100.0	\$ 7,133,287	100.0	\$ 5,982,364	100.0	\$ (126,937)	(1.8)	\$ 1,023,986	17.1

Note :

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$29.154 as of June 30, 2025.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income (Unaudited)

For the Three Months Ended June 30, 2025, March 31, 2025, June 30, 2024

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

Except for Per Share Amounts and Shares Outstanding)

	2Q 2025			1Q 2025		2Q 2024		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 30,070	\$ 933,792	100.0	\$ 839,254	100.0	\$ 673,510	100.0	\$ 94,538	11.3	\$ 260,282	38.6
Cost of Revenue	(12,444)	(386,423)	(41.4)	(345,859)	(41.2)	(315,385)	(46.8)	(40,564)	11.7	(71,038)	22.5
Gross Profit	17,626	547,369	58.6	493,395	58.8	358,125	53.2	53,974	10.9	189,244	52.8
Operating Expenses											
Research and Development Expenses	(1,973)	(61,280)	(6.6)	(56,547)	(6.8)	(48,058)	(7.2)	(4,733)	8.4	(13,222)	27.5
Sales, General and Administrative Expenses	(748)	(23,228)	(2.5)	(28,639)	(3.4)	(22,238)	(3.3)	5,411	(18.9)	(990)	4.5
Total Operating Expenses	(2,721)	(84,508)	(9.1)	(85,186)	(10.2)	(70,296)	(10.5)	678	(0.8)	(14,212)	20.2
Other Operating Income and Expenses	18	562	0.1	(1,128)	(0.1)	(1,273)	(0.2)	1,690	NM	1,835	NM
Income from Operations	14,923	463,423	49.6	407,081	48.5	286,556	42.5	56,342	13.8	176,867	61.7
Non-operating Income and Expenses											
Share of Profits of Associates	39	1,222	0.1	1,368	0.2	1,152	0.2	(146)	(10.7)	70	6.1
Net Interest Income (Expenses)	693	21,501	2.3	22,182	2.6	18,341	2.7	(681)	(3.1)	3,160	17.2
Other Gains and Losses	222	6,890	0.8	264	-	262	0.1	6,626	2,509.8	6,628	2,529.8
Total Non-operating Income and Expenses	954	29,613	3.2	23,814	2.8	19,755	3.0	5,799	24.4	9,858	49.9
Income Before Income Tax	15,877	493,036	52.8	430,895	51.3	306,311	45.5	62,141	14.4	186,725	61.0
Income Tax Expenses	(3,077)	(95,543)	(10.2)	(70,162)	(8.3)	(58,649)	(8.7)	(25,381)	36.2	(36,894)	62.9
Net Income	12,800	397,493	42.6	360,733	43.0	247,662	36.8	36,760	10.2	149,831	60.5
Other Comprehensive Income (Losses)	(8,195)	(254,502)	(27.3)	31,897	3.8	13,464	2.0	(286,399)	(897.9)	(267,966)	(1,990.2)
Comprehensive Income	\$ 4,605	\$ 142,991	15.3	\$ 392,630	46.8	\$ 261,126	38.8	\$ (249,639)	(63.6)	\$ (118,135)	(45.2)
Net Income (Losses) Attributable to:											
Shareholders of the Parent	\$ 12,825	\$ 398,273	42.7	\$ 361,564	43.1	\$ 247,845	36.8	\$ 36,709	10.2	\$ 150,428	60.7
Noncontrolling Interests	(25)	(780)	(0.1)	(831)	(0.1)	(183)	-	51	6.1	(597)	(326.2)
	\$ 12,800	\$ 397,493	42.6	\$ 360,733	43.0	\$ 247,662	36.8	\$ 36,760	10.2	\$ 149,831	60.5
Earnings per Share - Diluted	\$ 0.49	\$ 15.36		\$ 13.94		\$ 9.56		\$ 1.42	10.2	\$ 5.80	60.7
Earnings per ADR - Diluted ⁽²⁾	\$ 2.47	\$ 76.80		\$ 69.72		\$ 47.79		\$ 7.08	10.2	\$ 29.01	60.7
Weighted Average Outstanding Shares - Diluted ('M)		25,929		25,929		25,931					

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.054 for the second quarter of 2025.

(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 Six Months Ended June 30						
	2025			2024		YoY	
	USD	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 55,596	\$ 1,773,046	100.0	\$ 1,266,154	100.0	\$ 506,892	40.0
Cost of Revenue	(22,961)	(732,282)	(41.3)	(593,524)	(46.9)	(138,758)	23.4
Gross Profit	32,635	1,040,764	58.7	672,630	53.1	368,134	54.7
Operating Expenses							
Research and Development Expenses	(3,695)	(117,827)	(6.7)	(94,167)	(7.4)	(23,660)	25.1
Sales, General and Administrative Expenses	(1,626)	(51,867)	(2.9)	(41,486)	(3.3)	(10,381)	25.0
Total Operating Expenses	(5,321)	(169,694)	(9.6)	(135,653)	(10.7)	(34,041)	25.1
Other Operating Income and Expenses	(18)	(566)	-	(1,403)	(0.1)	837	59.7
Income from Operations	27,296	870,504	49.1	535,574	42.3	334,930	62.5
Non-operating Income and Expenses							
Share of Profits of Associates	81	2,590	0.1	2,030	0.1	560	27.6
Net Interest Income (Expenses)	1,370	43,683	2.5	35,002	2.8	8,681	24.8
Other Gains and Losses	225	7,154	0.4	248	-	6,906	2,784.7
Total Non-operating Income and Expenses	1,676	53,427	3.0	37,280	2.9	16,147	43.3
Income before Income Tax	28,972	923,931	52.1	572,854	45.2	351,077	61.3
Income Tax Expenses	(5,196)	(165,705)	(9.3)	(99,971)	(7.9)	(65,734)	65.8
Net Income	23,776	758,226	42.8	472,883	37.3	285,343	60.3
Other Comprehensive Income (Losses)	(6,981)	(222,605)	(12.6)	54,738	4.4	(277,343)	(506.7)
Comprehensive Income	\$ 16,795	\$ 535,621	30.2	\$ 527,621	41.7	\$ 8,000	1.5
Net Income (Losses) Attributable to:							
Shareholders of the Parent	\$ 23,826	\$ 759,837	42.9	\$ 473,330	37.4	\$ 286,507	60.5
Noncontrolling interests	(50)	(1,611)	(0.1)	(447)	(0.1)	(1,164)	(260.4)
	\$ 23,776	\$ 758,226	42.8	\$ 472,883	37.3	\$ 285,343	60.3
Earnings per Share - Diluted	\$ 0.92	\$ 29.30		\$ 18.25		\$ 11.05	60.5
Earnings per ADR - Diluted ⁽²⁾	\$ 4.59	\$ 146.52		\$ 91.27		\$ 55.25	60.5
Weighted Average Outstanding Shares - Diluted ('M)		25,929		25,930			

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.891 for the six months ended June 30, 2025.

(2) 1 ADR equals 5 ordinary shares.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Cash Flow Statements (Unaudited)

For the Six Months Ended June 30, 2025 and for the Three Months Ended June 30, 2025, March 31, 2025 and June 30, 2024

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

	Six Months 2025		2Q 2025	1Q 2025	2Q 2024
	USD	NTD	NTD	NTD	NTD
Cash Flows from Operating Activities:					
Income Before Income Tax	\$ 28,972	\$ 923,931	\$ 493,036	\$ 430,895	\$ 306,311
Depreciation & Amortization	11,388	363,197	188,058	175,139	165,166
Share of Profits of Associates	(81)	(2,590)	(1,222)	(1,368)	(1,152)
Income Taxes Paid	(4,042)	(128,884)	(127,347)	(1,537)	(88,103)
Changes in Working Capital & Others	(1,035)	(33,016)	(55,461)	22,445	(4,554)
Net Cash Generated by Operating Activities	<u>35,202</u>	<u>1,122,638</u>	<u>497,064</u>	<u>625,574</u>	<u>377,668</u>
Cash Flows from Investing Activities:					
Interest Received	1,582	50,444	26,025	24,419	19,195
Cash Dividend Received	37	1,186	1,091	95	805
Acquisitions of:					
Property, Plant and Equipment	(19,694)	(628,053)	(297,226)	(330,827)	(205,674)
Marketable Financial Instruments	(4,162)	(132,730)	(61,989)	(70,741)	(63,263)
Proceeds from Disposal or Redemption of:					
Property, Plant and Equipment	8	245	117	128	156
Marketable Financial Instruments	4,004	127,670	73,744	53,926	44,500
Others	1,961	62,557	29,749	32,808	6,673
Net Cash Used In Investing Activities	<u>(16,264)</u>	<u>(518,681)</u>	<u>(228,489)</u>	<u>(290,192)</u>	<u>(197,608)</u>
Cash Flows from Financing Activities:					
Decrease in Hedging Financial Liabilities - Bank Loans	14	430	430	-	-
Proceeds from Issuance of Bonds	1,044	33,300	14,100	19,200	11,500
Repayment of Bonds	(420)	(13,400)	(10,400)	(3,000)	-
Proceeds from Long-term Bank Loans	169	5,395	-	5,395	-
Repayment of Long-term Bank Loans	(45)	(1,438)	(719)	(719)	(543)
Interest Paid	(305)	(9,739)	(7,223)	(2,516)	(6,641)
Cash Dividends Paid for Common Stock	(6,912)	(220,419)	(116,697)	(103,722)	(90,762)
Repurchase of Treasury Stock	-	-	-	-	(3,089)
Others	47	1,505	809	696	(710)
Net Cash Used in Financing Activities	<u>(6,408)</u>	<u>(204,366)</u>	<u>(119,700)</u>	<u>(84,666)</u>	<u>(90,245)</u>
Effect of Exchange Rate Changes on Cash and Cash Equivalents	<u>(5,102)</u>	<u>(162,694)</u>	<u>(179,155)</u>	<u>16,461</u>	<u>11,116</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>7,428</u>	<u>236,897</u>	<u>(30,280)</u>	<u>267,177</u>	<u>100,931</u>
Cash and Cash Equivalents at Beginning of Period	<u>66,716</u>	<u>2,127,627</u>	<u>2,394,804</u>	<u>2,127,627</u>	<u>1,698,196</u>
Cash and Cash Equivalents at End of Period	<u>\$ 74,144</u>	<u>\$ 2,364,524</u>	<u>\$ 2,364,524</u>	<u>\$ 2,394,804</u>	<u>\$ 1,799,127</u>

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.891 for the six months ended June 30, 2025.