



TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Balance Sheet (Unaudited)

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

	September 30, 2026			June 30, 2026		September 30, 2025		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
ASSETS											
Current Assets											
Cash and Cash Equivalents	\$ 113,610	\$ 3,621,894	36.0	\$ 3,134,218	33.4	\$ 2,470,759	33.6	\$ 487,676	15.6	\$ 1,151,135	46.6
Investments in Marketable Financial Instruments	12,393	395,085	3.9	383,795	4.1	280,297	3.8	11,290	2.9	114,788	41.0
Accounts Receivable	15,168	483,557	4.8	440,923	4.7	307,814	4.2	42,634	9.7	175,743	57.1
Inventories	13,418	427,753	4.3	385,525	4.1	288,689	3.9	42,228	11.0	139,064	48.2
Other Current Assets	4,913	156,637	1.6	221,240	2.4	88,456	1.2	(64,603)	(29.2)	68,181	77.1
Total Current Assets	159,502	5,084,926	50.6	4,565,701	48.7	3,436,015	46.7	519,225	11.4	1,648,911	48.0
Non-current Assets											
Long-term Investments	7,046	224,633	2.2	227,936	2.4	148,978	2.0	(3,303)	(1.4)	75,655	50.8
Property, Plant and Equipment	141,985	4,526,488	45.0	4,302,880	45.9	3,499,341	47.6	223,608	5.2	1,027,147	29.4
Right-of-use, Intangible and Other Non-current Assets	6,802	216,841	2.2	279,138	3.0	269,773	3.7	(62,297)	(22.3)	(52,932)	(19.6)
Total Non-current Assets	155,833	4,967,962	49.4	4,809,954	51.3	3,918,092	53.3	158,008	3.3	1,049,870	26.8
Total Assets	\$ 315,335	\$ 10,052,888	100.0	\$ 9,375,655	100.0	\$ 7,354,107	100.0	\$ 677,233	7.2	\$ 2,698,781	36.7
LIABILITIES AND SHAREHOLDERS' EQUITY											
Current Liabilities											
Accounts Payable	\$ 3,847	\$ 122,630	1.2	\$ 110,626	1.2	\$ 86,386	1.2	\$ 12,004	10.9	\$ 36,244	42.0
Payables to Contractors and Equipment Suppliers	9,373	298,826	3.0	290,850	3.1	175,430	2.4	7,976	2.7	123,396	70.3
Cash Dividends Payable	11,388	363,053	3.6	337,436	3.6	259,326	3.5	25,617	7.6	103,727	40.0
Accrued Expenses and Other Current Liabilities	30,428	970,038	9.7	951,440	10.1	678,538	9.2	18,598	2.0	291,500	43.0
Current Portion of Bonds Payable and Bank Loans	6,688	213,198	2.1	167,410	1.8	76,226	1.0	45,788	27.4	136,972	179.7
Total Current Liabilities	61,724	1,967,745	19.6	1,857,762	19.8	1,275,906	17.3	109,983	5.9	691,839	54.2
Non-current Liabilities											
Bonds Payable	24,163	770,315	7.6	815,037	8.7	880,433	12.0	(44,722)	(5.5)	(110,118)	(12.5)
Other Non-current Liabilities	8,519	271,600	2.7	228,385	2.4	162,190	2.2	43,215	18.9	109,410	67.5
Total Non-current Liabilities	32,682	1,041,915	10.3	1,043,422	11.1	1,042,623	14.2	(1,507)	(0.1)	(708)	(0.1)
Total Liabilities	94,406	3,009,660	29.9	2,901,184	30.9	2,318,529	31.5	108,476	3.7	691,131	29.8
Equity Attributable to Shareholders of the Parent											
Capital Stock at Par Value	8,134	259,324	2.6	259,324	2.8	259,325	3.5	-	-	(1)	-
Capital Surplus	2,268	72,319	0.7	72,291	0.8	73,361	1.0	28	-	(1,042)	(1.4)
Legal Capital Reserve	9,760	311,147	3.1	311,147	3.3	311,147	4.2	-	-	-	-
Special Capital Reserve	-	-	-	-	-	181,555	2.5	-	-	(181,555)	(100.0)
Unappropriated Earnings	198,306	6,321,998	62.9	5,739,966	61.2	4,260,829	58.0	582,032	10.1	2,061,169	48.4
Others	1,039	33,114	0.3	49,790	0.5	(87,910)	(1.2)	(16,676)	(33.5)	121,024	NM
Equity Attributable to Shareholders of the Parent	219,507	6,997,902	69.6	6,432,518	68.6	4,998,307	68.0	565,384	8.8	1,999,595	40.0
Noncontrolling Interests	1,422	45,326	0.5	41,953	0.5	37,271	0.5	3,373	8.0	8,055	21.6
Total Shareholders' Equity	220,929	7,043,228	70.1	6,474,471	69.1	5,035,578	68.5	568,757	8.8	2,007,650	39.9
Total Liabilities & Shareholders' Equity	\$ 315,335	\$ 10,052,888	100.0	\$ 9,375,655	100.0	\$ 7,354,107	100.0	\$ 677,233	7.2	\$ 2,698,781	36.7

Note :

⁽¹⁾ Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$31.880 as of September 30, 2026.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES
Consolidated Condensed Statements of Comprehensive Income (Unaudited)
For the Three Months Ended September 30, 2026, June 30, 2026 and September 30, 2025
(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD") ⁽¹⁾
Except for Per Share Amounts and Shares Outstanding)

	3Q 2026			2Q 2026		3Q 2025		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 46,720	\$ 1,494,243	100.0	\$ 1,270,381	100.0	\$ 989,918	100.0	\$ 223,862	17.6	\$ 504,325	50.9
Cost of Revenue	(15,692)	(501,864)	(33.6)	(410,070)	(32.3)	(401,375)	(40.5)	(91,794)	22.4	(100,489)	25.0
Gross Profit	31,028	992,379	66.4	860,311	67.7	588,543	59.5	132,068	15.4	403,836	68.6
Operating Expenses											
Research and Development Expenses	(2,782)	(88,979)	(6.0)	(73,146)	(5.8)	(63,743)	(6.5)	(15,833)	21.6	(25,236)	39.6
Sales, General and Administrative Expenses	(859)	(27,457)	(1.8)	(25,836)	(2.0)	(24,022)	(2.4)	(1,621)	6.3	(3,435)	14.3
Total Operating Expenses	(3,641)	(116,436)	(7.8)	(98,982)	(7.8)	(87,765)	(8.9)	(17,454)	17.6	(28,671)	32.7
Other Operating Income and Expenses	16	502	0.1	5,274	0.4	(93)	-	(4,772)	(90.5)	595	NM
Income from Operations	27,403	876,445	58.7	766,603	60.3	500,685	50.6	109,842	14.3	375,760	75.0
Non-operating Income and Expenses											
Share of Profits of Associates	47	1,510	0.1	1,438	0.1	1,424	0.1	72	5.0	86	6.0
Net Interest Income (Expenses)	990	31,660	2.1	26,959	2.2	23,222	2.4	4,701	17.4	8,438	36.3
Other Gains and Losses	45	1,424	0.1	67,430	5.3	38	-	(66,006)	(97.9)	1,386	3,647.4
Total Non-operating Income and Expenses	1,082	34,594	2.3	95,827	7.6	24,684	2.5	(61,233)	(63.9)	9,910	40.1
Income Before Income Tax	28,485	911,039	61.0	862,430	67.9	525,369	53.1	48,609	5.6	385,670	73.4
Income Tax Expenses	(4,618)	(147,698)	(9.9)	(155,649)	(12.3)	(73,614)	(7.5)	7,951	(5.1)	(74,084)	100.6
Net Income	23,867	763,341	51.1	706,781	55.6	451,755	45.6	56,560	8.0	311,586	69.0
Other Comprehensive Income (Losses)	(495)	(15,847)	(1.1)	17,286	1.4	95,202	9.7	(33,133)	(191.7)	(111,049)	(116.6)
Comprehensive Income	\$ 23,372	\$ 747,494	50.0	\$ 724,067	57.0	\$ 546,957	55.3	\$ 23,427	3.2	\$ 200,537	36.7
Net Income (Losses) Attributable to:											
Shareholders of the Parent	\$ 23,858	\$ 763,064	51.1	\$ 706,562	55.6	\$ 452,302	45.7	\$ 56,502	8.0	\$ 310,762	68.7
Noncontrolling Interests	9	277	-	219	-	(547)	(0.1)	58	26.5	824	NM
	\$ 23,867	\$ 763,341	51.1	\$ 706,781	55.6	\$ 451,755	45.6	\$ 56,560	8.0	\$ 311,586	69.0
Earnings per Share - Diluted	\$ 0.92	\$ 29.43		\$ 27.25		\$ 17.44		\$ 2.18	8.0	\$ 11.99	68.7
Earnings per ADR - Diluted ⁽²⁾	\$ 4.60	\$ 147.13		\$ 136.23		\$ 87.22		\$ 10.90	8.0	\$ 59.91	68.7
Weighted Average Outstanding Shares - Diluted ('M)		25,932		25,932		25,930					

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.983 for the third quarter of 2026.

(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						
	2026			2025		YoY	
	USD	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 122,819	\$ 3,898,727	100.0	\$ 2,762,964	100.0	\$ 1,135,763	41.1
Cost of Revenue	(40,788)	(1,294,742)	(33.2)	(1,133,657)	(41.0)	(161,085)	14.2
Gross Profit	82,031	2,603,985	66.8	1,629,307	59.0	974,678	59.8
Operating Expenses							
Research and Development Expenses	(7,242)	(229,882)	(5.9)	(181,570)	(6.6)	(48,312)	26.6
Sales, General and Administrative Expenses	(2,506)	(79,542)	(2.1)	(75,889)	(2.7)	(3,653)	4.8
Total Operating Expenses	(9,748)	(309,424)	(8.0)	(257,459)	(9.3)	(51,965)	20.2
Other Operating Income and Expenses	235	7,453	0.2	(659)	(0.1)	8,112	NM
Income from Operations	72,518	2,302,014	59.0	1,371,189	49.6	930,825	67.9
Non-operating Income and Expenses							
Share of Profits of Associates	146	4,633	0.1	4,014	0.1	619	15.4
Net Interest Income (Expenses)	2,670	84,765	2.2	66,905	2.5	17,860	26.7
Other Gains and Losses	2,201	69,857	1.8	7,192	0.3	62,665	871.3
Total Non-operating Income and Expenses	5,017	159,255	4.1	78,111	2.9	81,144	103.9
Income before Income Tax	77,535	2,461,269	63.1	1,449,300	52.5	1,011,969	69.8
Income Tax Expenses	(13,179)	(418,346)	(10.7)	(239,319)	(8.7)	(179,027)	74.8
Net Income	64,356	2,042,923	52.4	1,209,981	43.8	832,942	68.8
Other Comprehensive Income (Losses)	1,747	55,435	1.4	(127,403)	(4.6)	182,838	NM
Comprehensive Income	\$ 66,103	\$ 2,098,358	53.8	\$ 1,082,578	39.2	\$ 1,015,780	93.8
Net Income (Losses) Attributable to:							
Shareholders of the Parent	\$ 64,330	\$ 2,042,106	52.4	\$ 1,212,139	43.9	\$ 829,967	68.5
Noncontrolling interests	26	817	-	(2,158)	(0.1)	2,975	NM
	\$ 64,356	\$ 2,042,923	52.4	\$ 1,209,981	43.8	\$ 832,942	68.8
Earnings per Share - Diluted	\$ 2.48	\$ 78.75		\$ 46.75		\$ 32.00	68.5
Earnings per ADR - Diluted ⁽²⁾	\$ 12.40	\$ 393.75		\$ 233.73		\$ 160.02	68.5
Weighted Average Outstanding Shares - Diluted ('M)		25,932		25,930			

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.744 for the nine months ended September 30, 2026.

(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, 2026 and for the Three Months Ended September 30, 2026, June 30, 2026 and September 30, 2025

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

	Nine Months 2026		3Q 2026	2Q 2026	3Q 2025
	USD	NTD	NTD	NTD	NTD
Cash Flows from Operating Activities:					
Income Before Income Tax	\$ 77,535	\$ 2,461,269	\$ 911,039	\$ 862,430	\$ 525,369
Depreciation & Amortization	18,403	584,192	220,204	198,538	162,787
Share of Profits of Associates	(146)	(4,633)	(1,510)	(1,438)	(1,424)
Income Taxes Paid	(12,200)	(387,264)	(197,544)	(188,219)	(137,266)
Changes in Working Capital & Others	(7,921)	(251,447)	(12,413)	(87,946)	(122,637)
Net Cash Generated by Operating Activities	<u>75,671</u>	<u>2,402,117</u>	<u>919,776</u>	<u>783,365</u>	<u>426,829</u>
Cash Flows from Investing Activities:					
Interest Received	2,775	88,095	35,549	25,800	22,351
Cash Dividend Received	161	5,111	2,945	1,125	2,705
Acquisitions of:					
Property, Plant and Equipment	(40,637)	(1,289,971)	(443,206)	(496,002)	(287,452)
Marketable Financial Instruments	(9,183)	(291,525)	(87,257)	(112,647)	(50,445)
Proceeds from Disposal or Redemption of:					
Property, Plant and Equipment	75	2,373	381	179	70
Marketable Financial Instruments	6,361	201,923	64,934	75,684	49,196
Others	5,278	167,544	159,868	13,051	3,823
Net Cash Used In Investing Activities	<u>(35,170)</u>	<u>(1,116,450)</u>	<u>(266,786)</u>	<u>(492,810)</u>	<u>(259,752)</u>
Cash Flows from Financing Activities:					
Increase (Decrease) in Hedging Financial Liabilities - Bank Loans	(7)	(222)	53	(93)	-
Proceeds from Issuance of Bonds	1,705	54,100	18,500	18,400	30,100
Repayment of Bonds	(2,338)	(74,211)	(19,350)	(50,061)	(39,160)
Proceeds from Long-term Bank Loans	377	11,950	-	9,930	2,232
Repayment of Long-term Bank Loans	(29)	(913)	(262)	(261)	(720)
Interest Paid	(463)	(14,704)	(4,815)	(7,142)	(4,040)
Cash Dividends Paid for Common Stock	(13,888)	(440,853)	(155,595)	(155,595)	(116,697)
Others	(1)	(21)	1,159	168	(9)
Net Cash Used In Financing Activities	<u>(14,644)</u>	<u>(464,874)</u>	<u>(160,310)</u>	<u>(184,654)</u>	<u>(128,294)</u>
Effect of Exchange Rate Changes on Cash and Cash Equivalents	1,047	33,245	(5,004)	(7,320)	67,452
Net Increase in Cash and Cash Equivalents	<u>26,904</u>	<u>854,038</u>	<u>487,676</u>	<u>98,581</u>	<u>106,235</u>
Cash and Cash Equivalents at Beginning of Period	<u>87,193</u>	<u>2,767,856</u>	<u>3,134,218</u>	<u>3,035,637</u>	<u>2,364,524</u>
Cash and Cash Equivalents at End of Period	<u><u>\$ 114,097</u></u>	<u><u>\$ 3,621,894</u></u>	<u><u>\$ 3,621,894</u></u>	<u><u>\$ 3,134,218</u></u>	<u><u>\$ 2,470,759</u></u>

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.744 for the nine months ended September 30, 2026.