



TAIWAN SEMICONDUCTOR MANUFACTURING CO., LTD.
UNCONSOLIDATED STATEMENT OF CASH FLOWS
For Year Ended March 31, 2000

(Figures in Million of New Taiwan dollars (NTD) and U.S. dollars (USD)) (1)

	<u>1Q 2000</u>		<u>4Q 1999</u>
	<u>USD</u>	<u>NTD</u>	<u>NTD</u>
Cash Flows from Operating Activities:			
Net Income	326	10,091	8,311
Depreciation & Amortization	177	5,474	5,056
Investment Loss (Income) recognized by equity method	2	55	(250)
Gain on sale of long-term investments			(10)
Loss on Disposal of Properties	2	58	32
Deferred Tax on Investment Tax Credit	5	165	584
Accretion in Redemption Value of Bonds			586
Changes in Working Capital & Others	21	646	(2,111)
Net Cash Provided from Operating Activities	<u>533</u>	<u>16,490</u>	<u>12,196</u>
Cash Flows from Investing Activities:			
Decrease(Increase) in Short-Term Investments	8	236	5,113
Acquisition of Fixed Assets	(260)	(8,039)	(12,140)
Proceeds from disposal of properties	3	97	25
Increase in Long-Term Investments	(8)	(235)	(2,669)
Proceeds from Sales of Long-Term Stock Investments			4
Decrease(Increase) in Deposit out/Deferred Assets	(4)	(130)	(128)
Net Cash Used in Investing Activities	<u>(261)</u>	<u>(8,070)</u>	<u>(9,796)</u>
Cash Flows from Financing Activities:			
Increase (Decrease) in Short-Term Credit Instruments			(3,441)
Increase in Issuance of Bonds			10,204
Increase(Decrease) in ECB			(549)
Increase (Decrease) Long-Term Bank Loans			(4,238)
Decrease in Guarantee Deposits	(11)	(340)	1,793
Net Cash Provided by Financing Activities	<u>(11)</u>	<u>(340)</u>	<u>3,769</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>261</u>	<u>8,080</u>	<u>6,170</u>
Cash and Cash Equivalents at Beginning of Period	546	16,650	10,480
Cash and Cash Equivalents at End of Period	<u>811</u>	<u>24,730</u>	<u>16,650</u>

Note (1) : New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NTD 30.949 per U.S. dollar for the first quarter of 2000.