



TAIWAN SEMICONDUCTOR MANUFACTURING CO., LTD.
UNCONSOLIDATED STATEMENT OF CASH FLOWS
For the three months ended June 30 and March 30, 2000
(Figures in Million of New Taiwan dollars (NTD) and U.S. dollars (USD)) (1)

	<u>2Q 2000</u>		<u>1Q 2000</u>
	<u>USD</u>	<u>NTD</u>	<u>NTD</u>
Cash Flows from Operating Activities:			
Net Income	436	13,349	10,091
Depreciation & Amortization	204	6,263	5,474
Investment Loss (Income) recognized by equity method	(13)	(398)	55
Loss on Disposal of Properties	(1)	(20)	58
Deferred Tax on Investment Tax Credit	(5)	(144)	165
Decrease(Increase) in Short-Term Investments	0	0	236
Changes in Working Capital & Others	(74)	(2,274)	670
Net Cash Provided from Operating Activities	<u>548</u>	<u>16,776</u>	<u>16,751</u>
Cash Flows from Investing Activities:			
Acquisition of Fixed Assets	(538)	(16,486)	(8,039)
Proceeds from disposal of properties	(1)	(35)	97
Increase in Long-Term Investments	(22)	(681)	(235)
Decrease(Increase) in Deposit out/Deferred Assets	(4)	(134)	(130)
Net Cash Used in Investing Activities	<u>(566)</u>	<u>(17,335)</u>	<u>(8,306)</u>
Cash Flows from Financing Activities:			
Increase(Decrease) in Issue new share	794	24,323	
Decrease in Guarantee Deposits	(3)	(105)	(340)
Bonus to Employees/Directors/Supervisors	(7)	(215)	0
Adjustment for Forward Contract Payable	1	24	(24)
Net Cash Provided by Financing Activities	<u>784</u>	<u>24,026</u>	<u>(364)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>766</u>	<u>23,468</u>	<u>8,080</u>
Cash and Cash Equivalents at Beginning of Period	811	24,730	16,650
Cash and Cash Equivalents at End of Period	<u>1,581</u>	<u>48,198</u>	<u>24,730</u>

Note (1) : New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NTD 30.64 per U.S. dollar for the second quarter of 2000.