



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⁾

	June 30, 2026			March 31, 2026		June 30, 2025		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
ASSETS											
Current Assets											
Cash and Cash Equivalents	\$ 98,196	\$ 3,134,218	33.4	\$ 3,035,637	35.0	\$ 2,364,524	33.7	\$ 98,581	3.2	\$ 769,694	32.6
Investments in Marketable Financial Instruments	12,024	383,795	4.1	347,964	4.0	269,905	3.9	35,831	10.3	113,890	42.2
Accounts Receivable	13,814	440,923	4.7	363,005	4.2	235,685	3.4	77,918	21.5	205,238	87.1
Inventories	12,079	385,525	4.1	311,454	3.6	304,194	4.3	74,071	23.8	81,331	26.7
Other Current Assets	6,932	221,240	2.4	207,452	2.4	90,610	1.3	13,788	6.6	130,630	144.2
Total Current Assets	143,045	4,565,701	48.7	4,265,512	49.2	3,264,918	46.6	300,189	7.0	1,300,783	39.8
Non-current Assets											
Long-term Investments	7,141	227,936	2.4	166,567	1.9	137,427	2.0	61,369	36.8	90,509	65.9
Property, Plant and Equipment	134,811	4,302,880	45.9	3,954,679	45.7	3,386,206	48.3	348,201	8.8	916,674	27.1
Right-of-use, Intangible and Other Non-current Assets	8,745	279,138	3.0	274,192	3.2	217,799	3.1	4,946	1.8	61,339	28.2
Total Non-current Assets	150,697	4,809,954	51.3	4,395,438	50.8	3,741,432	53.4	414,516	9.4	1,068,522	28.6
Total Assets	\$ 293,742	\$ 9,375,655	100.0	\$ 8,660,950	100.0	\$ 7,006,350	100.0	\$ 714,705	8.3	\$ 2,369,305	33.8
LIABILITIES AND SHAREHOLDERS' EQUITY											
Current Liabilities											
Accounts Payable	\$ 3,466	\$ 110,626	1.2	\$ 99,856	1.2	\$ 84,772	1.2	\$ 10,770	10.8	\$ 25,854	30.5
Payables to Contractors and Equipment Suppliers	9,112	290,850	3.1	243,927	2.8	161,416	2.3	46,923	19.2	129,434	80.2
Cash Dividends Payable	10,572	337,436	3.6	311,190	3.6	246,672	3.5	26,246	8.4	90,764	36.8
Accrued Expenses and Other Current Liabilities	29,809	951,440	10.1	903,039	10.4	790,240	11.3	48,401	5.4	161,200	20.4
Current Portion of Bonds Payable and Bank Loans	5,245	167,410	1.8	156,242	1.8	94,214	1.4	11,168	7.1	73,196	77.7
Total Current Liabilities	58,204	1,857,762	19.8	1,714,254	19.8	1,377,314	19.7	143,508	8.4	480,448	34.9
Non-current Liabilities											
Bonds Payable	25,535	815,037	8.7	860,026	9.9	848,535	12.1	(44,989)	(5.2)	(33,498)	(3.9)
Other Non-current Liabilities	7,156	228,385	2.4	154,281	1.8	163,869	2.3	74,104	48.0	64,516	39.4
Total Non-current Liabilities	32,691	1,043,422	11.1	1,014,307	11.7	1,012,404	14.4	29,115	2.9	31,018	3.1
Total Liabilities	90,895	2,901,184	30.9	2,728,561	31.5	2,389,718	34.1	172,623	6.3	511,466	21.4
Equity Attributable to Shareholders of the Parent											
Capital Stock at Par Value	8,125	259,324	2.8	259,324	3.0	259,326	3.7	-	-	(2)	-
Capital Surplus	2,265	72,291	0.8	73,666	0.9	73,326	1.1	(1,375)	(1.9)	(1,035)	(1.4)
Legal Capital Reserve	9,748	311,147	3.3	311,147	3.6	311,147	4.4	-	-	-	-
Special Capital Reserve	-	-	-	16,199	0.1	-	-	(16,199)	(100.0)	-	-
Unappropriated Earnings	179,835	5,739,966	61.2	5,193,142	60.0	4,119,741	58.8	546,824	10.5	1,620,225	39.3
Others	1,560	49,790	0.5	37,482	0.4	(182,466)	(2.6)	12,308	32.8	232,256	NM
Equity Attributable to Shareholders of the Parent	201,533	6,432,518	68.6	5,890,960	68.0	4,581,074	65.4	541,558	9.2	1,851,444	40.4
Noncontrolling Interests	1,314	41,953	0.5	41,429	0.5	35,558	0.5	524	1.3	6,395	18.0
Total Shareholders' Equity	202,847	6,474,471	69.1	5,932,389	68.5	4,616,632	65.9	542,082	9.1	1,857,839	40.2
Total Liabilities & Shareholders' Equity	\$ 293,742	\$ 9,375,655	100.0	\$ 8,660,950	100.0	\$ 7,006,350	100.0	\$ 714,705	8.3	\$ 2,369,305	33.8

Note :

⁽¹⁾ Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$31.918 as of June 30, 2026.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES
Consolidated Condensed Statements of Comprehensive Income (Unaudited)
For the Three Months Ended June 30, 2026, March 31, 2026 and June 30, 2025
(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD") ⁽¹⁾
Except for Per Share Amounts and Shares Outstanding)

	2Q 2026			1Q 2026		2Q 2025		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 40,201	\$ 1,270,381	100.0	\$ 1,134,103	100.0	\$ 933,792	100.0	\$ 136,278	12.0	\$ 336,589	36.0
Cost of Revenue	(12,977)	(410,070)	(32.3)	(382,808)	(33.8)	(386,423)	(41.4)	(27,262)	7.1	(23,647)	6.1
Gross Profit	27,224	860,311	67.7	751,295	66.2	547,369	58.6	109,016	14.5	312,942	57.2
Operating Expenses											
Research and Development Expenses	(2,315)	(73,146)	(5.8)	(67,757)	(6.0)	(61,280)	(6.6)	(5,389)	8.0	(11,866)	19.4
Sales, General and Administrative Expenses	(817)	(25,836)	(2.0)	(26,249)	(2.3)	(23,228)	(2.5)	413	(1.6)	(2,608)	11.2
Total Operating Expenses	(3,132)	(98,982)	(7.8)	(94,006)	(8.3)	(84,508)	(9.1)	(4,976)	5.3	(14,474)	17.1
Other Operating Income and Expenses	167	5,274	0.4	1,677	0.2	562	0.1	3,597	214.5	4,712	838.4
Income from Operations	24,259	766,603	60.3	658,966	58.1	463,423	49.6	107,637	16.3	303,180	65.4
Non-operating Income and Expenses											
Share of Profits of Associates	46	1,438	0.1	1,685	0.1	1,222	0.1	(247)	(14.7)	216	17.7
Net Interest Income (Expenses)	853	26,959	2.2	26,146	2.3	21,501	2.3	813	3.1	5,458	25.4
Other Gains and Losses	2,133	67,430	5.3	1,003	0.1	6,890	0.8	66,427	6,622.8	60,540	878.7
Total Non-operating Income and Expenses	3,032	95,827	7.6	28,834	2.5	29,613	3.2	66,993	232.3	66,214	223.6
Income Before Income Tax	27,291	862,430	67.9	687,800	60.6	493,036	52.8	174,630	25.4	369,394	74.9
Income Tax Expenses	(4,925)	(155,649)	(12.3)	(114,999)	(10.1)	(95,543)	(10.2)	(40,650)	35.3	(60,106)	62.9
Net Income	22,366	706,781	55.6	572,801	50.5	397,493	42.6	133,980	23.4	309,288	77.8
Other Comprehensive Income (Losses)	547	17,286	1.4	53,996	4.8	(254,502)	(27.3)	(36,710)	(68.0)	271,788	NM
Comprehensive Income	\$ 22,913	\$ 724,067	57.0	\$ 626,797	55.3	\$ 142,991	15.3	\$ 97,270	15.5	\$ 581,076	406.4
Net Income (Losses) Attributable to:											
Shareholders of the Parent	\$ 22,359	\$ 706,562	55.6	\$ 572,480	50.5	\$ 398,273	42.7	\$ 134,082	23.4	\$ 308,289	77.4
Noncontrolling Interests	7	219	-	321	-	(780)	(0.1)	(102)	(31.8)	999	NM
	\$ 22,366	\$ 706,781	55.6	\$ 572,801	50.5	\$ 397,493	42.6	\$ 133,980	23.4	\$ 309,288	77.8
Earnings per Share - Diluted	\$ 0.86	\$ 27.25		\$ 22.08		\$ 15.36		\$ 5.17	23.4	\$ 11.89	77.4
Earnings per ADR - Diluted ⁽²⁾	\$ 4.31	\$ 136.23		\$ 110.38		\$ 76.80		\$ 25.85	23.4	\$ 59.43	77.4
Weighted Average Outstanding Shares - Diluted ('M)		25,932		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\$31.601 for the second 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 Six Months Ended June 30						
	2026			2025		YoY	
	USD	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 76,099	\$ 2,404,484	100.0	\$ 1,773,046	100.0	\$ 631,438	35.6
Cost of Revenue	(25,094)	(792,878)	(33.0)	(732,282)	(41.3)	(60,596)	8.3
Gross Profit	51,005	1,611,606	67.0	1,040,764	58.7	570,842	54.8
Operating Expenses							
Research and Development Expenses	(4,459)	(140,903)	(5.8)	(117,827)	(6.7)	(23,076)	19.6
Sales, General and Administrative Expenses	(1,649)	(52,085)	(2.2)	(51,867)	(2.9)	(218)	0.4
Total Operating Expenses	(6,108)	(192,988)	(8.0)	(169,694)	(9.6)	(23,294)	13.7
Other Operating Income and Expenses	220	6,951	0.3	(566)	-	7,517	NM
Income from Operations	45,117	1,425,569	59.3	870,504	49.1	555,065	63.8
Non-operating Income and Expenses							
Share of Profits of Associates	99	3,123	0.1	2,590	0.1	533	20.6
Net Interest Income (Expenses)	1,681	53,105	2.2	43,683	2.5	9,422	21.6
Other Gains and Losses	2,166	68,433	2.9	7,154	0.4	61,279	856.6
Total Non-operating Income and Expenses	3,946	124,661	5.2	53,427	3.0	71,234	133.3
Income before Income Tax	49,063	1,550,230	64.5	923,931	52.1	626,299	67.8
Income Tax Expenses	(8,566)	(270,648)	(11.3)	(165,705)	(9.3)	(104,943)	63.3
Net Income	40,497	1,279,582	53.2	758,226	42.8	521,356	68.8
Other Comprehensive Income (Losses)	2,256	71,282	3.0	(222,605)	(12.6)	293,887	NM
Comprehensive Income	\$ 42,753	\$ 1,350,864	56.2	\$ 535,621	30.2	\$ 815,243	152.2
Net Income (Losses) Attributable to:							
Shareholders of the Parent	\$ 40,480	\$ 1,279,042	53.2	\$ 759,837	42.9	\$ 519,205	68.3
Noncontrolling interests	17	540	-	(1,611)	(0.1)	2,151	NM
	\$ 40,497	\$ 1,279,582	53.2	\$ 758,226	42.8	\$ 521,356	68.8
Earnings per Share - Diluted	\$ 1.56	\$ 49.32		\$ 29.30		\$ 20.02	68.3
Earnings per ADR - Diluted ⁽²⁾	\$ 7.81	\$ 246.62		\$ 146.52		\$ 100.10	68.3
Weighted Average Outstanding Shares - Diluted ('M)		25,932		25,929			

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.597 for the six months ended June 30, 2026.

(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, 2026 and for the Three Months Ended June 30, 2026, March 31, 2026 and June 30, 2025
(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD")) ⁽¹⁾

	Six Months 2026		2Q 2026	1Q 2026	2Q 2025
	USD	NTD	NTD	NTD	NTD
Cash Flows from Operating Activities:					
Income Before Income Tax	\$ 49,063	\$ 1,550,230	\$ 862,430	\$ 687,800	\$ 493,036
Depreciation & Amortization	11,519	363,988	198,538	165,450	188,058
Share of Profits of Associates	(99)	(3,123)	(1,438)	(1,685)	(1,222)
Income Taxes Paid	(6,004)	(189,720)	(188,219)	(1,501)	(127,347)
Changes in Working Capital & Others	(7,565)	(239,034)	(87,946)	(151,088)	(55,461)
Net Cash Generated by Operating Activities	46,914	1,482,341	783,365	698,976	497,064
Cash Flows from Investing Activities:					
Interest Received	1,663	52,546	25,800	26,746	26,025
Cash Dividend Received	68	2,166	1,125	1,041	1,091
Acquisitions of:					
Property, Plant and Equipment	(26,799)	(846,765)	(496,002)	(350,763)	(297,226)
Marketable Financial Instruments	(6,465)	(204,268)	(112,647)	(91,621)	(61,989)
Proceeds from Disposal or Redemption of:					
Property, Plant and Equipment	63	1,992	179	1,813	117
Marketable Financial Instruments	4,336	136,989	75,684	61,305	73,744
Others	243	7,676	13,051	(5,375)	29,749
Net Cash Used In Investing Activities	(26,891)	(849,664)	(492,810)	(356,854)	(228,489)
Cash Flows from Financing Activities:					
Increase (Decrease) in Hedging Financial Liabilities - Bank Loans	(8)	(275)	(93)	(182)	430
Proceeds from Issuance of Bonds	1,126	35,600	18,400	17,200	14,100
Repayment of Bonds	(1,736)	(54,861)	(50,061)	(4,800)	(10,400)
Proceeds from Long-term Bank Loans	378	11,950	9,930	2,020	-
Repayment of Long-term Bank Loans	(21)	(651)	(261)	(390)	(719)
Interest Paid	(313)	(9,889)	(7,142)	(2,747)	(7,223)
Cash Dividends Paid for Common Stock	(9,028)	(285,258)	(155,595)	(129,663)	(116,697)
Others	(37)	(1,180)	168	(1,348)	809
Net Cash Used In Financing Activities	(9,639)	(304,564)	(184,654)	(119,910)	(119,700)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	1,211	38,249	(7,320)	45,569	(179,155)
Net Increase (Decrease) in Cash and Cash Equivalents	11,595	366,362	98,581	267,781	(30,280)
Cash and Cash Equivalents at Beginning of Period	87,599	2,767,856	3,035,637	2,767,856	2,394,804
Cash and Cash Equivalents at End of Period	\$ 99,194	\$ 3,134,218	\$ 3,134,218	\$ 3,035,637	\$ 2,364,524

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.597 for the six months ended June 30, 2026.