



TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Balance Sheet

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

ASSETS	March 31, 2024 (Unaudited)			December 31, 2023 (Audited)		March 31, 2023 (Unaudited)		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	Amount	%	Amount	%
Current Assets											
Cash and Cash Equivalents	\$ 53,074	\$ 1,698,196	29.3	\$ 1,465,428	26.5	\$ 1,385,233	27.5	\$ 232,768	15.9	\$ 312,963	22.6
Investments in Marketable Financial Instruments	7,015	224,460	3.9	222,217	4.0	203,952	4.1	2,243	1.0	20,508	10.1
Accounts Receivable	6,312	201,980	3.5	201,938	3.7	148,047	2.9	42	-	53,933	36.4
Inventories	8,348	267,123	4.6	250,997	4.5	216,068	4.3	16,126	6.4	51,055	23.6
Other Current Assets	1,907	61,008	1.1	53,453	1.0	42,427	0.8	7,555	14.1	18,581	43.8
Total Current Assets	76,656	2,452,767	42.4	2,194,033	39.7	1,995,727	39.6	258,734	11.8	457,040	22.9
Non-current Assets											
Long-term Investments	4,328	138,469	2.4	129,442	2.3	69,914	1.4	9,027	7.0	68,555	98.1
Property, Plant and Equipment	95,379	3,051,848	52.7	3,064,475	55.4	2,833,397	56.1	(12,627)	(0.4)	218,451	7.7
Right-of-use, Intangible and Other Non-current Assets	4,526	144,807	2.5	144,421	2.6	146,806	2.9	386	0.3	(1,999)	(1.4)
Total Non-current Assets	104,233	3,335,124	57.6	3,338,338	60.3	3,050,117	60.4	(3,214)	(0.1)	285,007	9.3
Total Assets	\$ 180,889	\$ 5,787,891	100.0	\$ 5,532,371	100.0	\$ 5,045,844	100.0	\$ 255,520	4.6	\$ 742,047	14.7
LIABILITIES AND SHAREHOLDERS' EQUITY											
Current Liabilities											
Accounts Payable	\$ 1,800	\$ 57,610	1.0	\$ 57,293	1.0	\$ 47,382	0.9	\$ 317	0.6	\$ 10,228	21.6
Payables to Contractors and Equipment Suppliers	3,975	127,179	2.2	171,485	3.1	157,375	3.1	(44,306)	(25.8)	(30,196)	(19.2)
Cash Dividends Payable	5,673	181,525	3.1	168,558	3.0	142,617	2.8	12,967	7.7	38,908	27.3
Accrued Expenses and Other Current Liabilities	20,232	647,366	11.2	506,954	9.2	517,676	10.3	140,412	27.7	129,690	25.1
Current Portion of Bonds Payable and Bank Loans	391	12,500	0.2	9,293	0.2	8,040	0.2	3,207	34.5	4,460	55.5
Total Current Liabilities	32,071	1,026,180	17.7	913,583	16.5	873,090	17.3	112,597	12.3	153,090	17.5
Non-current Liabilities											
Bonds Payable	29,863	955,540	16.5	913,900	16.5	848,638	16.8	41,640	4.6	106,902	12.6
Other Non-current Liabilities	4,390	140,455	2.5	221,625	4.0	231,219	4.6	(81,170)	(36.6)	(90,764)	(39.3)
Total Non-current Liabilities	34,253	1,095,995	19.0	1,135,525	20.5	1,079,857	21.4	(39,530)	(3.5)	16,138	1.5
Total Liabilities	66,324	2,122,175	36.7	2,049,108	37.0	1,952,947	38.7	73,067	3.6	169,228	8.7
Equity Attributable to Shareholders of the Parent											
Capital Stock at Par Value	8,105	259,336	4.5	259,321	4.7	259,321	5.1	15	-	15	-
Capital Surplus	2,217	70,941	1.2	69,876	1.3	69,894	1.4	1,065	1.5	1,047	1.5
Legal Capital Reserve	9,724	311,147	5.4	311,147	5.6	311,147	6.2	-	-	-	-
Special Capital Reserve	876	28,021	0.5	-	-	20,320	0.4	28,021	-	7,701	37.9
Unappropriated Earnings	92,365	2,955,396	51.0	2,846,884	51.4	2,441,821	48.4	108,512	3.8	513,575	21.0
Others	341	10,891	0.2	(28,314)	(0.5)	(24,269)	(0.5)	39,205	NM	35,160	NM
Equity Attributable to Shareholders of the Parent	113,628	3,635,732	62.8	3,458,914	62.5	3,078,234	61.0	176,818	5.1	557,498	18.1
Noncontrolling Interests	937	29,984	0.5	24,349	0.5	14,663	0.3	5,635	23.1	15,321	104.5
Total Shareholders' Equity	114,565	3,665,716	63.3	3,483,263	63.0	3,092,897	61.3	182,453	5.2	572,819	18.5
Total Liabilities & Shareholders' Equity	\$ 180,889	\$ 5,787,891	100.0	\$ 5,532,371	100.0	\$ 5,045,844	100.0	\$ 255,520	4.6	\$ 742,047	14.7

Note :
(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$31.997 as of March 31, 2024.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income (Unaudited)

For the Three Months Ended March 31, 2024, December 31, 2023, March 31, 2023

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

Except for Per Share Amounts and Shares Outstanding)

	1Q 2024			4Q 2023		1Q 2023		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 18,873	\$ 592,644	100.0	\$ 625,529	100.0	\$ 508,633	100.0	\$ (32,885)	(5.3)	\$ 84,011	16.5
Cost of Revenue	(8,858)	(278,139)	(46.9)	(293,761)	(47.0)	(222,133)	(43.7)	15,622	(5.3)	(56,006)	25.2
Gross Profit	10,015	314,505	53.1	331,768	53.0	286,500	56.3	(17,263)	(5.2)	28,005	9.8
Operating Expenses											
Research and Development Expenses	(1,468)	(46,109)	(7.8)	(50,410)	(8.0)	(39,157)	(7.7)	4,301	(8.5)	(6,952)	17.8
Sales, General and Administrative Expenses	(613)	(19,248)	(3.3)	(21,211)	(3.4)	(16,152)	(3.1)	1,963	(9.3)	(3,096)	19.2
Total Operating Expenses	(2,081)	(65,357)	(11.1)	(71,621)	(11.4)	(55,309)	(10.8)	6,264	(8.7)	(10,048)	18.2
Other Operating Income and Expenses	(4)	(130)	-	58	-	47	-	(188)	(324.1)	(177)	(376.6)
Income from Operations	7,930	249,018	42.0	260,205	41.6	231,238	45.5	(11,187)	(4.3)	17,780	7.7
Non-operating Income and Expenses											
Share of Profits of Associates	28	878	0.2	1,315	0.2	1,039	0.2	(437)	(33.2)	(161)	(15.5)
Net Interest Income (Expenses)	531	16,661	2.8	14,490	2.3	10,654	2.1	2,171	15.0	6,007	56.4
Other Gains and Losses	(1)	(14)	-	2,271	0.4	1,344	0.2	(2,285)	(100.6)	(1,358)	(101.0)
Total Non-operating Income and Expenses	558	17,525	3.0	18,076	2.9	13,037	2.5	(551)	(3.0)	4,488	34.4
Income Before Income Tax	8,488	266,543	45.0	278,281	44.5	244,275	48.0	(11,738)	(4.2)	22,268	9.1
Income Tax Expenses	(1,316)	(41,322)	(7.0)	(39,974)	(6.4)	(37,326)	(7.3)	(1,348)	3.4	(3,996)	10.7
Net Income	7,172	225,221	38.0	238,307	38.1	206,949	40.7	(13,086)	(5.5)	18,272	8.8
Other Comprehensive Income (Losses)	1,315	41,274	7.0	(37,227)	(6.0)	(3,296)	(0.7)	78,501	NM	44,570	NM
Comprehensive Income	\$ 8,487	\$ 266,495	45.0	\$ 201,080	32.1	\$ 203,653	40.0	\$ 65,415	32.5	\$ 62,842	30.9
Net Income (Losses) Attributable to:											
Shareholders of the Parent	\$ 7,181	\$ 225,485	38.0	\$ 238,712	38.2	\$ 206,987	40.7	\$ (13,227)	(5.5)	\$ 18,498	8.9
Noncontrolling Interests	(9)	(264)	-	(405)	(0.1)	(38)	-	141	34.8	(226)	(594.7)
	\$ 7,172	\$ 225,221	38.0	\$ 238,307	38.1	\$ 206,949	40.7	\$ (13,086)	(5.5)	\$ 18,272	8.8
Earnings per Share - Diluted	\$ 0.28	\$ 8.70		\$ 9.21		\$ 7.98		\$ (0.51)	(5.5)	\$ 0.72	8.9
Earnings per ADR - Diluted ⁽²⁾	\$ 1.38	\$ 43.48		\$ 46.03		\$ 39.91		\$ (2.55)	(5.5)	\$ 3.57	8.9
Weighted Average Outstanding Shares - Diluted (M)		25,930		25,929		25,929					

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.402 for the first quarter of 2024.

(2) 1 ADR equals 5 ordinary shares.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Cash Flow Statements (Unaudited)

For the Three Months Ended March 31, 2024, December 31, 2023 and March 31, 2023

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

	1Q 2024		4Q 2023	1Q 2023
	USD	NTD	NTD	NTD
Cash Flows from Operating Activities:				
Income Before Income Tax	\$ 8,488	\$ 266,543	\$ 278,281	\$ 244,275
Depreciation & Amortization	5,064	159,023	150,648	110,323
Share of Profits of Associates	(28)	(878)	(1,315)	(1,039)
Income Taxes Paid	(34)	(1,051)	(37,567)	(686)
Changes in Working Capital & Others	404	12,674	4,782	32,372
Net Cash Generated by Operating Activities	<u>13,894</u>	<u>436,311</u>	<u>394,829</u>	<u>385,245</u>
Cash Flows from Investing Activities:				
Interest Received	554	17,410	14,872	12,281
Cash Dividend Received	3	90	58	63
Acquisitions of:				
Property, Plant and Equipment	(5,774)	(181,305)	(170,160)	(302,499)
Marketable Financial Instruments	(1,458)	(45,800)	(55,485)	(34,892)
Proceeds from Disposal or Redemption of:				
Property, Plant and Equipment	11	337	312	73
Marketable Financial Instruments	1,599	50,224	52,334	51,050
Others	(24)	(763)	25,750	1,692
Net Cash Used In Investing Activities	<u>(5,089)</u>	<u>(159,807)</u>	<u>(132,319)</u>	<u>(272,232)</u>
Cash Flows from Financing Activities:				
Decrease in Hedging Financial Liabilities - Bank Loans	(844)	(26,496)	-	-
Proceeds from Issuance of Bonds	726	22,800	9,800	19,300
Repayment of Bonds	-	-	-	(12,000)
Proceeds from Long-term Bank Loans	203	6,378	-	2,450
Repayment of Long-term Bank Loans	(16)	(513)	(513)	(330)
Interest Paid	(57)	(1,779)	(5,995)	(1,871)
Cash Dividends Paid for Common Stock	(2,477)	(77,796)	(77,796)	(71,308)
Others	182	5,721	(863)	(728)
Net Cash Used in Financing Activities	<u>(2,283)</u>	<u>(71,685)</u>	<u>(75,367)</u>	<u>(64,487)</u>
Effect of Exchange Rate Changes on Cash and Cash Equivalents	890	27,949	(33,522)	(6,107)
Net Increase in Cash and Cash Equivalents	<u>7,412</u>	<u>232,768</u>	<u>153,621</u>	<u>42,419</u>
Cash and Cash Equivalents at Beginning of Period	<u>46,667</u>	<u>1,465,428</u>	<u>1,311,807</u>	<u>1,342,814</u>
Cash and Cash Equivalents at End of Period	<u>\$ 54,079</u>	<u>\$ 1,698,196</u>	<u>\$ 1,465,428</u>	<u>\$ 1,385,233</u>

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.402 for the three months ended March 31, 2024.