



TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Balance Sheets (Unaudited)

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

	June 30, 2024			March 31, 2024		June 30, 2023		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	Amount	%	Amount	%
ASSETS											
Current Assets											
Cash and Cash Equivalents	\$ 55,375	\$ 1,799,127	30.1	\$ 1,698,196	29.3	\$ 1,276,724	24.8	\$ 100,931	5.9	\$ 522,403	40.9
Investments in Marketable Financial Instruments	7,679	249,508	4.2	224,460	3.9	213,232	4.1	25,048	11.2	36,276	17.0
Accounts Receivable	6,470	210,210	3.5	201,980	3.5	191,027	3.7	8,230	4.1	19,183	10.0
Inventories	8,387	272,491	4.5	267,123	4.6	234,333	4.6	5,368	2.0	38,158	16.3
Other Current Assets	1,857	60,322	1.0	61,008	1.1	44,648	0.9	(686)	(1.1)	15,674	35.1
Total Current Assets	79,768	2,591,658	43.3	2,452,767	42.4	1,959,964	38.1	138,891	5.7	631,694	32.2
Non-current Assets											
Long-term Investments	4,316	140,220	2.4	138,469	2.4	94,610	1.8	1,751	1.3	45,610	48.2
Property, Plant and Equipment	95,594	3,105,860	51.9	3,051,848	52.7	2,947,234	57.2	54,012	1.8	158,626	5.4
Right-of-use, Intangible and Other Non-current Assets	4,451	144,626	2.4	144,807	2.5	147,657	2.9	(181)	(0.1)	(3,031)	(2.1)
Total Non-current Assets	104,361	3,390,706	56.7	3,335,124	57.6	3,189,501	61.9	55,582	1.7	201,205	6.3
Total Assets	\$ 184,129	\$ 5,982,364	100.0	\$ 5,787,891	100.0	\$ 5,149,465	100.0	\$ 194,473	3.4	\$ 832,899	16.2
LIABILITIES AND SHAREHOLDERS' EQUITY											
Current Liabilities											
Accounts Payable	\$ 1,968	\$ 63,947	1.1	\$ 57,610	1.0	\$ 48,973	1.0	\$ 6,337	11.0	\$ 14,974	30.6
Payables to Contractors and Equipment Suppliers	4,209	136,744	2.3	127,179	2.2	140,753	2.7	9,565	7.5	(4,009)	(2.8)
Cash Dividends Payable	5,990	194,600	3.2	181,525	3.1	149,309	2.9	13,075	7.2	45,291	30.3
Accrued Expenses and Other Current Liabilities	19,407	630,549	10.5	647,366	11.2	463,668	9.0	(16,817)	(2.6)	166,881	36.0
Current Portion of Bonds Payable and Bank Loans	710	23,076	0.4	12,500	0.2	8,126	0.2	10,576	84.6	14,950	184.0
Total Current Liabilities	32,284	1,048,916	17.5	1,026,180	17.7	810,829	15.8	22,736	2.2	238,087	29.4
Non-current Liabilities											
Bonds Payable	29,711	965,314	16.1	955,540	16.5	901,710	17.5	9,774	1.0	63,604	7.1
Other Non-current Liabilities	4,555	147,986	2.5	140,455	2.5	231,458	4.5	7,531	5.4	(83,472)	(36.1)
Total Non-current Liabilities	34,266	1,113,300	18.6	1,095,995	19.0	1,133,168	22.0	17,305	1.6	(19,868)	(1.8)
Total Liabilities	66,550	2,162,216	36.1	2,122,175	36.7	1,943,997	37.8	40,041	1.9	218,219	11.2
Equity Attributable to Shareholders of the Parent											
Capital Stock at Par Value	7,982	259,336	4.3	259,336	4.5	259,321	5.0	-	-	15	-
Capital Surplus	2,183	70,941	1.2	70,941	1.2	69,895	1.4	-	-	1,046	1.5
Legal Capital Reserve	9,577	311,147	5.2	311,147	5.4	311,147	6.0	-	-	-	-
Special Capital Reserve	-	-	-	28,021	0.5	23,594	0.5	(28,021)	(100.0)	(23,594)	(100.0)
Unappropriated Earnings	96,261	3,127,528	52.3	2,955,396	51.0	2,542,570	49.4	172,132	5.8	584,958	23.0
Treasury Stock	(95)	(3,089)	-	-	-	-	-	(3,089)	-	(3,089)	-
Others	786	25,540	0.4	10,891	0.2	(17,777)	(0.4)	14,649	134.5	43,317	NM
Equity Attributable to Shareholders of the Parent	116,694	3,791,403	63.4	3,635,732	62.8	3,188,750	61.9	155,671	4.3	602,653	18.9
Noncontrolling Interests	885	28,745	0.5	29,984	0.5	16,718	0.3	(1,239)	(4.1)	12,027	71.9
Total Shareholders' Equity	117,579	3,820,148	63.9	3,665,716	63.3	3,205,468	62.2	154,432	4.2	614,680	19.2
Total Liabilities & Shareholders' Equity	\$ 184,129	\$ 5,982,364	100.0	\$ 5,787,891	100.0	\$ 5,149,465	100.0	\$ 194,473	3.4	\$ 832,899	16.2

Note :
(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$32.490 as of June 30, 2024.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income (Unaudited)

For the Three Months Ended June 30, 2024, March 31, 2024, June 30, 2023

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

Except for Per Share Amounts and Shares Outstanding

	2Q 2024			1Q 2024		2Q 2023		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 20,822	\$ 673,510	100.0	\$ 592,644	100.0	\$ 480,841	100.0	\$ 80,866	13.6	\$ 192,669	40.1
Cost of Revenue	(9,750)	(315,385)	(46.8)	(278,139)	(46.9)	(220,641)	(45.9)	(37,246)	13.4	(94,744)	42.9
Gross Profit	11,072	358,125	53.2	314,505	53.1	260,200	54.1	43,620	13.9	97,925	37.6
Operating Expenses											
Research and Development Expenses	(1,486)	(48,058)	(7.2)	(46,109)	(7.8)	(41,665)	(8.7)	(1,949)	4.2	(6,393)	15.3
Sales, General and Administrative Expenses	(688)	(22,238)	(3.3)	(19,248)	(3.3)	(16,530)	(3.4)	(2,990)	15.5	(5,708)	34.5
Total Operating Expenses	(2,174)	(70,296)	(10.5)	(65,357)	(11.1)	(58,195)	(12.1)	(4,939)	7.6	(12,101)	20.8
Other Operating Income and Expenses	(39)	(1,273)	(0.2)	(130)	-	(47)	-	(1,143)	(879.2)	(1,226)	(2,608.5)
Income from Operations	8,859	286,556	42.5	249,018	42.0	201,958	42.0	37,538	15.1	84,598	41.9
Non-operating Income and Expenses											
Share of Profits of Associates	36	1,152	0.2	878	0.2	1,134	0.2	274	31.2	18	1.6
Net Interest Income (Expenses)	567	18,341	2.7	16,661	2.8	10,667	2.2	1,680	10.1	7,674	71.9
Other Gains and Losses	8	262	0.1	(14)	-	916	0.2	276	NM	(654)	(71.4)
Total Non-operating Income and Expenses	611	19,755	3.0	17,525	3.0	12,717	2.6	2,230	12.7	7,038	55.3
Income Before Income Tax	9,470	306,311	45.5	266,543	45.0	214,675	44.6	39,768	14.9	91,636	42.7
Income Tax Expenses	(1,813)	(58,649)	(8.7)	(41,322)	(7.0)	(32,958)	(6.8)	(17,327)	41.9	(25,691)	78.0
Net Income	7,657	247,662	36.8	225,221	38.0	181,717	37.8	22,441	10.0	65,945	36.3
Other Comprehensive Income	416	13,464	2.0	41,274	7.0	5,659	1.2	(27,810)	(67.4)	7,805	137.9
Comprehensive Income	\$ 8,073	\$ 261,126	38.8	\$ 266,495	45.0	\$ 187,376	39.0	\$ (5,369)	(2.0)	\$ 73,750	39.4
Net Income (Losses) Attributable to:											
Shareholders of the Parent	\$ 7,662	\$ 247,845	36.8	\$ 225,485	38.0	\$ 181,799	37.8	\$ 22,360	9.9	\$ 66,046	36.3
Noncontrolling Interests	(5)	(183)	-	(264)	-	(82)	-	81	30.7	(101)	(123.2)
	\$ 7,657	\$ 247,662	36.8	\$ 225,221	38.0	\$ 181,717	37.8	\$ 22,441	10.0	\$ 65,945	36.3
Earnings per Share - Diluted	\$ 0.30	\$ 9.56		\$ 8.70		\$ 7.01		\$ 0.86	9.9	\$ 2.55	36.3
Earnings per ADR - Diluted ⁽²⁾	\$ 1.48	\$ 47.79		\$ 43.48		\$ 35.06		\$ 4.31	9.9	\$ 12.73	36.3
Weighted Average Outstanding Shares - Diluted ('M)		25,931		25,930		25,929					

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$32.346 for the second quarter of 2024.

(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						
	2024			2023		YoY	
	USD	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 39,695	\$ 1,266,154	100.0	\$ 989,474	100.0	\$ 276,680	28.0
Cost of Revenue	(18,607)	(593,524)	(46.9)	(442,774)	(44.7)	(150,750)	34.0
Gross Profit	21,088	672,630	53.1	546,700	55.3	125,930	23.0
Operating Expenses							
Research and Development Expenses	(2,952)	(94,167)	(7.4)	(80,822)	(8.2)	(13,345)	16.5
Sales, General and Administrative Expenses	(1,301)	(41,486)	(3.3)	(32,682)	(3.3)	(8,804)	26.9
Total Operating Expenses	(4,253)	(135,653)	(10.7)	(113,504)	(11.5)	(22,149)	19.5
Other Operating Income and Expenses	(44)	(1,403)	(0.1)	-	-	(1,403)	-
Income from Operations	16,791	535,574	42.3	433,196	43.8	102,378	23.6
Non-operating Income and Expenses							
Share of Profits of Associates	63	2,030	0.1	2,173	0.2	(143)	(6.6)
Net Interest Income (Expenses)	1,097	35,002	2.8	21,321	2.2	13,681	64.2
Other Gains and Losses	8	248	-	2,260	0.2	(2,012)	(89.0)
Total Non-operating Income and Expenses	1,168	37,280	2.9	25,754	2.6	11,526	44.8
Income before Income Tax	17,959	572,854	45.2	458,950	46.4	113,904	24.8
Income Tax Expenses	(3,134)	(99,971)	(7.9)	(70,284)	(7.1)	(29,687)	42.2
Net Income	14,825	472,883	37.3	388,666	39.3	84,217	21.7
Other Comprehensive Income	1,716	54,738	4.4	2,363	0.2	52,375	2,216.5
Comprehensive Income	\$ 16,541	\$ 527,621	41.7	\$ 391,029	39.5	\$ 136,592	34.9
Net Income (Losses) Attributable to:							
Shareholders of the Parent	\$ 14,839	\$ 473,330	37.4	\$ 388,786	39.3	\$ 84,544	21.7
Noncontrolling interests	(14)	(447)	(0.1)	(120)	-	(327)	(272.5)
	\$ 14,825	\$ 472,883	37.3	\$ 388,666	39.3	\$ 84,217	21.7
Earnings per Share - Diluted	\$ 0.57	\$ 18.25		\$ 14.99		\$ 3.26	21.7
Earnings per ADR - Diluted ⁽²⁾	\$ 2.86	\$ 91.27		\$ 74.97		\$ 16.30	21.7
Weighted Average Outstanding Shares - Diluted ('M)		25,930		25,929			

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.897 for the six months ended June 30, 2024.

(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, 2024 and for the Three Months Ended June 30, 2024, March 31, 2024 and June 30, 2023

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

	Six Months 2024		2Q 2024	1Q 2024	2Q 2023
	USD	NTD	NTD	NTD	NTD
Cash Flows from Operating Activities:					
Income Before Income Tax	\$ 17,959	\$ 572,854	\$ 306,311	\$ 266,543	\$ 214,675
Depreciation & Amortization	10,164	324,189	165,166	159,023	123,939
Share of Profits of Associates	(63)	(2,030)	(1,152)	(878)	(1,134)
Income Taxes Paid	(2,795)	(89,154)	(88,103)	(1,051)	(120,147)
Changes in Working Capital & Others	254	8,120	(4,554)	12,674	(50,085)
Net Cash Generated by Operating Activities	25,519	813,979	377,668	436,311	167,248
Cash Flows from Investing Activities:					
Interest Received	1,148	36,605	19,195	17,410	14,345
Cash Dividend Received	28	895	805	90	833
Acquisitions of:					
Property, Plant and Equipment	(12,132)	(386,979)	(205,674)	(181,305)	(250,534)
Marketable Financial Instruments	(3,419)	(109,063)	(63,263)	(45,800)	(73,800)
Proceeds from Disposal or Redemption of:					
Property, Plant and Equipment	15	493	156	337	170
Marketable Financial Instruments	2,970	94,724	44,500	50,224	44,473
Others	185	5,910	6,673	(763)	5,187
Net Cash Used In Investing Activities	(11,205)	(357,415)	(197,608)	(159,807)	(259,326)
Cash Flows from Financing Activities:					
Increase (Decrease) in Hedging Financial Liabilities - Bank Loans	(831)	(26,496)	-	(26,496)	7,674
Proceeds from Issuance of Bonds	1,075	34,300	11,500	22,800	40,700
Proceeds from Long-term Bank Loans	200	6,378	-	6,378	-
Repayment of Long-term Bank Loans	(33)	(1,056)	(543)	(513)	(457)
Interest Paid	(264)	(8,420)	(6,641)	(1,779)	(5,550)
Cash Dividends Paid for Common Stock	(5,284)	(168,558)	(90,762)	(77,796)	(71,309)
Repurchase of Treasury Stock	(97)	(3,089)	(3,089)	-	-
Others	157	5,011	(710)	5,721	2,353
Net Cash Used in Financing Activities	(5,077)	(161,930)	(90,245)	(71,685)	(26,589)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	1,225	39,065	11,116	27,949	10,158
Net Increase (Decrease) in Cash and Cash Equivalents	10,462	333,699	100,931	232,768	(108,509)
Cash and Cash Equivalents at Beginning of Period	45,942	1,465,428	1,698,196	1,465,428	1,385,233
Cash and Cash Equivalents at End of Period	\$ 56,404	\$ 1,799,127	\$ 1,799,127	\$ 1,698,196	\$ 1,276,724

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.897 for the six months ended June 30, 2024.