



**TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES**

**Consolidated Condensed Balance Sheet**

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

ASSETS	December 31, 2025 (Audited)			September 30, 2025 (Unaudited)		December 31, 2024 (Audited)		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
<b>Current Assets</b>											
Cash and Cash Equivalents	\$ 88,025	\$ 2,767,856	34.9	\$ 2,470,759	33.6	\$ 2,127,627	31.8	\$ 297,097	12.0	\$ 640,229	30.1
Investments in Marketable Financial Instruments	9,564	300,738	3.8	280,297	3.8	294,392	4.4	20,441	7.3	6,346	2.2
Accounts Receivable	8,962	281,791	3.6	307,814	4.2	272,088	4.1	(26,023)	(8.5)	9,703	3.6
Inventories	9,163	288,110	3.6	288,689	3.9	287,869	4.3	(579)	(0.2)	241	0.1
Other Current Assets	5,681	178,636	2.2	88,456	1.2	106,376	1.6	90,180	101.9	72,260	67.9
Total Current Assets	<u>121,395</u>	<u>3,817,131</u>	<u>48.1</u>	<u>3,436,015</u>	<u>46.7</u>	<u>3,088,352</u>	<u>46.2</u>	<u>381,116</u>	<u>11.1</u>	<u>728,779</u>	<u>23.6</u>
<b>Non-current Assets</b>											
Long-term Investments	5,482	172,370	2.2	148,978	2.0	149,040	2.2	23,392	15.7	23,330	15.7
Property, Plant and Equipment	117,410	3,691,841	46.5	3,499,341	47.6	3,234,980	48.3	192,500	5.5	456,861	14.1
Right-of-use, Intangible and Other Non-current Assets	8,004	251,682	3.2	269,773	3.7	219,566	3.3	(18,091)	(6.7)	32,116	14.6
Total Non-current Assets	<u>130,896</u>	<u>4,115,893</u>	<u>51.9</u>	<u>3,918,092</u>	<u>53.3</u>	<u>3,603,586</u>	<u>53.8</u>	<u>197,801</u>	<u>5.0</u>	<u>512,307</u>	<u>14.2</u>
<b>Total Assets</b>	<u>\$ 252,291</u>	<u>\$ 7,933,024</u>	<u>100.0</u>	<u>\$ 7,354,107</u>	<u>100.0</u>	<u>\$ 6,691,938</u>	<u>100.0</u>	<u>\$ 578,917</u>	<u>7.9</u>	<u>\$ 1,241,086</u>	<u>18.5</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>											
<b>Current Liabilities</b>											
Accounts Payable	\$ 2,682	\$ 84,330	1.1	\$ 86,386	1.2	\$ 74,227	1.1	\$ (2,056)	(2.4)	\$ 10,103	13.6
Payables to Contractors and Equipment Suppliers	5,652	177,730	2.2	175,430	2.4	192,635	2.9	2,300	1.3	(14,905)	(7.7)
Cash Dividends Payable	9,072	285,258	3.6	259,326	3.5	220,419	3.3	25,932	10.0	64,839	29.4
Accrued Expenses and Other Current Liabilities	24,608	773,775	9.8	678,538	9.2	717,386	10.7	95,237	14.0	56,389	7.9
Current Portion of Bonds Payable and Bank Loans	4,355	136,926	1.7	76,226	1.0	59,858	0.9	60,700	79.6	77,068	128.8
Total Current Liabilities	<u>46,369</u>	<u>1,458,019</u>	<u>18.4</u>	<u>1,275,906</u>	<u>17.3</u>	<u>1,264,525</u>	<u>18.9</u>	<u>182,113</u>	<u>14.3</u>	<u>193,494</u>	<u>15.3</u>
<b>Non-current Liabilities</b>											
Bonds Payable	27,230	856,228	10.8	880,433	12.0	926,604	13.8	(24,205)	(2.7)	(70,376)	(7.6)
Other Non-current Liabilities	5,024	157,982	2.0	162,190	2.2	177,233	2.7	(4,208)	(2.6)	(19,251)	(10.9)
Total Non-current Liabilities	<u>32,254</u>	<u>1,014,210</u>	<u>12.8</u>	<u>1,042,623</u>	<u>14.2</u>	<u>1,103,837</u>	<u>16.5</u>	<u>(28,413)</u>	<u>(2.7)</u>	<u>(89,627)</u>	<u>(8.1)</u>
<b>Total Liabilities</b>	<u>78,623</u>	<u>2,472,229</u>	<u>31.2</u>	<u>2,318,529</u>	<u>31.5</u>	<u>2,368,362</u>	<u>35.4</u>	<u>153,700</u>	<u>6.6</u>	<u>103,867</u>	<u>4.4</u>
<b>Equity Attributable to Shareholders of the Parent</b>											
Capital Stock at Par Value	8,247	259,325	3.3	259,325	3.5	259,327	3.9	-	-	(2)	-
Capital Surplus	2,336	73,446	0.9	73,361	1.0	73,261	1.1	85	0.1	185	0.3
Legal Capital Reserve	9,895	311,147	3.9	311,147	4.2	311,147	4.6	-	-	-	-
Special Capital Reserve	2,776	87,284	1.1	181,555	2.5	-	-	(94,271)	(51.9)	87,284	-
Unappropriated Earnings	149,633	4,705,070	59.3	4,260,829	58.0	3,606,105	53.9	444,241	10.4	1,098,965	30.5
Others	(530)	(16,676)	(0.2)	(87,910)	(1.2)	38,705	0.6	71,234	81.0	(55,381)	(143.1)
Equity Attributable to Shareholders of the Parent	<u>172,357</u>	<u>5,419,596</u>	<u>68.3</u>	<u>4,998,307</u>	<u>68.0</u>	<u>4,288,545</u>	<u>64.1</u>	<u>421,289</u>	<u>8.4</u>	<u>1,131,051</u>	<u>26.4</u>
Noncontrolling Interests	1,311	41,199	0.5	37,271	0.5	35,031	0.5	3,928	10.5	6,168	17.6
Total Shareholders' Equity	<u>173,668</u>	<u>5,460,795</u>	<u>68.8</u>	<u>5,035,578</u>	<u>68.5</u>	<u>4,323,576</u>	<u>64.6</u>	<u>425,217</u>	<u>8.4</u>	<u>1,137,219</u>	<u>26.3</u>
<b>Total Liabilities &amp; Shareholders' Equity</b>	<u>\$ 252,291</u>	<u>\$ 7,933,024</u>	<u>100.0</u>	<u>\$ 7,354,107</u>	<u>100.0</u>	<u>\$ 6,691,938</u>	<u>100.0</u>	<u>\$ 578,917</u>	<u>7.9</u>	<u>\$ 1,241,086</u>	<u>18.5</u>

Note :

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$31.444 as of December 31, 2025.

**TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES**  
**Consolidated Condensed Statements of Comprehensive Income (Unaudited)**  
For the Three Months Ended December 31, 2025, September 30, 2025 and December 31, 2024  
(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD")) <sup>(1)</sup>  
Except for Per Share Amounts and Shares Outstanding)

	4Q 2025			3Q 2025		4Q 2024		QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 33,731	\$ 1,046,090	100.0	\$ 989,918	100.0	\$ 868,461	100.0	\$ 56,172	5.7	\$ 177,629	20.5
Cost of Revenue	(12,708)	(394,103)	(37.7)	(401,375)	(40.5)	(356,082)	(41.0)	7,272	(1.8)	(38,021)	10.7
Gross Profit	21,023	651,987	62.3	588,543	59.5	512,379	59.0	63,444	10.8	139,608	27.2
Operating Expenses											
Research and Development Expenses	(2,091)	(64,857)	(6.2)	(63,743)	(6.5)	(57,232)	(6.6)	(1,114)	1.7	(7,625)	13.3
Sales, General and Administrative Expenses	(753)	(23,333)	(2.2)	(24,022)	(2.4)	(29,108)	(3.4)	689	(2.9)	5,775	(19.8)
Total Operating Expenses	(2,844)	(88,190)	(8.4)	(87,765)	(8.9)	(86,340)	(10.0)	(425)	0.5	(1,850)	2.1
Other Operating Income and Expenses	36	1,106	0.1	(93)	-	(326)	-	1,199	NM	1,432	NM
Income from Operations	18,215	564,903	54.0	500,685	50.6	425,713	49.0	64,218	12.8	139,190	32.7
Non-operating Income and Expenses											
Share of Profits of Associates	48	1,483	0.1	1,424	0.1	1,289	0.2	59	4.1	194	15.1
Net Interest Income (Expenses)	853	26,463	2.5	23,222	2.4	21,750	2.5	3,241	14.0	4,713	21.7
Other Gains and Losses	(16)	(486)	-	38	-	46	-	(524)	(1,378.9)	(532)	(1,156.5)
Total Non-operating Income and Expenses	885	27,460	2.6	24,684	2.5	23,085	2.7	2,776	11.2	4,375	19.0
Income Before Income Tax	19,100	592,363	56.6	525,369	53.1	448,798	51.7	66,994	12.8	143,565	32.0
Income Tax Expenses	(2,803)	(86,947)	(8.3)	(73,614)	(7.5)	(74,329)	(8.6)	(13,333)	18.1	(12,618)	17.0
Net Income	16,297	505,416	48.3	451,755	45.6	374,469	43.1	53,661	11.9	130,947	35.0
Other Comprehensive Income	2,292	71,076	6.8	95,202	9.7	37,903	4.4	(24,126)	(25.3)	33,173	87.5
Comprehensive Income	\$ 18,589	\$ 576,492	55.1	\$ 546,957	55.3	\$ 412,372	47.5	\$ 29,535	5.4	\$ 164,120	39.8
Net Income (Losses) Attributable to:											
Shareholders of the Parent	\$ 16,307	\$ 505,744	48.3	\$ 452,302	45.7	\$ 374,680	43.1	\$ 53,442	11.8	\$ 131,064	35.0
Noncontrolling Interests	(10)	(328)	-	(547)	(0.1)	(211)	-	219	40.0	(117)	(55.5)
	\$ 16,297	\$ 505,416	48.3	\$ 451,755	45.6	\$ 374,469	43.1	\$ 53,661	11.9	\$ 130,947	35.0
Earnings per Share - Diluted	\$ 0.63	\$ 19.50		\$ 17.44		\$ 14.45		\$ 2.06	11.8	\$ 5.05	35.0
Earnings per ADR - Diluted <sup>(2)</sup>	\$ 3.14	\$ 97.52		\$ 87.22		\$ 72.25		\$ 10.30	11.8	\$ 25.27	35.0
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\$31.013 for the fourth quarter of 2025.

(2) 1 ADR equals 5 ordinary shares.

**TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES**

**Consolidated Condensed Statements of Comprehensive Income (Audited)**

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

Except for Per Share Amounts and Shares Outstanding)

	For the Years Ended December 31						
	2025			2024		YoY	
	USD	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 122,424	\$ 3,809,054	100.0	\$ 2,894,308	100.0	\$ 914,746	31.6
Cost of Revenue	(49,104)	(1,527,760)	(40.1)	(1,269,954)	(43.9)	(257,806)	20.3
Gross Profit	73,320	2,281,294	59.9	1,624,354	56.1	656,940	40.4
Operating Expenses							
Research and Development Expenses	(7,920)	(246,427)	(6.5)	(204,182)	(7.1)	(42,245)	20.7
Sales, General and Administrative Expenses	(3,189)	(99,222)	(2.6)	(96,889)	(3.3)	(2,333)	2.4
Total Operating Expenses	(11,109)	(345,649)	(9.1)	(301,071)	(10.4)	(44,578)	14.8
Other Operating Income and Expenses	15	447	-	(1,230)	-	1,677	NM
Income from Operations	62,226	1,936,092	50.8	1,322,053	45.7	614,039	46.4
Non-operating Income and Expenses							
Share of Profits of Associates	177	5,497	0.1	4,880	0.2	617	12.6
Net Interest Income (Expenses)	3,001	93,368	2.5	76,718	2.6	16,650	21.7
Other Gains and Losses	215	6,706	0.2	2,188	0.1	4,518	206.5
Total Non-operating Income and Expenses	3,393	105,571	2.8	83,786	2.9	21,785	26.0
Income before Income Tax	65,619	2,041,663	53.6	1,405,839	48.6	635,824	45.2
Income Tax Expenses	(10,486)	(326,266)	(8.6)	(233,407)	(8.1)	(92,859)	39.8
Net Income	55,133	1,715,397	45.0	1,172,432	40.5	542,965	46.3
Other Comprehensive Income (Losses)	(1,811)	(56,327)	(1.4)	71,585	2.5	(127,912)	(178.7)
Comprehensive Income	\$ 53,322	\$ 1,659,070	43.6	\$ 1,244,017	43.0	\$ 415,053	33.4
Net Income (Losses) Attributable to:							
Shareholders of the Parent	\$ 55,213	\$ 1,717,883	45.1	\$ 1,173,268	40.5	\$ 544,615	46.4
Noncontrolling interests	(80)	(2,486)	(0.1)	(836)	-	(1,650)	(197.4)
	\$ 55,133	\$ 1,715,397	45.0	\$ 1,172,432	40.5	\$ 542,965	46.3
Earnings per Share - Diluted	\$ 2.13	\$ 66.25		\$ 45.25		\$ 21.00	46.4
Earnings per ADR - Diluted <sup>(2)</sup>	\$ 10.65	\$ 331.25		\$ 226.24		\$ 105.01	46.4
Weighted Average Outstanding Shares - Diluted ('M)		25,931		25,930			

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.114 for the year ended December 31, 2025.

(2) 1 ADR equals 5 ordinary shares.

**TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES**

**Consolidated Condensed Cash Flow Statements**

For the Year Ended December 31, 2025 and for the Three Months Ended December 31, 2025, September 30, 2025 and December 31, 2024

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

	2025 (Audited)		4Q 2025 (Unaudited)	3Q 2025 (Unaudited)	4Q 2024 (Unaudited)
	USD	NTD	NTD	NTD	NTD
<b>Cash Flows from Operating Activities:</b>					
Income Before Income Tax	\$ 65,619	\$ 2,041,663	\$ 592,363	\$ 525,369	\$ 448,798
Depreciation & Amortization	22,115	688,096	162,112	162,787	170,378
Share of Profits of Associates	(177)	(5,497)	(1,483)	(1,424)	(1,289)
Income Taxes Paid	(8,599)	(267,557)	(1,407)	(137,266)	(1,190)
Changes in Working Capital & Others	(5,840)	(181,729)	(26,076)	(122,637)	3,508
Net Cash Generated by Operating Activities	<u>73,118</u>	<u>2,274,976</u>	<u>725,509</u>	<u>426,829</u>	<u>620,205</u>
<b>Cash Flows from Investing Activities:</b>					
Interest Received	3,180	98,955	26,160	22,351	18,473
Cash Dividend Received	127	3,940	49	2,705	207
Acquisitions of:					
Property, Plant and Equipment	(40,895)	(1,272,411)	(356,906)	(287,452)	(361,949)
Marketable Financial Instruments	(8,208)	(255,372)	(72,197)	(50,445)	(77,351)
Proceeds from Disposal or Redemption of:					
Property, Plant and Equipment	25	797	482	70	256
Marketable Financial Instruments	7,015	218,256	41,390	49,196	56,885
Others	1,975	61,441	(4,939)	3,823	51,560
Net Cash Used In Investing Activities	<u>(36,781)</u>	<u>(1,144,394)</u>	<u>(365,961)</u>	<u>(259,752)</u>	<u>(311,919)</u>
<b>Cash Flows from Financing Activities:</b>					
Increase (Decrease) in Hedging Financial Liabilities - Bank Loans	11	335	(95)	-	-
Proceeds from Issuance of Bonds	2,793	86,900	23,500	30,100	-
Repayment of Bonds	(1,746)	(54,310)	(1,750)	(39,160)	(1,750)
Proceeds from Long-term Bank Loans	342	10,658	3,031	2,232	7,455
Repayment of Long-term Bank Loans	(87)	(2,710)	(552)	(720)	(636)
Interest Paid	(615)	(19,129)	(5,350)	(4,040)	(5,946)
Cash Dividends Paid for Common Stock	(15,002)	(466,779)	(129,663)	(116,697)	(103,734)
Others	151	4,690	3,194	(9)	3,879
Net Cash Used In Financing Activities	<u>(14,153)</u>	<u>(440,345)</u>	<u>(107,685)</u>	<u>(128,294)</u>	<u>(100,732)</u>
<b>Effect of Exchange Rate Changes on Cash and Cash Equivalents</b>	<u>(1,607)</u>	<u>(50,008)</u>	<u>45,234</u>	<u>67,452</u>	<u>33,292</u>
<b>Net Increase in Cash and Cash Equivalents</b>	<u>20,577</u>	<u>640,229</u>	<u>297,097</u>	<u>106,235</u>	<u>240,846</u>
<b>Cash and Cash Equivalents at Beginning of Period</b>	<u>68,382</u>	<u>2,127,627</u>	<u>2,470,759</u>	<u>2,364,524</u>	<u>1,886,781</u>
<b>Cash and Cash Equivalents at End of Period</b>	<u>\$ 88,959</u>	<u>\$ 2,767,856</u>	<u>\$ 2,767,856</u>	<u>\$ 2,470,759</u>	<u>\$ 2,127,627</u>

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.114 for the year ended December 31, 2025.