

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Balance Sheets

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

September Sept		March 31, 2015 (Unaudited)			December 31, 2014 (Audited) (2)			March 31, 2014 (Unaudited) (2)			QoQ			YoY		
Purpose Purp	ASSETS	USD	NTD	%		NTD	%		NTD	%		Amount	%		Amount	%
Accounts framework 16 15 15 15 15 15 15 15	Current Assets								<u>.</u>							
Accounts Receivable 3.157 65.060 4.2 6.4 115.048 7.7 74.333 5.7 (15.020) (13.4) 24.798 33.4	Cash and Cash Equivalents	\$ 13,930	\$ 437,412	28.1	\$	358,449	24.0	\$	231,697	17.8	\$	78,963	22.0	\$	205,715	88.8
Content	Investments in Marketable Financial Instruments	2,597	81,562	5.2		78,475	5.2		3,251	0.3		3,087	3.9		78,311	2408.8
Procurent Assets 248 7.798 0.5 8.256 0.6 3.128 0.3 14.88 1.55 4.670 14.93 1.05	Accounts Receivable	3,157	99,122	6.4		115,048	7.7		74,333	5.7		(15,926)	(13.8)		24,789	33.3
Non-current Assets	Inventories	2,057	64,600	4.2		66,338	4.4		43,481	3.3		(1,738)	(2.6)		21,119	48.6
Non-current Assets	Other Current Assets	248	7,798	0.5		8,256	0.6		3,128	0.3		(458)	(5.5)		4,670	149.3
Property Principal Princ	Total Current Assets	21,989	690,494	44.4		626,566	41.9		355,890	27.4		63,928	10.2		334,604	94.0
Property Principal Princ																
Property Plant and Equipment 25,898 813,220 52,2 818,199 54,7 82,012 6.38 (4,979) (0.65) (14,742) (1.55)																
Total Assets 669 21,000 1.3 20,228 1.4 23,886 1.8 7.72 3.8 (2,189) (2,1)	•	1,025	32,181	2.1		30,056	2.0		90,852	7.0		2,125	7.1		(58,671)	(64.6)
Total Assets \$ 27,592 886,401 55.6 868,483 58.1 942,760 72.6 (2.082) (0.2) (76,359) (8.1) Total Assets \$ 49,581 \$1,556,895 100.0 \$1,495,049 100.0 \$1,298,650 100.0 \$61,846 4.1 \$258,245 19.9 **LIABILITIES AND SHAREHOLDERS' EQUITY** Current Liabilities Shortwin Loans \$595 \$18,683 12 \$36,159 2.4 \$24,644 1.9 \$(17,476) (48.3) \$(6,161) (24.8) Accounts Payable Contractors and Equipment Suppliers 872 27,373 1.8 26,960 1.8 53,461 4.1 333 1.5 (26.088) (48.8) Acroued Expenses and Other Current Liabilities 3,863 12.1304 7.8 114,505 7.7 79,381 6.1 6,799 5.9 41,923 52.8 Total Current Liabilities 5,973 187,565 12.1 201,014 13.5 174,397 13.4 (13,449) (6.7) 13,168 7.6 Non-current Liabilities 6,790 213,209 13.7 213,674 14.3 211,798 16.3 (465) (0.2) 1,411 0.7 Other Non-current Liabilities 7,816 245,414 15.7 247,707 16.6 225,560 17.5 (2.293) (0.9) 19,854 8.8 Total Liabilities 1,026 32,206 2.0 34,033 2.3 13,762 1.2 (18.28) (5.4) 14,443 134.0 Shareholders Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,933 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Surplus 1,792 56,275 3.6 55,990 3.7 56,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 1,792 56,275 3.6 55,990 3.7 56,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 2,792 15,251 10.1 132,436 10.2 1.2 (1.88) (6.4) 7.527 45,4 Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 2,798 20.1 2,798 20.1 2,798 20.1 2,799 20.1 2,799 20.1 2,799 20.1 2,799 20.1 2,799 20.1 2,799 20.1 2,799 2.0 2	Property, Plant and Equipment	25,898	813,220			818,199	54.7		828,012	63.8		(4,979)	(0.6)		(14,792)	(1.8)
Total Assets \$49,581 \$1,556,895 1000 \$1,495,049 1000 \$1,298,650 1000 \$61,846 4.1 \$258,245 19.9			21,000			20,228			23,896							
Current Liabilities S S S S S S S S S	Total Non-current Assets	27,592	866,401	55.6		868,483	58.1		942,760	72.6		(2,082)	(0.2)		(76,359)	(8.1)
Current Liabilities September Septem	Total Access				_			_			_					
Short-term Liabilities Short-term Liabilit	lotal Assets	\$ 49,581	\$ 1,556,895	100.0	\$	1,495,049	100.0	\$	1,298,650	100.0	\$	61,846	4.1	\$	258,245	19.9
Short-term Liabilities Short-term Liabilit	LIADII ITIES AND SHADEHOLDEDS' FOLLITY															
Short-term Loans																
Accounts Payable 643 20,205 1.3 23,370 1.6 16,711 1.3 (3,165) (13.5) 3,494 20.9 Payables to Contractors and Equipment Suppliers 872 27,373 1.8 26,980 1.8 53,461 4.1 393 1.5 (26,088) (48.8) 52.8 Total Current Liabilities 3,863 121,304 7.8 114,505 7.7 79,381 6.1 6.7 79,381 6.1 6.7 79,381 6.1 6.7 79,381 6.1 6.7 79,381 6.1 6.7 79,381 6.1 6.1 6,799 5.9 41,923 52.8 Total Current Liabilities 5,973 187,565 12.1 201,014 13.5 174,397 13.4 (13,449) (6.7) 13,168 7.6 Non-current Liabilities 8 1.026 32,205 2.0 34,033 2.3 13,762 1.2 (1,628) (6.4) 18,443 134.0 Total Non-current Liabilities 7,816 245,414 15.7 247,707 16.6 225,560 17.5 (2,293) (0.9) 19,854 8.8 Total Liabilities 13,789 432,979 27.8 448,721 30.1 399,957 30.9 (15,742) (3.5) 33,022 8.3 Shareholders' Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 25,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Sturplus 4,817 151,251 9.7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve 7,88 24,111 1.5 25,749 1.7 16,584 1.2 (1,688) (6.4) 7,627 45.7 (1,688) (¢ 505	¢ 40.600	1.0	¢.	26.450	2.4	¢	24.944	1.0	¢	(47.476)	(49.2)	ď	(6.161)	(24.9)
Payables to Contractors and Equipment Suppliers 872 27.373 1.8 26,990 1.8 53,461 4.1 393 1.5 (26,088) (48.8) Accrued Expenses and Other Current Liabilities 3,863 121,304 7.8 114,505 7.7 79,381 6.1 6,799 5.9 41,923 52.8 Total Current Liabilities Non-current Liabilities Non-current Liabilities Bonds Payable 6,790 213,209 13.7 213,674 14.3 211,798 16.3 (465) (0.2) 1,411 0.7 Other Non-current Liabilities 1,026 32,205 2.0 34,033 2.3 13,762 1.2 (1,828) (5.4) 18,443 134.0 Total Non-current Liabilities 7,816 245,414 15.7 247,707 16.6 225,560 17.5 (2,233) (0.9) 19,854 8.8 Total Liabilities 1,3789 432,979 27.8 448,721 30.1 399,957 30.9 (15,742) (3.5) 33,022 8.3 Shareholder's Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Surplus 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve 2,786 (100.0 Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 10,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent Special Capital Reserve 2,786 (100.0 Unappropriated Earnings 2,790 1,123,844 72.2 1,046,201 6.9 898,469 69.1 77,643 7.4 225,275 25.1 Noncontrolling Interests 2 1,123,916 7.2 1,046,328 69.9 898,699 69.1 77,588 7.4 225,223 25.1					Ф	,		Ф			Ф	, , ,	` '	Ф		. ,
Accrued Expenses and Other Current Liabilities	•		,			,							, ,		,	
Total Current Liabilities South Content Liabilities South Content Liabilities			,												,	. ,
Non-current Liabilities Bonds Payable 6,790 213,209 13,7 213,674 14.3 211,798 16.3 (465) (0.2) 1,411 0.7	•															
Bonds Payable 6,790 213,209 13.7 213,674 14.3 211,798 16.3 (465) (0.2) 1,411 0.7 Other Non-current Liabilities 1,026 32,205 2.0 34,033 2.3 13,762 1.2 (1,828) (5.4) 18,443 134.0 Total Non-current Liabilities 7,816 245,414 15.7 247,707 16.6 225,560 17.5 (2,293) (0.9) 19,854 8.8 Total Liabilities 13,789 432,979 27.8 448,721 30.1 399,957 30.9 (15,742) (3.5) 33,022 8.3 Shareholders' Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Stock at Par Value 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 1,417 151,251 9.7 151,251 10.1 132,436 10.2 -	Total Guiterit Liabilities	5,973	107,505	12.1		201,014	13.5		174,397	13.4		(13,449)	(6.7)		13,100	7.0
Bonds Payable 6,790 213,209 13.7 213,674 14.3 211,798 16.3 (465) (0.2) 1,411 0.7 Other Non-current Liabilities 1,026 32,205 2.0 34,033 2.3 13,762 1.2 (1,828) (5.4) 18,443 134.0 Total Non-current Liabilities 7,816 245,414 15.7 247,707 16.6 225,560 17.5 (2,293) (0.9) 19,854 8.8 Total Liabilities 13,789 432,979 27.8 448,721 30.1 399,957 30.9 (15,742) (3.5) 33,022 8.3 Shareholders' Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Stock at Par Value 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 1,417 151,251 9.7 151,251 10.1 132,436 10.2 -	Non-current Liabilities															
Other Non-current Liabilities 1,026 32,205 2.0 34,033 2.3 13,762 1.2 (1,828) (5.4) 18,443 134.0 Total Non-current Liabilities 7,816 245,414 15.7 247,707 16.6 225,560 17.5 (2,293) (0.9) 19,854 8.8 Total Liabilities 13,789 432,979 27.8 448,721 30.1 399,957 30.9 (15,742) (3.5) 33,022 8.3 Shareholders' Equity Attributable to Shareholders of the Parent 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Stock at Par Value 8,258 259,303 16.7 259,		6 790	213 200	13.7		213 674	143		211 708	16.3		(465)	(0.2)		1 411	0.7
Total Non-current Liabilities 7,816 245,414 15.7 247,707 16.6 225,560 17.5 (2,293) (0,9) 19,854 8.8 Total Liabilities 13,789 432,979 27.8 448,721 30.1 399,957 30.9 (15,742) (3.5) 33,022 8.3 Shareholders' Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Surplus 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve 2,786 0.2 (2,786) (100.0) Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 72 72 - 127 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1	•								•			, ,	, ,		,	
Total Liabilities 13,789 432,979 27.8 448,721 30.1 399,957 30.9 (15,742) (3.5) 33,022 8.3 Shareholders' Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Surplus 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve 2,786 0.2 (2,786 0.2 Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 772 - 1277 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1																
Shareholders' Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Striplus 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 4,817 151,251 9,7 151,251 9,7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve	Total Non Sansin Elabilities	7,010	243,414	13.7	-	241,101	10.0		223,300	17.5		(2,293)	(0.9)		19,004	0.0
Shareholders' Equity Attributable to Shareholders of the Parent Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Surplus 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 18,815 14.2 Special Capital Reserve	Total Liabilities	13.789	432.979	27.8		448.721	30.1		399.957	30.9		(15.742)	(3.5)		33.022	8.3
Capital Stock at Par Value 8,258 259,303 16.7 259,297 17.4 259,291 20.0 6 0.0 12 0.0 Capital Surplus 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 - - - 14.2 Special Capital Reserve - - - - - 2,786 0.2 - - (2,786) (100.0) Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,693 69.1						<u> </u>			,							
Capital Surplus 1,792 56,275 3.6 55,990 3.7 55,835 4.3 285 0.5 440 0.8 Legal Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 - - - 14.2 Special Capital Reserve - - - - - - - - 2,786 0.2 - - - (2,786) (100.0) Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 72 - 127	Shareholders' Equity Attributable to Shareholders of the Parent															
Legal Capital Reserve 4,817 151,251 9.7 151,251 10.1 132,436 10.2 - - - 14.2 Special Capital Reserve - - - - - - - - - 2,786 0.2 - - - (2,786) (100.0) Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 72 - 127 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 <	Capital Stock at Par Value		,				17.4									
Special Capital Reserve - - - - - 2,786 0.2 - - - (2,786) (100.0) Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 72 - 127 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1	Capital Surplus	1,792	56,275	3.6		55,990	3.7		55,835	4.3		285	0.5		440	8.0
Unappropriated Earnings 20,155 632,904 40.7 553,914 37.0 431,537 33.2 78,990 14.3 201,367 46.7 Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 72 - 127 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1	Legal Capital Reserve	4,817	151,251	9.7		151,251	10.1		132,436	10.2		-	-		18,815	14.2
Others 768 24,111 1.5 25,749 1.7 16,584 1.2 (1,638) (6.4) 7,527 45.4 Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 72 - 127 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1	Special Capital Reserve	-	-	-		-	-		2,786	0.2		-	-		(2,786)	(100.0)
Equity Attributable to Shareholders of the Parent 35,790 1,123,844 72.2 1,046,201 69.9 898,469 69.1 77,643 7.4 225,375 25.1 Noncontrolling Interests 2 72 - 127 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1	Unappropriated Earnings	20,155	632,904	40.7		553,914	37.0		431,537	33.2		78,990	14.3		201,367	46.7
Noncontrolling Interests 2 72 - 127 - 224 - (55) (43.3) (152) (67.9) Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1	Others	768	24,111	1.5		25,749	1.7		16,584	1.2		(1,638)	(6.4)		7,527	45.4
Total Shareholders' Equity 35,792 1,123,916 72.2 1,046,328 69.9 898,693 69.1 77,588 7.4 225,223 25.1	Equity Attributable to Shareholders of the Parent	35,790	1,123,844	72.2		1,046,201	69.9		898,469	69.1		77,643	7.4		225,375	25.1
	Noncontrolling Interests		72			127		_	224			(55)	(43.3)		(152)	(67.9)
Total Liabilities & Shareholders' Equity \$ 49,581 \$ 1,556,895 100.0 \$ 1,495,049 100.0 \$ 1,298,650 100.0 \$ 61,846 4.1 \$ 258,245 19.9	Total Shareholders' Equity	35,792	1,123,916	72.2		1,046,328	69.9		898,693	69.1		77,588	7.4		225,223	25.1
Total Liabilities & Shareholders' Equity \$ 49,581 \$ 1,556,895 100.0 \$ 1,495,049 100.0 \$ 1,298,650 100.0 \$ 61,846 4.1 \$ 258,245 19.9																
	Total Liabilities & Shareholders' Equity	\$ 49,581	\$ 1,556,895	100.0	\$	1,495,049	100.0	\$	1,298,650	100.0	\$	61,846	4.1	\$	258,245	19.9

Note:

⁽¹⁾ Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$31.401 as of March 31, 2015

⁽²⁾ Starting in 2015, TSMC prepares financial statements in accordance with 2013 IFRSs version endorsed by Taiwan. Under IFRS, the impact of newly effected GAAP shall be retroactively applied. The consolidated condensed balance sheets as of December

^{31, 2014} and March 31, 2014 have been updated accordingly.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income (Unaudited)

For the Three Months Ended March 31, 2015, December 31, 2014, March 31, 2014

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

Except for Per Share Amounts and Shares Outstanding)

		1Q 2015			4Q 2014 ⁽²⁾ 1Q 2014 ⁽²⁾					QoQ		YoY			
	USD			NTD %			NTD %			NTD %			NTD %		
Net Revenue	\$ 7,041	\$ 222,034	100.0	\$ 222,521	100.0	\$	148,215	100.0	\$	(487)	(0.2)	\$	73,819	49.8	
Cost of Revenue	(3,571)	(112,605)	(50.7)	(111,961)	(50.3)		(77,818)	(52.5)		(644)	0.6		(34,787)	44.7	
Gross Profit	3,470	109,429	49.3	110,560	49.7		70,397	47.5		(1,131)	(1.0)		39,032	55.4	
Operating Expenses															
Research and Development Expenses	(532)	(16,782)	(7.6)	(15,943)	(7.2)		(12,068)	(8.1)		(839)	5.3		(4,714)	39.1	
Sales, General and Administrative Expenses	(183)	(5,757)	(2.6)	(5,634)	(2.5)		(5,809)	(4.0)		(123)	2.2		52	(0.9)	
Total Operating Expenses	(715)	(22,539)	(10.2)	(21,577)	(9.7)		(17,877)	(12.1)		(962)	4.5		(4,662)	26.1	
Other Operating Income and Expenses	(8)	(264)	(0.1)	(767)	(0.4)		(3)			503	(65.6)		(261)	8700.0	
Income from Operations	2,747	86,626	39.0	88,216	39.6		52,517	35.4		(1,590)	(1.8)		34,109	64.9	
Non-operating Income and Expenses															
Share of Profits of Associates and Joint Venture	36	1,135	0.5	911	0.4		955	0.6		224	24.6		180	18.8	
Interest Expenses	(25)	(794)	(0.3)	(822)	(0.4)		(797)	(0.5)		28	(3.4)		3	(0.4)	
Other Gains and Losses	41	1,292	0.6	1,007	0.5		622	0.5		285	28.3		670	107.7	
Total Non-operating Income and Expenses	52	1,633	0.8	1,096	0.5		780	0.6		537	49.0		853	109.4	
Income Before Income Tax	2,799	88,259	39.8	89,312	40.1		53,297	36.0		(1,053)	(1.2)		34,962	65.6	
Income Tax Expenses	(294)	(9,275)	(4.2)	(9,346)	(4.2)		(5,455)	(3.7)		71	(0.8)		(3,820)	70.0	
Net Income	2,505	78,984	35.6	79,966	35.9		47,842	32.3		(982)	(1.2)		31,142	65.1	
Other Comprehensive Income	(52)	(1,646)	(0.8)	9,109	4.1		2,414	1.6		(10,755)	(118.1)		(4,060)	(168.2)	
Comprehensive Income	\$ 2,453	\$ 77,338	34.8	\$ 89,075	40.0	\$	50,256	33.9	\$	(11,737)	(13.2)	\$	27,082	53.9	
Net Income (Losses) Attributable to: Shareholders of the Parent	A 0.505	* 70.000	05.0	4 7 0.000	05.0	•	47.007	00.0	•	(000)	(4.0)	•	04.400	05.0	
Noncontrolling Interests	\$ 2,505	\$ 78,990	35.6	\$ 79,986	35.9	\$	47,867	32.3	\$	(996)	(1.2)	\$	31,123	65.0	
Noncontrolling interests	\$ 2,505	\$ 78,984	35.6	\$ 79,966	35.9	\$	(25) 47,842	32.3	\$	(982)	(70.0)	\$	19 31,142	(76.0) 65.1	
	ψ 2,500	Ψ 10,304	33.0	ψ 13,300	33.3	Ψ	71,042	32.3	Ψ	(302)	(1.2)	Ψ	31,142	03.1	
Earnings per Share - Diluted	\$ 0.10	\$ 3.05		\$ 3.08		\$	1.85		\$	(0.03)	(1.3)	\$	1.20	65.0	
Earnings per ADR - Diluted (3)	\$ 0.48	\$ 15.23		\$ 15.42		\$	9.23		\$	(0.19)	(1.3)	\$	6.00	65.0	
Weighted Average Outstanding Shares - Diluted ('M)		25,931		25,930			25,930								

Note

⁽¹⁾ Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.533 for the first quarter of 2015.

⁽²⁾ Starting in 2015, TSMC prepares financial statements in accordance with 2013 IFRSs version endorsed by Taiwan. Under IFRS, the impact of newly effected GAAP shall be retroactively applied. The consolidated condensed statements of comprehensive income for the three months ended December 31, 2014 and March 31, 2014 have been updated accordingly.

^{(3) 1} ADR equals 5 ordinary shares.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Cash Flow Statements

For the Three Months Ended March 31, 2015, December 31, 2014 and March 31, 2014 (Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD")) (1)

	1Q 2015 (unaudited)					4Q 2014 naudited) (2)	1Q 2014 (unaudited) (2)		
	USD			NTD		NTD		NTD	
Cash Flows from Operating Activities:	•		•		•	00.040	•		
Income Before Income Tax	\$	2,799	\$	88,259	\$	89,312	\$	53,297	
Depreciation & Amortization		1,759		55,478		56,418		41,622	
Share of Profits of Associates and Joint Venture		(36)		(1,135)		(911)		(955)	
Income Taxes Paid		(4)		(118)		(69)		(179)	
Changes in Working Capital & Others		429		13,517		8,919		1,076	
Net Cash Generated by Operating Activities		4,947		156,001		153,669		94,861	
Cash Flows from Investing Activities:									
Interest Received	\$	28	\$	875	\$	704	\$	596	
Cash Dividend Received		-		-		2		-	
Acquisitions of:									
Property, Plant and Equipment		(1,550)		(48,876)		(52,425)		(114,905)	
Marketable Financial Instruments		(297)		(9,373)		(4,486)		(1,402)	
Financial Assets Carried at Cost		(1)		(32)		(19)		(4)	
Proceeds from Disposal or Redemption of:									
Property, Plant and Equipment		1		30		37		55	
Marketable Financial Instruments		27		836		26		863	
Financial Assets Carried at Cost		-		9		19		29	
Others		(20)		(637)		700		(1,092)	
Net Cash Used In Investing Activities		(1,812)		(57,168)		(55,442)		(115,860)	
Cash Flows from Financing Activities:									
Increase (Decrease) in Short-term Loans	\$	(550)	\$	(17,341)	\$	(2,046)	\$	8,819	
Interest Paid	•	(27)	*	(862)	*	(449)	•	(864)	
Proceeds from Exercise of Stock Options		1		30		14		22	
Others		-		1		30,118		(27)	
Net Cash Generated by (Used in) Financing Activities		(576)		(18,172)		27,637		7,950	
Effect of Exchange Rate Changes on Cash and Cash Equivalents and others	\$	(54)	\$	(1,698)	\$	6,701	\$	2,051	
Net Increase in Cash and Cash Equivalents		2,505		78,963	-	132,565	-	(10,998)	
Cash and Cash Equivalents at Beginning of Period		11,367		358,449		225,884		242,695	
Cash and Cash Equivalents at End of Period	\$	13,872	\$	437,412	\$	358,449	\$	231,697	

Note

⁽¹⁾ Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.533 for the three months ended March 31, 2015.

⁽²⁾ Starting in 2015, TSMC prepares financial statements in accordance with 2013 IFRSs version endorsed by Taiwan. Under IFRS, the impact of newly effected GAAP shall be retroactively applied. The consolidated condensed cash flow statements for the three months ended December 31, 2014 and March 31, 2014 have been updated accordingly.